

REC LIMITED

[CIN: L40101DL1969GOI005095]

Transcript of 55th Annual General Meeting held on August 20, 2024

Shri J.S. Amitabh (CS)- Good morning and welcome to the 55th Annual General Meeting of REC Limited.

In accordance with the various circulars issued by the Ministry of Corporate Affairs and Securities and Exchange of Board of India and as permitted, this meeting is being held virtually.

The notice of this meeting and the Annual Report of the Company for the financial year 2023-24 have been sent to all those shareholders and holders of non-convertible securities by email whose email addresses are registered in the records of Depository Participants or the Company.

The same are also available on the website of the Company and Stock Exchange. Physical copies of the annual report have been also dispatched to the security holders, who have requested for the same.

Now, I would like to welcome our CMD and Directors Present in the meeting.

In the center of the dais, we have Shri Vivek Kumar Dewangan, Chairman & Managing Director of REC. Shri Dewangan is an IAS officer of 1993 batch, and he also holds a degree BE in electronics. Prior to joining REC, he was serving as an Additional Secretary in the Ministry of Power, Government of India, as a CMD, he provided strategic vision and overall direction to achieve the corporate objectives of the Company.

Towards the left side of the CMD, we have Shri Vijay Kumar Singh, Director (Projects) of REC. Shri Singh holds a bachelor's degree in electrical engineering, from IIT Roorkee and has over 35 years of experience in the Indian power sector. He is responsible for the technical and operational function of REC including Project and Entity appraisal of renewable energy, generation and transmission and distribution project financing activities and project monitoring in state sector. He is also overseeing the implementation of PM Surya Ghar: Muft Bijli Yojna.

To his left we have Mr. Shashank Misra, Government Nominee Director, is likely to join us. He is Stuck up in traffic. So, within two three minutes he will be joining.

To his left, we have Shri Narayanan Thirupathy, Independent Director. He holds a bachelor's degree in economics from the University of Madras, and he is a social worker and he has been working for the development of poor and downtrodden people for more than 36 years.

To his left we have Shri Manoj Sharma, Nominee Director of PFC. Shri Manoj Sharma is a Chartered Accountant with a degree in law, and he is currently serving as Director Commercial of PFC.

To his left, we have Shri Virendra Kumar Adana, Chief Vigilance officer of the REC. He has worked in areas of strategic planning, policy and finance and he has also worked as a Director in the Ministry of Defense and Ministry of Finance.

Mr. Manish Kumar Aggarwal, who is the representative of our holding Company has also joined through VC.

Now, we come to the right side of the CMD. We have Shri Harsh Baweja, Director (Finance) of REC. Shri Harsh Baweja is the fellow member of the Institute of Chartered Accountant of India and he has over three decades of impressive tenure in steering Financial operation across multiple institutions. As a Director (Finance) he is spearheading REC financial strategies including infrastructure and logistic portfolio ensuring that companies continued financial resilience.

To his right, we have Dr. Gambheer Singh, Independent Director and Chairperson of the Audit Committee. Dr. Singh is an MBBS and Master of Surgery. He is presently the Dean of the Raipur University of Medical Science in Chhattisgarh and has more than 24 years of teaching experience.

To his right, we have Dr. Durgesh Nandini, Independent Director and also Chairperson of the Stakeholders Relationship Committee. Dr. Durgesh Nandini holds a Master's Degree in Arts and education and a doctorate degree in Political Science. She is a key contributor in the field of education and has rich and varied experience in addressing social issues.

To her right, we have Dr. Manoj Manohar Pande, Independent Director and Chairperson of the Nomination & Remuneration Committee and also CSR Committee. Dr. Pande is a graduate in medicine and surgery and a trained naturopath. He works for the upliftment of neglected community, slum dwellers and suicide-hit farmers and families.

And I am J.S. Amitabh, Company Secretary and Compliance Officer of REC.

Now I would also like to inform you that a representative of the Statutory Auditors, M/s. Kailash Chand Jain & Co. and M/s. SCV & Co. LLP, have also joined this meeting through VC.

Further, representatives of the Secretarial Auditors, M/s. Agarwal S. & Associates have also joined this meeting through VC. Mr. Sachin Agarwal is also the scrutinizer of the AGM.

Before the commencement of the proceedings of this meeting, I would like to confirm that the statutory registers and other documents as stated in the Notice are available for inspection online. Any member desirous of inspecting the same can write to us at complianceofficer@recindia.com

Further proceedings of this meeting are also being webcast.

I would also like to confirm that the quorum required for the meeting is present. May I now request the Chairman and Managing Director Shri Vivek Kumar Dewangan, to kindly call the meeting to order and address the shareholders.

Shri Vivek Kumar Dewangan (CMD)- Dear Stakeholders, Esteemed Members on the Board and Distinguished Guests, it is with immense pride and gratitude, I welcome you all to the 55th Annual General Meeting of REC Limited, being conducted through virtual mode. We have made every effort to ensure your seamless participation and experience while attending AGM through video conferencing and voting on the proposed items. The requisite quorum being present, I call this meeting to order.

I hope that all of you have received the 55th Annual Report of the Company through electronic mode. This Annual Report is also accessible on the website of REC and Stock Exchanges.

Creating history seems to be a new habit of REC and I am again happy to share that during the financial year 2023-24 REC has delivered an outstanding performance across all fronts. We have seen an exceptional growth in loan sanctioned which increased to ₹3,58,816 crore in the financial year 2023-24 with growth of 34% and the highest ever yearly disbursements reaching a staggering ₹1,61,462 crore with 67% year-on-year growth.

The Total Income has grown to ₹47,214 crore up by 20% from the previous year. This is complemented by the Net profit of ₹14,019 crore reflecting at 27% increased year-on-year basis. The Loan Book stands robust at ₹ 5.09 lakh crore with growth rate of 17% year-on-year. Additionally, our Capital Adequacy Ratio is 25.82% well above the minimum requirement of 15%.

Further, I am pleased to inform you that we have had no new NPAs, over the last 9 quarters. Apart from this exceptional financial growth REC continues to play a pivotal role in government major schemes. REC has been appointed as a Nodal agency for the several States and Union Territories under the Revamped Distribution Sector Scheme. Additionally, REC has also been appointed as National Program Implementation Agency for Pradhan Mantri Surya Ghar: Muft Bijli Yojna which has a total budget of ₹75,021 crore.

This initiative aims to install rooftop solar panels and provide free electricity up to 300 units per month for one crore households.

During the financial year 2023-24, the Government of India has allocated 0.3% of GDP to the infrastructure sector with a strong focus on transport and logistics. After getting *Maharatna* status in the year 2022 the Government of India has allowed REC to provide financial assistance to both logistics and non-power infrastructure projects.

In the financial year 2023-24, REC has also sanctioned ₹40,569 crore to non-power infrastructure projects.

Now let me come to Environment, Social and Governance Fronts; REC is also committed to enhancing its environment performance and adhering to all regulations with the clear focus of reducing our environment footprints and extending our policies to our suppliers and partners. Our dedication has been recognized with the prestigious sustainability champion editor's choice award at the outlook planet sustainability summit and awards 2024.

We are at the forefront of India's energy transition, managing ₹38,971 crore Renewable Energy loans and aiming to increase this to 30% of our projected 10 lakh crore loan book by the year 2030.

Additionally, we have been honored with the Skoch ESG award 2024 for renewable energy financing, which underscores our commitment to sustainable finance and our significant contribution to green projects. Further, REC upholds exemplary standards of transparency, integrity and accountability in compliance with the Companies Act, SEBI Listing Regulations and other relevant rules, regulations and guidelines. Thereby reflecting our strong commitment to best governance practices and active stakeholders' engagement.

Now coming to Economic overview; the Indian economy has experienced remarkable growth positioning itself as the world's 5th largest economy with a GDP of about 4 trillion dollars as per International Monetary Funds Reports. Driven by sweeping business reforms, technological advancements and flourishing entrepreneurship landscape, government initiative has been instrumental in fostering microeconomic stability and creating an environment conducive to business growth.

The Government's proactive stance towards implementing reforms has focused on improving the business environment, attracting foreign Investments and fostering the growth of startups thus cementing India's status as a leading Global Economic Force.

In the financial year 2023-24, the total power generation reached 1,738 billion unit marking at 7% growth compared to the previous year. Further the installed electricity capacity addition during the year was 26 Gigawatt taking the total installed capacity 442 gigawatt by the end of the financial year 2023-24. The peak electricity demand has witnessed an all time high at about 240 gigawatt as compared to 215.9 gigawatt in the previous year. As the leader of G20 presidency in 2023 India led the charge in advance saying sustainable and tackling climate change aligning with the Summit declaration of one Earth one family and one future.

According to the Arena 2023 Global Ranking, India ranks 4th globally in Renewable Energy installed capacity and 4th in Wind Power Capacity and 5th in Solar Power Capacity. As India aims to achieve 500 Gigawatt of non-fossil fuel based installed electricity based capacity by the year 2030 and reach net zero by the year 2070. Making it one of the most ambitious renewable energy's expansion efforts and in line with India's commitment. REC's renewable energy sanctions have surged to ₹1,36,516 crore in the last financial year 2023-24. A remarkable 539% increase from ₹21,371 crore in the previous year.

Now coming to the Power Sector Reforms; As of March 31, 2024 the Country's generation capacity has reached 442 Gigawatt with a major expansion plan for renewable energy. This growth sets the stage for a boost in the transmission and distribution sector. To support this the government has rolled out several schemes, and the ministry of power has introduced reforms like-

- The Electricity Amendment Rules
- Right of Consumer Rules
- Subsidy standard operating procedure to boost efficiency and consumer satisfaction.

REC actively financing transmission and distribution projects focused on-

- Improved systems
- Loss reductions
- IT implementations
- Consumer satisfaction

playing a crucial role in the sector's growth and the country's social economic progress.

Now coming to dividend; as one of the highest dividend paying companies among its peers the board of REC has recommended a final dividend of ₹5 per equity share subject to your approval for the financial year 2023-24. The total dividend for the financial year including the proposed final dividend amounts of ₹16 per share that is 160% of the paid up share capital compared to the ₹12.6 per share that is 126% of the of the paid up share capital for the financial year 2022-23.

The total dividend payout for the financial year 2023-24 including the proposed final dividend will be about ₹4,213.16 crore.

Now coming to the fund mobilization; during the financial year 2023-24, the foreign currency borrowing accounts for 29% of total borrowings, up from 25% of financial year 2022-23. REC mobilized funds of ₹1,46,747 crore from the market including ₹11,421 crore from 54 EC bonds, ₹42,437 crore from institutional bonds/subordinate debts and about ₹36,961 crore from foreign currency borrowing.

During the financial year 2023-24 REC was awarded for issuance of USD 750 million Green Bonds issued in April 2023. Marking India's first green bonds issuance post G20 presidency of India and the largest India Green Bonds tranche by a south and South East Asian issuer.

REC has also successfully issued inaugural Japanese yen 61.1 billion green bonds with 5 years, 5.25 year and 10-year maturities under our USD 10 billion Global Medium Term Note Program.

REC has received the “No Objection” from the Reserve Bank of India to set up a subsidiary in the International Financial Services Centre at GIFT City Gandhinagar which will enhance our presence in the Global market.

Now coming to the Corporate Governance; in today's environment governance is not about just following set up rules and regulations. It is about embracing a culture of ethical standard transparency and accountability and to improve it on a continuous basis. At REC, Corporate Governance is managing the businesses in an ethical and responsible manner geared to sustainable value creation for stakeholders within all regulatory frameworks. In alignment with our unwavering commitment to corporate governance REC implements a range of mechanisms to ensure both effectiveness and compliance at all time.

Now coming to our subsidiary companies; REC subsidiary that is REC Power Development and Consultancy Limited which is spearheading the national freedom monitoring system. The state of the art cloud based platform monitors the quality and reliability of the power. The national freedom monitoring system features a web based analytical platform enabling stakeholders to Generate Reports, Detect Trends and Identify Optimization Opportunities within the distribution networks with an-ambitious goal to cover about 2.55 lakh feeders across all DISCOMs nationwide already integrated 1.2 lakh feeders data from 40 DISCOMs across 20 States being actively collected marking and significance progress towards enhancing monitoring and analysis and decision making in the distribution sector.

Additionally, RECPDCL is implementing advanced material infrastructure projects nationwide. Further RECPDCL is also implementing the highest transmission line in India at about 5,550 meters above mean sea level, in Ladakh alongside construction of modern gas insulated substations in Nubra and Zaskar Valley of Ladakh.

During the financial year 2023-24, RECPDCL has reported an income of ₹390 crore and ₹149.64 lakh profit after tax. As on March 31, 2024, the net worth of RECPDCL stands at ₹567.17 crore.

Now coming to the risk management; REC has established a strong and resilient risk management framework that not only complies with the statutory requirement but also instills confidence among its stakeholders. The company is dedicated to further enhancing its risk management culture as demonstrated by several key initiatives. REC continuously conducts consistent reviewing of risk management Framework to aligned with evolving market dynamics and best industry practices.

This aims to ensure that REC risk management practices need Global standards across all functional areas. During the financial year various training sessions were held to raise awareness among REC employees about risk management covering topics such as risk registers, project risk categories, categorizations and cyber security.

Now coming to the Corporate Social Responsibility; during the financial year 2023-24, REC sanctioned project worth of ₹467 crore and incurred the highest ever expenditure of ₹255 crore on various thematic areas Surpassing minimum Statutory Requirement.

Further, the key initiative includes organizing a CSR symposium which brought together key stakeholders from the social sectors and the support athletes through our hundred crore rupees placed to the national development funds, who are now excelling around the Global stage. Additionally, we have launched the scheme to deploy mobile medical units from Primary Health Care in underserved districts across India. Our efforts have been recognized with several awards which were received during this year such as-

- Innovative Technology Development Award from IIT Madras
- The CSR Leadership Award 2023 at the 14th Agriculture Leadership Awards
- The CSR and sustainability award at the XIII PSE excellence Award
- The Mahatma award for CSR, Sustainability SER & ESC for Corporations and Public Sector Enterprises.

We are committed to continue impactful initiative in the coming years too. During the last financial year 2023-24, REC has received several prestigious accolades including in-

- “Excellent” rating of MoU signed under the Department of Public Enterprises (DPE) Guidelines of the Government of India
- Dun and Bradstreet Award 2023 for the ‘Best Central PSU’ in the financial services category; and
- The Golden Peacock Award in Risk Management category from the Institute of Directors; and
- We have also won First prize among power PSUs for implementing the official language policy
- The Issuer of the Year award at the 6th National Summit for the Corporate Bond Market by ASSOCHAM
- And the Best Green Bond- Corporate Award at the Asset Triple A Awards for Sustainable Finance

Now coming to the path ahead the Government of India is diligently addressing the dual objectives of ensuring energy security and facilitating an energy transition towards cleaner and sustainable sources. REC is determined to play its part in contributing to Country’s energy transition goals by continuing as government strategic partners to finance entire power sector value chain and by capitalizing on the new thrust areas by the government which includes upcoming renewable projects, energy projects and better energy storage, electric vehicles ecosystems along with the associating charging infrastructure, smart metering, hydrogen green ammonia etc.

Further our foray into Non-Power Infrastructure and Logistics and its diversification completions to our core focus areas. As India advances towards the vision of Viksit Bharat by the year 2047. REC continues to be a beacon of progress and sustainability. At the end I

would like to extend my heartfelt gratitude to the Honorable Minister of Power, the Honorable Minister of State for Power and Renewable Energy, Secretary Ministry of Power and all esteemed officials of Ministry of Power for their steadfast support and the visionary guidance. I also thank our holding Companies, the Power Finance Corporation Limited for their continued support and cooperation. I thank all the officials of Ministries of Finance, Ministry of Corporate Affairs, Department of Public Enterprises, Department of Investment and Public Asset Management, Niti Aayog, Reserve Bank of India, Security and Exchange Board of India, Stock Exchanges and the Depositories for their unwavering support to the REC.

I am immensely grateful for the unwavering support from all the statutory authorities and other professionals associated with the company. I extend my deepest thanks to all the Shareholders, Debenture Holders, Lenders, Borrowers and Customers all and related Stakeholders of the company including the Visionary State Governments, State Power Utilities and Dynamic Private Sector Entrepreneurs. Lastly, I am profoundly grateful to my esteemed colleagues on the board for the insightful contributions and to the entire REC workforce for their relentless dedication. With your invaluable support we will embark on a thrilling journey to elevate REC to an unprecedented heights.

Thank you and Jai Hind.

Shri J.S. Amitabh (CS)- Sir, I would also now like to request you take this opportunity to publish the report on ESG of REC.

Shri Vivek Kumar Dewangan (CMD)- I request all the Board members kindly release this ESG report.

Shri J.S. Amitabh (CS)- There is a short video I will request shareholder to kindly watch this short video on our sustainability report

(ESG Report 2023-24 Presentation)

Shri J.S. Amitabh (CS)- Thank you, sir, in the meantime I would also like to welcome our Government Nominee Director who has just joined physically, so, welcome Mr. Shashank Misra to the AGM, Sir.

Now, we come to the business of the meeting sir. The notice of the 55th AGM along with the annual report containing the Board's report, Auditor's report and Audited Financial Statement etc. have been sent to the shareholders and holders of the non-convertible securities through email. The same are also appearing on the company's website hence with your permission the notice is taken as read. The Statutory Auditor of the company have audited the standalone and the consolidated financial statement of the company for the Financial Year 2023-24. The statutory auditors have given their report without any qualification reservation adverse remarks or disclaimer. Further the C&AG of India has also given Nil comments on the audit Standalone and Consolidated financial statement of the company for the Financial Year 2023-24. The Secretarial Auditor in their report for the financial year 2023-

24 have commented that the number of independent directors on the board headed by an executive chairman were less than 50% of board members. During the period from April 1, 2023 to January 31, 2024. In this regard the reply of management is that REC is a Government Company and as per the provision of Article 91 of the Articles of the Association of the Company, the power to appoint directors vests with the President of India acting through Ministry of Power and the company has no role in the appointment of the Directors on its Board. The company has been requested and followed up with the Ministry of Power for the employment of Independent Directors on its Board from time to time. Before we take up the item of business of our AGM, I would also like to inform the members that in compliance with the applicable provisions of the Companies Act, 2013 and SEBI Listing Regulation, the Company had provided a remote e-voting facility to all shareholders of the company from Saturday, August 17, 2024 to Monday, August 19, 2024, to enable them to cast their votes electronically on the items mentioned in the notice of AGM. Those shareholders who have already cast their vote through remote e-voting process would not be able to cast their vote again in the AGM. However, if you have not cast your vote earlier you would be able to cast your vote in the AGM through e-voting facility provided on the NSDL platform. There would be no voting by show of hands.

Now I would read the item of business one by one-

The item number 1 of the notice through ordinary business; to receive, consider, approve and adopt the audited standalone and consolidated financial statement of the company for the financial year ended 31st March 2024, along with the reports of the Board of Directors auditors and the comments of the Comptroller and Auditor General of India there on.

Now we come to the item number 2 of the notice that is also ordinary business to take note of payment of first, second and third interim dividend and declare a final dividend on equity shares of the company for the financial year 2023-24.

Now the item number 3 of the notice to appoint a director in the place of Shri Manoj Sharma who retired by rotation and being eligible offers himself for reappointment.

Now the item number 4 of the notice is to fix the remuneration of the Statutory Auditors for the financial year 2024-25.

Now we come to the special business of the notice and item number 5 of the notice through the ordinary resolution appointment of Shri Harsh Baweja as Director (Finance) of the Company.

Then we go to item number 6 of the notice that is to increase the borrowing limit of the company.

The next item number 7 of the special business to be passed by special resolution is to create a mortgage or charge on all or any of the movable and immovable properties of the Company.

Then we come to the last 8th item of the notice, that is the approval for the private placement of the security.

Further I would like to inform you that the complete text of the above resolution proposed in the ordinary and the special business and explanatory statement thereof are appearing in the notice of the AGM. E-voting on the resolution can be done by the use of an e-voting link appearing on the NSDL platform that is www.evoting.nsdl.com.

Result of the voting will be declared by the scrutinizer after counting of all the votes cast through remote e-voting and e-voting done in the AGM today. The consolidated voting result would be announced within the prescribed statutory timeline on the website of the company and will also be file with the stock exchange where the shares of the company are listed. Meanwhile with the permission of the chair we can now proceed with the question and answer session.

Shri Vivek Kumar Dewangan (CMD)- I now invite the Speaker Shareholders register to express their views and comments if any on the items of business of this meeting.

Shri J.S. Amitabh (CS)- Before we start the question answer the speaker shareholders are requested to keep their question brief and concise in the interest of the time and to provide opportunity to maximum shareholder. It is requested to keep your questions/comments for a maximum of 3 minutes. Kindly ensure good connectivity and minimum background noise at your end so that we can hear you clearly. For the sake of avoiding repetition all questions will be answered together at the end. Speaker shareholders can unmute their audio when their names have been announced and mute the same when the question is over.

Now, I call Mr. Santosh Kumar Saraf to kindly join the meeting and raise your points

Mr. Santosh Kumar Saraf- माननीय सभापति जी उपस्थित निदेशक मंडल के सदस्य गण, अधिकारी गण और कर्मचारी गण मैं संतोष कुमार सराफ कोलकाता से आप सभी को राम-राम कहता हूं। आशा करता हूं जीतने भी आप डायरेक्टर भाई है और कर्मचारी हैं, आप सभी अच्छे स्वास्थ्य में होंगे। सर आपने ही बहुत अच्छे से बता दिया इसीलिए मेरा कोई प्रश्न है तो नहीं, पर मैं सिर्फ प्रश्न यह है कि प्रधानमंत्री हर घर मुफ्त बिजली योजना में आप कैसे पार्टिसिपेट है और रूफटॉप सोलर स्कीम में भी आप किस तरह पार्टिसिपेट कर रहे हैं सर। साथ ही मैं यह भी जानना चाहूंगा कि हम कॉस्ट रिडक्शन के लिए क्या कदम उठा रहे हैं और कैपेक्स के लिए भी हमारा क्या प्लान है। अब सर ज्यादा मैं कुछ नहीं कहूंगा हमारे जितने भी एम्पलाई हैं उनका और उनकी फैमिली का भी आभार प्रकट करना चाहूंगा जो हमारी कंपनी की ग्रोथ के लिए बहुत अच्छा काम कर रहे हैं। इस बार अपने डिविडेंड भी काफी अच्छा दिया है सर इसके लिए भी आपका धन्यवाद सर। कुछ डिस्प्यूट केसेस है जो 16 साल से पेंडिंग है उसके बारे में क्या कदम है, वो बताइयेगा। एक बार फिर से आप सभी को आने वाले त्योहारों की शुभकामनाएं देने के साथ मैं यह प्रार्थना करता हूं कि कंपनी के सभी कर्मचारी तथा उनके परिवारों के लिए आने वाला वर्ष मंगलमय हो तथा अगले वर्ष हम सब नई ग्रोथ और नए ग्रोथ के साथ दोबारा मिलें। जयादा समय न लेते हुए, आप सभी को धन्यवाद देता हूँ, सेक्रेटरी एंड सेक्रेटेरियल टीम का भी आभार प्रकट करता हूँ। धन्यवाद सर नमस्कार, राम राम।

Shri J.S. Amitabh (CS)- Thank you Mr. Saraf now I will request Mr. Kaushik Sahukar to kindly unmute your mic and join the meeting. Mr. Kaushik Sahukar please join the meeting.

Mr. Kaushik Sahukar- Respected sir and distinguished guest good morning to all. It is truly an honor to stand before this National gathering today. And accept my heartfelt gratitude to the board for granting me the opportunity to be a part of this event. First and foremost, I would like to comment on the chairman Mr. Vivek Kumar Dewangan for his comprehensive presentation on the state of our company. That itself is so thorough that I find myself with no question. Though as a speaker it's my duty to enquire, therefore my only concern is could you please throw some light on the projects recently undertaken and achieved in the year 2024 and has REC signed project to finance rupees ₹16,000 crore worth highway projects. Its current status, any date of completion and expected revenue from its venture.

Before I conclude, I want to express my sincere gratitude to the secretary team specially Jyoti, Shubhra and his team and their efforts in connecting with me for this memorable event. I also say company's support associating with me in the area of certification audit including form 15 (c) (b). I believe corporate social responsibility is about assisting those who need adequate time specially when they have reached resourceful help. I have been impressed by the company's CSR initiatives. Especially those who are dedicated to especially abled individuals. Those efforts reflect the commitment to empower and make a positive difference in the lives of those who really need them the most.

Above all I really felt it important to share why my request which I listed from time to time will be unaddressed. I fully recognize that the management has numerous critical responsibilities which may have concluded to delay. Despite this I continue to have faith in the company's value agreements. Hopeful that this year our request may be given due consideration. Engaging with me in (Audio not clear) audit would not be a support of livelihood but also allow me to maintain the dignity and self-respect that I strive for. Sir I request you to please empathize with us. I am confident that our chairman sir Mr. Vivek Kumar, our CS Jyoti Shubhra will see merit in my request and take it under thoughtful consultation. Sir and on a lighter note given our shift to a virtual meeting maybe next time we should consider a Hi-Fi competition to keep things lively. Before I end my speech, I would like to say, please understand:

"वो कहते हैं कि ज़िंदगी को जीना आसान नहीं होता, वो कहते हैं कि ज़िंदगी को जीना आसान नहीं होता ज़िंदगी को जीना आसान बनाना पड़ता है कैसे कुछ सब्र करके कुछ बर्दाश्त करके और बहुत कुछ नज़र अंदाज़ करके"

understand this, so don't ever think that my way is a highway. Be humble, in my view humanity is the strongest character in human beings. Thank you all for your attention.

Shri J.S. Amitabh (CS)- Thank you Mr. Sahukar. To the next shareholder Mr. Milan, Mr. Milan kindly unmute your mic and join the meeting. Mr. Milan, please join the meeting.

Mr. Milan- So, first of all I would like to greet everyone who is present in the meeting and thank you so much for this opportunity and it was really a good experience attending this

meeting. I would also like to thank Sanjoli madam and Dinesh ji along with Mr. Bharat who coordinated and allowed me to join this meeting. Due to their continuous follow up only I was able to attend this meeting on time. I only have a quick query on which I would like to understand the current share value is fair which I feel for the REC, but I wanted to check what other things which have been done improve to shareholder's value. That's it from my end. Thank you.

Shri J.S. Amitabh (CS)- Thank you very much Mr. Milan now we will move to Mr. Manoj Kumar Gupta. Mr. Gupta, please unmute your mic and join the meeting.

Mr. Manoj Kumar Gupta- Hello everyone this is Manoj Kumar Gupta joining this meeting from my residence. I wanted to thank you and your entire team for giving a good return to investors in the stock market. I would like to thank our visionary and beloved Prime Minister Shri Narendra Modi ji who always inspired the power industry to boost the power sector in the country by way of solar and renewable energy. So what is the plan in that regard? Can you throw some highlight. Will you go with Solar and renewable energy also and list that company in the stock market by giving the shares to the existing stakeholders of REC and power sector will boom and power demand will take a height are we ready to fulfill their demands of power sir. I strongly support all the resolutions.

I strongly support the move that you and your entire team of Management have taken that we will get a good return in the coming time. I believe our share price will be raised in 4 digits because 3 years back my share price was 100 rupees. Now this is more than 600 rupees. This has gone more than five times to our share price under your leadership. Such a type of leadership should be there who can return a good price to the employees and the investors. As I said, for the employees also because they are doing the hard work in winter, summer and rainy season and do something for them and their family that they can also understand that the company is behind us and we can go with the company at any cost so we take the company to new heights in the coming time. Thank you very much.

Shri J.S. Amitabh (CS)- Thank you very much Mr. Manoj Kumar Gupta Ji, now I request Mr. Bhavya Nailwal kindly join the meeting. Mr. Bhavya kindly unmute your mic and join the meeting

Mr. Bhavya Nailwal- Good morning everyone at the outset it was a very promising chairman's speech. I feel privileged to be a shareholder with REC. Sir, my question is what role is being played by REC in Pradhan Mantri Surya Ghar Muft Bijli Yojana of Government of India. Specifically in regard to the revenue model of REC in the scheme and as the scheme is on an online model likewise one needs to register an online portal. What if someone, registers on an online portal then how REC is going to be taken care of that project. Next, as it extends to only 1 crore household can you please provide the number of households who have availed this scheme as on date sir. Next step is sir as stated in the annual report many sponsorships given to various sports events in the PSU sector can you please highlight your views on that. As REC is also recruiting sports persons in our organization for giving them a sustainable livelihood. Further to this sir it is always going to be if the AGM is held through VC as it provides opportunity to attend from remote locations as everyone is busy in their

own livelihood and one is working somewhere or as an employee of some other organization. So, it is good that AGM is conducted through VC and at reasonable time also. And further it is very nice that the annual report is very well designed and drafted details of all material and non-material items were specifically mentioned. So it gives us better decision making power. At last I would like to thank the compliance and the CS team which is very cooperative resolving minute queries at every stage. Today, I also received multiple calls before and after joining the AGM. So, thank you so much sir. Thank you for your time.

Shri J.S. Amitabh (CS)- Thank you very much Mr. Bhavya Nailwal, now we go to Mr. Raju Verma, Mr. Raju Verma please unmute your mic and join the meeting.

Shri Raju Verma- नमस्कार जी मैं राजू वर्मा, शेयरहोल्डर, नई दिल्ली से बोल रहा हूं। मैं आप सभी का तथा सेक्रेटेरिएट डिपार्टमेंट का धन्यवाद करता हूं जिन्होंने मुझे इस 55th एजीएम में बोलने का मौका दिया। सर हमारी यदि कोई भी क्वेरी होती है और हम मेल करते हैं तो सेक्रेटेरियल डिपार्टमेंट से हमें instant रिप्लाई मिलता है और यह दर्शाता है कि हमारी कंपनी एक इन्वेस्टर फ्रेंडली कंपनी है। सर मैं सभी रेजोल्यूशन का समर्थन करता हूं साथ ही अध्यक्ष जी कि स्पीच इतनी ट्रांसपेरेंट है कि पास्ट, प्रेजेंट और फ्यूचर के बारे में सब कुछ बता दिया गया है। सर हमारी मैनेजमेंट टीम भविष्य में यदि कोई भी प्रस्ताव लाती है तो वह भी कंपनी के हित में होगा। सर मेरा सवाल यह है कि हम सीएसआर एक्टिविटीज में हर साल कितना खर्च करते हैं, अगर आप बता सके। सर फ्यूचर में एजीएम मीटिंग VC mode से करिये ताकि कोई भी व्यक्ति कहीं से भी इस मीटिंग से जुड़ सकता है। अंत में कंपनी के सुखद भविष्य की कामना करता हूं।

Thank you very much Sir

Shri J.S. Amitabh (CS)- Thank you very much Mr. Raju Verma, now we go to Mr. Gautam Nandi. Mr. Gautam Nandi please unmute your mic and join the meeting

Mr. Gautam Nandi- A very good morning and namaskar respected Chairman, Board of Directors and my online fellow Shareholders myself Gautam Nandi from Kolkata, a very old equity shareholder of your company. So, firstly I would like to give thanks to your secretarial department for rendering very good services to your minority shareholders. As I have received the annual report and also the hard copy of your annual report which I have already received in advance. Specially thanks to your company secretary Mr. J.S. Amitabh, a very sober, well behaved as well as dynamic person and his assistant Mr. Dinesh Garg, who has recently joined and who is very well known to me from many years. He is also a very good person and his whole team of your secretarial department for rendering very good support and services to our minority shareholders. Sir, you are organizing your Annual General Meeting here through video conference and I find it's again a success from previous years. Sir, I have received your wonderful annual report which is very very attractive and informative. Sir, you have provided in detail the performance of your company in the annual report and Chairman sir your speech is remarkable and very encouraging. I find very good performance in every segment even in these challenging years. Sir we have received an excellent dividend which is the highest ever which is 16 per share. I am very happy. Sir, I would like to know what is your road map for the next 3 to 4 years specially related to the growth of our company. Sir, how many employees do we have both permanent and non permanent. Sir in the year 2022 you

had issued bonus shares to the minority shareholders in the ratio of 1:3 basis. Sir, May I expect that again bonus shares from your end in near future please tell us. Sir your CSR is also remarkable so please keep it up. Sir, please continue this VC meeting so we may join from anywhere. This VC meeting is very important for all the shareholders. Split up your stock from rupees 10 into rupees 5 or rupees 2 or Rupee 1 please answer sir. Sir Your share price is approximately 600 which is almost all time high very please to say I got huge and nice appreciation in your stock. Obviously I am very happy sir also I am very proud to be a shareholder of your company. Sir there is one request from my end if the situation permits: do something at least for your shareholders. This is nothing but a token of love sir maybe dry fruit or something sir please consider. So, I wholeheartedly support all resolutions which we have already casted through e-voting. Looking forward with a positive outlook towards our company with higher profit margin, handsome dividend 1:1 bonus and return.

May god bless you sir stay safe stay healthy. Thank you sir very much. Signing off as Mr. Gautam Nandi from Kolkata

Shri J.S. Amitabh (CS)- Thank you very much Mr Nandi now we will go to Mr Govind Singh, Mr. Govind Singh please unmute your mic and join the meeting sir

Mr. Govind Singh- Good morning Respected CMD sir other eminent and distinguished dignitaries, Company Secretary J.S. Amitabh ji present on the dais and my fellow shareholders. My name is Govind and I am from Uttarakhand and I have a pleasure to speak in front of the learned Directors. Our CMD has given a beautiful speech and clear picture regarding the company in all parameters thank you very much CMD sir. At the outset we thank you for the outstanding profit and a very good amount of dividend for the previous year. The annual report of this year is fantastic and very attractive and I am sure that it takes a lot of hard work and dedication from the whole company secretary team and for this hard work we need to give a compliment to all of them. CMD sir a few people from the compliance team who are constantly in touch with us and have extended, valuable, invest themselves and count response many thanks for that. I honestly requested our respected CMD please continue with the VC meeting so that we can pick up call over the world, I will have the opportunity to express the views. Sir, I have a few questions. My first question is what is the future of our company in the next 5 years and the second one is how we are increasing our company revenue in the near future. At Last, I strongly support all the resolutions put forward in today's meeting and wish you and the board members all the very best of luck.

Thank you so much.

Shri J.S. Amitabh (CS)- Thank you very much Mr. Govind Singh ji, now we go to Mr. Ajay Kumar Jain, Mr. Ajay please unmute your mic and join the meeting.

Mr. Ajay Kumar Jain- नमस्कार चेयरमैन, साहब मैं दिल्ली से अजय कुमार जैन कंपनी का शेयर होल्डर बोल रहा हूं। आज मीटिंग में जुड़ने का उद्देश्य अपने यशस्वी अध्यक्ष साहब की वर्चुअल मीटिंग में उनकी स्पीच सुनना था। आशा से भी बढ़कर आपने अपनी चेयरमैन स्पीच दी है। हर बिंदु पर आपका स्पष्टीकरण अद्भुत था मुझे ऐसा नहीं लगता कि उसके बाद किसी भी प्रश्न को

पूछने की कोई गुंजाइश रह गई होगी। यदि किसी ने भी कोई प्रश्न पूछा है तो यह उनकी इच्छा होगी पर मैं आपकी स्पीच से बहुत अधिक संतुष्ट हूँ। इस वर्ष आरईसी कंपनी की 55th वार्षिक मीटिंग की है। जिसके लिए मैं आपको और आपके नेतृत्व को तथा सभी डायरेक्टर्स को शुभकामनाएं देता हूँ। आदरणीय प्रधानमंत्री का जो सपना है कि हर घर में बिजली पहुंचाना चाइये, वो, इसमें हमारी कंपनी फाइनेंस के माध्यम से बहुत बड़ी सहायक है। आपकी तथा आपके बोर्ड की सबसे बड़ी खासियत जो मुझे नजर आती है वह है कि आप दूरदर्शिता से काम लेते हैं और वैसे ही निर्णय करते हैं। आप इसका यथासंभव ध्यान रखते हैं कि किस तरह कंपनी को अधिक से अधिक लाभ पहुंचाया जाए और उसका यथोचित मुनाफा शेयर होल्डर भी हासिल कर सकें। इस मीटिंग में मैं अपने दो-तीन सुझाव देना चाहूंगा मेरा पहला सुझाव है कि इस बार भारत में बाढ़ का काफी प्रभाव रहा है तो अबकी बार यदि सीएसआर एक्टिविटी में हमारी कंपनी बाढ़ प्रभावित क्षेत्र में अपना अंशदान बढ़ाने पर बोर्ड विचार करें और यदि अब कभी बोर्ड मीटिंग हो तो उसमें बोनस शेयर या स्प्लिट को लेकर भी चर्चा हो उसकी तरफ से हमारे चेयरमैन साहब प्रस्ताव जरूर रखें। यदि ऐसा संभव हो सके तो यह अति उत्तम होगा, क्योंकि हम आपके नेतृत्व में अपना निवेश और अधिक बढ़ने की कामना रखते हैं। इस कदम से हमें काफी प्रोत्साहना मिलेगी क्योंकि हमारी कंपनी का शेयर प्राइस सर्वदा बढ़त बनाए हुए ही रहता है। दूसरा यह कि जितना आपने प्रोजेक्शन बताया है तो हम 2024-25 में अच्छे डिविडेंड की अपेक्षा अपने बोर्ड से रख सकते हैं। यदि इसका भी आप कोई संकेत हमें मिल सके तो हमें खुशी होगी। आपके दिशा निर्देश के अनुसार हमारी सीएस टीम ने इस मीटिंग को औपचारिकता ना समझ कर पूर्णता दायित्व से निभाया है कोई फॉर्मैलिटी नहीं की सर परस्यू भी किया है और बीच मीटिंग में भी किया है। आपकी दिशा निर्देश और कुशलता यह दर्शाती है कि किस तरह हर शेयर होल्डर आपसे जुड़ा रहे साथ ही मैं इस प्लेटफार्म के बारे में भी कुछ कहना चाहूंगा की अच्छी सिग्नल कॉलिटी है सर ऐसा प्रतीत होता है कि जैसे हम आपके समक्ष ही बैठे हैं जैसे हम फिजिकल में बैठे थे, अपने माध्यम बहुत अच्छा चुना है। सर आपके चेहरे की स्माइल को देखते हुए मुझे यह संकेत मिल रहा है की आने वाला समय शेयरहोल्डर के लिए कोई ना कोई सुखद समाचार लेकर आएगा। आपकी कार्य प्रणाली से खुश होते हुए भविष्य में भी इसी आशा और विश्वास कि कामना के साथ मैं आपसे विदा लेना चाहूंगा।
धन्यवाद सर, शुभकामनाएं जय हिंद

Shri J.S. Amitabh (CS)- Thank you Mr. Jain. Now, we go to the next shareholder, Mr. Mukesh Kotnala, Mr. Kotnala please unmute your mic and join the meeting

Mr. Mukesh Kotnala- Good morning sir and Good Morning to all also. मैं मुकेश from उत्तराखंड, इन्वेस्टर हूँ आरईसी लिमिटेड my डीपी नंबर इस 5926 1979 और अपनी स्पीच को मैं बहुत कॉन्साइज तरीके से कहूंगा। सर मैं 4 पॉइंट में अपनी बात रखने का प्रयास करूंगा।

पहला वार्षिक रिपोर्ट के बारे में है जो रिपोर्ट मुझे मिली है, यह बहुत अच्छा और बहुत प्रभावशाली है, इसमें हर पॉइंट को बहुत अच्छी तरह से समझाया गया है और दूसरा पॉइंट है सर, डिविडेंड, हमें समय-समय पर बहुत अच्छा प्रॉफिट मिला है। And third point is investor का है- निवेशक की जो हम लोगों को एक समस्या रहती है जैसे जो हमारी शिकायतें रहती हैं सर उसके लिए कुछ ज्यादा फॉलोअप करना नहीं पड़ता है। वह सभी समय के अनुसार प्रबंधन हो जाते हैं। सारा कुछ बहुत अच्छे से

चल रहा है। आखिरी में मैं आप लोगों से एक जानकारी चाहूँगा कि गुजरात का जो प्लांट है उसकी अपडेट के बारे में कुछ डिटेल में बताएं।
धन्यवाद सर ।

Shri J.S. Amitabh (CS)- Thank you very much Mr. Mukesh, Now we go to Miss Bharti Sharaf. Miss Bharati please unmute your mic join the meeting.

Miss Bharti Sharaf- Thank you Chairman and esteemed Board Members my name is Bharti Saraf a shareholder from Kolkata. Due to my ill health, I was not able to join the meeting. I would like to thank you for letting me express my views through this recording. Since our company's performance has been really good I would like to thank all the stakeholders for this. I have a couple of queries. First of all, what is the company's plan for CAPEX and secondly what is the company doing with regards to women empowerment.
Thank you

Shri J.S. Amitabh (CS)- Thank you very much Miss Bharti now we go to Mr. Praveen Kumar. Mr. Praveen Kumar kindly unmute your mic join the meeting sir.

Mr. Praveen Kumar- Sir, A very very good morning to my respected Chairperson, esteemed board of directors and my fellow shareholders, myself Praveen Kumar joining this meeting from New Delhi. I have a few observations which I love to share with the entire house but before that in this financial year this is our first interaction with the management. So I wish the entire management team and each and every employee of our company a happy and prosperous future. Coming now to my observation, the respected chairperson it was the most excellent address to the shareholders under your review. I am very very happy to be a part of such a legacy such a growing company as far as the share prices is concerned that is putting at 52 week, all time high. As far as my investment is concerned that is growing in a very very satisfactory remarks sir and due respect to my earlier speaker they asked questions about operations, future growth and CSR so I don't want to repeat them just for the sake of repeat. But yes, I salute to your leadership, the dedication you have that devotion along with the professional team to create sustainable growth for retail investor. I am very very thankful to you. Yes, I highlight CSR activities with due respect to my earlier speaker- our management is always there to respect the vision of our respected PM Mr. Narendra Modi ji as per as supply and demand is concern, as per as a CSR activities are concerned to built India in a very very unique way to help the lowest part of our society to make sure they will be strengthen their life in terms of livelihood in terms of education in terms of shelter and power so and so. Sir, I wholeheartedly supported all the resolutions which you set out for today and I am very very thankful to our respected CS, Mr. Amitabh, Mr. Kumawat and Mr. Sahil rendering high standards of corporate governance to the retail investors like me. That truly boosted our morale. This is the company who throughout the year listened to us and cared for us. It was always a red carpet welcome under your able direction. That truly boosts our morale as per our investment is concerned in the company. I am very very thankful to the entire management team for giving me this opportunity to share my views and express my observations. I just pray to God that he will bless you with all the positivity. So you will keep that momentum in the future growing at a healthy rate and will get a regular dividend.

And at the same time which is more important not because I am a shareholder of this company but because I am a citizen of this country India that you are building in India in a very very constructive way. So, thank you respect Chairperson and God bless you wish you all the luck and all the best thank you very much for this. Jai Hind.

Shri J.S. Amitabh (CS)- Thank you very much Mr. Praveen Kumar. Now we go to the next shareholder, Mr. Narendra Chauhan. Mr. Narendra Chauhan please unmute your mic and join the meeting.

Mr. Narendra Chauhan- Good afternoon Chairman Sahab, Board of Directors and Fellow Shareholders.

सर सबसे पहले तो मैं कंपनी सेक्रेटरी साहब का धन्यवाद करना चाहूंगा। जिन्होंने मुझे इस पोर्टल पर बोलने का मौका दिया और पूरे सेक्रेटरी डिपार्टमेंट का भी मैं धन्यवाद करना चाहूंगा जिन्होंने मुझे बार-बार कॉल करके हमें बताया की आपका ये नंबर है। सर हमारी किसी भी प्रकार की कोई भी क्वैरी होती है तो हमें उसका तुरंत रिप्लाई मिलता है। सर मेरे सभी प्रश्न चेयरमैन साहब की स्पीच में पूरे हो चुके हैं और मैं आज के जितने भी रेजोल्यूशन का समर्थन करता हूं। धन्यवाद सर। Thank you so much Sir.

Shri J.S. Amitabh (CS)- Thank you very much Mr. Narendra Chauhan ji now we go to our next shareholder Mr. Surendra Kumar Arora. Mr. Arora kindly unmute your mic and join the meeting sir.

Mr. Surendra Kumar Arora- नमस्कार, चेयरमैन साहब मैं सुरेंद्र कुमार अरोड़ा नोएडा से इस मीटिंग को अटेंड कर रहा हूं। सबसे पहले तो मैं चेयरमैन साहब को बधाई देना चाहता हूं सर आपकी स्पीच बहुत बढ़िया थी और बहुत इनफॉर्मेटिव थी। साथ ही आपकी प्रेजेंटेशन भी बहुत शानदार थी। मेरा पहला सवाल आपसे यह है कि क्या हम लोग बोनस और स्प्लिट के बारे में कुछ सोच रहे हैं उसके बारे में बताएं। यह भी बताएं कि हम जो सीएसआर एक्टिविटी करते हैं उसमें सीनियर सिटीजन के लिए क्या प्रावधान है कंपनी में। मैं आपके सभी रेजोल्यूशन का सपोर्ट करता हूं तथा खासकर मैं कंपनी सेक्रेटरी का धन्यवाद देना चाहता हूं क्योंकि उन्होंने इस मीटिंग से हमें जोड़ने के लिए तथा आपसे बात करने के लिए। धन्यवाद, सर।

Shri J.S. Amitabh (CS)- Thank you very much Mr. Surendra Kumar Arora Ji now we move to the next shareholder Mr. Subhash Chandra Wadhwa. Mr. Wadhwa kindly unmute your mic and join this meeting

Mr. Subhash Chandra Wadhwa- Respected Chairman and Board of Directors good morning my name is Subhash Wadhwa and I have joined from New Delhi. I first of all congratulate Mr. Chairman sir and the entire management of REC for doing very well during the financial year 2023-24. Our secretariat department under the leadership of Mr. JS Amitabh sir is very proactive and I am happy that we get responses from them very quickly. Thanks for configuring my name as a speaker. I support all the resolutions of the company. I want to

know from Mr. Chairman sir how the company is planning to grow its business in the coming 3 to 4 years time. I also want to know from Mr. Chairman sir whether the company is planning for a bonus issue or stock split issue.

Thank you sir.

Shri J.S. Amitabh (CS)- Thank you very much. Mr. Subhash Chandra Wadhwa now we request our chairman to kindly reply to the shareholders sir.

Shri Vivek Kumar Dewangan (CMD)- Good afternoon shareholders for sharing your valuable input and valuable suggestions given to us.

We will start with Mr. Santosh Kumar Shroff ji he had asked about Pradhan Mantri Surya Ghar Muft: Bijli Yojana let me tell you that the Ministry of New and Renewable energy is the nodal ministry for this scheme and they have appointed REC as National program Implementation Agency for this Pradhan Mantri Surya Ghar Muft Bijali Yojana under this scheme we have to install 1 crore rooftop solar panels and the total outlay under the scheme is about ₹75,000 crore. The idea is that the customer should get 3,000 units of electricity free of cost. There has been a subsidy amount that has been increased substantially. In earlier schemes whatever subsidy was there in this Pradhan Mantri Surya Ghar Muft Bijali Yojana. The Subsidy amount has been increased quite substantially, like anybody is willing to install 1 kilowatt so total amount will cause ₹52,000 to ₹55,000. The Government is giving the subsidy of ₹30,000 for this 1 kilowatt capacity for 2 kilowatt capacity the Subsidy amount is ₹60,000 and for 3 kilowatt and above capacity the Government subsidy is limited to ₹78,000. With the enhanced subsidy amount some of the state governments are also given their additional subsidy like the state of Goa, Uttar Pradesh and Haryana and some other states are also given in the additional subsidy. Our Director (Projects), Shri V.K. Singh is spearheading this Pradhan Mantri Surya Ghar Muft: Bijli Yojana. I will request him, thereafter we will take some questions. You can give the details....

Shri Vijay Kumar Singh- श्री संतोष श्रॉफ ने जानना चाहा था कि इस स्कीम में कैसे पार्टिसिपेट कर सकते हैं, यह स्कीम पूरी तरीके से नेशनल पोर्टल के जरिए चलाई जाती है। जिसके माध्यम से स्कीम का पूरा एंड टू एंड इंप्लीमेंटेशन चल रहा है। आप pmsuryagarh.gov.in इस वेबसाइट पर जाकर अपने आप को रजिस्टर कर सकते हैं तथा रजिस्ट्रेशन के बाद आप वहां पर अप्लाई कर सकते हैं। एप्लीकेशन भरने के बाद बची हुई सारी फॉर्मैलिटी पूरी कर सकते हैं। जैसे- इनफार्मेशन ऑफ़ वैंडर्स अवेलेबल इन योर सिटी इससे जुड़ी हुई सारी जानकारीयां जैसे की कंसर्न डिस्काउंट की जानकारी भी आप वहां से प्राप्त कर सकते हैं। अगर आप पीएम सूर्य घर मुक्त बिजली योजना स्कीम पर किसी भी तरीके की कोई असुविधा होती है तो एक कॉल सेंटर भी बनाया गया है जहां पर आप 15555 पर कॉल करके पूरी जानकारी प्राप्त कर सकते हैं। मुझे उम्मीद है आपको आपके सवाल का जवाब मिल गया होगा यह दो माध्यम है जिनके जरिए आप स्कीम में रजिस्टर कर सकते हैं एक तो पोर्टल के थ्रू कर सकते हैं और दूसरा यदि आपको कोई असुविधा हो रही है तो आप कॉल सेंटर के जरिए भी आप अपनी जानकारी प्राप्त कर सकते हैं।

सीएमडी सर मैं भव्य नेहवाल के भी सवाल का उत्तर देना चाहूंगा

He had asked what is the total progress achieved in this particular program so far?

So, the total registration that has happened after the announcement of this scheme by our honorable Prime Minister on 13th of February, the total registration as on date stands at 1.3 crore total application received from the beneficiary is 17 lakh and total installation is completed is close to 3 lakh. I am very happy to share that so far close to 1,145 megawatt capacity has been installed as a rooftop solar system and close to ₹1,000 crore of subsidy has also been released to all the beneficiaries who had applied for the subsidy.

Shri Vivek Kumar Dewangan (CMD)- Thank you, Mr. Singh. Now I would take the question which was raised by Mr. Kaushik Sahukar Ji. He wanted to know what was the project sanction in the FY 2023-24. Let me give you a brief idea. In the last financial year, we had sanctioned projects worth ₹3,58,816 crore. The breakup was for the generation projects we had sanctioned for the convention projects like coal-based generation; we have sanctioned amount of ₹67,112 crore.

For renewable energy projects including large hydro-projects we had sectioned total amount of ₹ 1,36,516 crore, for transmission sector we have sanctioned projects worth ₹19,690 crore, for distribution sector we have sanctioned projects worth ₹82,304 crore, for infrastructure and logistic sector we have sanctioned projects worth amount ₹37,455 crore and for the under electromechanical components project we have section amount ₹3,114 crore. We have also sanctioned short-term loan and medium-term loan amounting to about ₹12,625 crore.

Now coming specifically for the renewable energy sector because that was the question of the house was, what kind of renewable energy we have sanctioned. In the last financial year, the breakup of ₹1,36,516 crore which we had sectioned are-

- We had sanctioned the solar projects amounting to ₹20,956 crore
- Solar module manufacturing units we had sanctioned project amounting to ₹21,565 crore
- Wind turbine manufacturing units we had sanctioned projects worth amounting to ₹3,195 crore
- Wind power projects amounting to ₹3,453 crore
- Hybrid Solar and wind projects we have sanctioned amounting to ₹10,098 crore
- Large Hydro projects we have sanctioned to amounting to ₹32,450 crore
- Small hydro projects we have sanctioned to amounting to ₹837 crore
- We had also sanctioned projects like this pump storage hydro project amounting to ₹28,304 crore
- Green Hydrogen Green Ammonia project we had sanctioned amounting to ₹8,000 crore
- The electric mobility segment along with the associated charging infrastructure we have sanctioned projects worth ₹7,214 crore
- Biogas and other projects were about ₹400 crore.

This was the breakup of the renewable energy project that we have sanctioned in the last financial year and if I take the total assets under management that is the loan book that has increased to ₹5,09,000 crore. Let me give you the breakup of the total assets under management continues about 28.52% amounting to ₹1,45,271 crore out of ₹5,09,000 crore.

So about 28.5% patterns with the coal base generation projects which we have already financed. Renewable energy segments constant about 7.65% that comes to about ₹38,970 crore and going forward as I had told in my opening speech that we are aggressively pursuing the energy transition efforts which are being steered by the Government of India. Government of India has embarked on a very ambitious journey of installing 500 gigawatt capacity of electricity from non-fossil fuel sources. That will entail a total investment of about 15 to 20 Lakh crore actually. So we are targeting a humble market share of about 20% of that market. We want to increase our loan book from the renewable energy portfolio by 3 lakh crore by the year 2030. As per the outstanding loan book out of ₹5,09,000 crore the distribution sector contributes about 42% amounting to ₹2,14,672 crore. The infrastructure logistics sector constitutes about ₹7,676 crore that is 1.5%. But we have also the Finance infrastructure sector parting with electromechanical components of Refineries and Irrigation projects etc. that amounts to about ₹45,875 crore that is about 9.01% of our total loan book.

Some of the shareholders had also asked what is our outlook for the next 3 to 4 years or 5 years. As I had told you, our strategy is that by the end of next 6 years by the year 2030. We want to increase our loan book from ₹5,09,000 crore to ₹ 10 lakh crore. We will almost double our assets under management in the next 6 years. For that every year we are targeting growth of about 15 to 17%. In the financial year 2022-23, our loan book had grown at the rate of 13% from ₹3,85,000 crore to ₹4,35,000 crore. But in the last financial year our growth has been 17% and our loan book has increased from ₹4,35,000 crore to ₹5,09,000 crore. So we would like to sustain this growth momentum. We are targeting that our loan book may go up to 20% from 17%. But on a conservative side at least we will be able to 15% growth in our loan book or even if we will be able to maintain this 15% growth in our loan book will be doubled by the year 2030.

Two distinguishing features are happening so far: our loan book of ₹ 5,09,000 crore, 89% is constituted by the state utilities like state discoms, state generation companies and state transmission companies. Most of our financing is used for the state sector, only 11% is for the private sector. This portfolio will see a change in the next 5 to 6 years because most of the renewable energy projects are coming to the private sector. So we anticipate that our lending to the private sector will increase from 11% to say about 30% by the year 2030 and the share of the state sector would be reduced from 89% to about 70%.

Two major thrust areas for us which is one of course, I have already shared with you which is renewable energy that we are targeting to build a loan book for about 3 lakh crore, for renewable energy portfolio. Second is coal based additional capacity- Ministry of power and Central electricity authority that is the technical arm of Ministry of Power, they have carried out the optimal generation mixed till the year 2032 and in that study they have indicated that since renewable energy is intimidated in nature the capacity utilization factors from solar power or wind power is about 20% to 25% only if we install 100 megawatt capacity our total

output would be about 20 to 25 megawatt only and Renewable energy is not available throughout the year because solar energy is available only in the day time, when sun is there and wind energy is available only if the wind is good enough, so the renewable energy is not meeting our base load, actually the peak load demand. Until unless we are able to develop a commercially viable storage system a lot of efforts are already going on to develop a commercially viable storage system like pump storage projects and battery energy storage projects. But until unless we are able to develop a commercially viable storage solution the coal base capacity will continue to provide the base load to meet the peak requirement of the country. From that perspective the Central Electricity Authority of India has estimated that the country will require an additional capacity of 94 gigawatt capacity out of this 94 gigawatt capacity about 20 to 25 gigawatt capacity would be installed by NTPC. But the remaining of about 70% of gigawatt capacity will come in the state sector and some of it will come in the private sector also. We are committed to provide financing to this additional coal based capacity most of this additional coal capacity is coming from the brown field projects. The power plant which are already there those who are completed their project life say 30-40 year they are getting retired as per the norms of Ministry of Environment and Forest and climate change and the state utilities are constructing as setting new power plants in the place of old retired power plant or there are some space available where the balance of plant could be utilize. So this additional coal base capacity is coming in this brown field only so about 70 gigawatt capacity we are targeting that REC and PFC will be able jointly Finance. So far the market share of the REC for conventional generation is about 20% from the 70 gigawatt capacity which will be coming from the state sector and private sector. We are targeting a market share of about 20% that will also add to our loan book.

Then the distribution sector, the revamp distribution sector, is playing a very crucial role as the Government Nominee Director Mr. Shashank Misra is present here; he is also working as joint secretary of distribution in the Ministry of power. He is there spearheading the reform majorly taken by the Government of India under Revamped Distribution Sector Scheme. The Revamped Distribution Sector Scheme is targeting to improve the financial and operational efficiency of distribution companies. In addition, the Ministry of Power also brought in this late payment surcharge rule that has helped the distribution companies to clear the dues of the generating companies and transmission companies. These two schemes RDSS and Late Payment Surcharge have played crucial role in improving overall financial health of the state utilities and distribution sector will continue to be main backbone because the highest finances we have done is in the distribution sector are only loan book ₹5,95,000 crore 42% has come from the distribution sector only.

Mr. Kaushik has also ask about the CSR initiative and some of the other shareholders have also ask about the CSR initiatives we are committed to spend 2% percent of our Profit After Tax like last financial year of 2023-24 our profit after tax was ₹ 14,019 crore 2% of this committed to spend for the CSR work. So about ₹ 280 crore we will have to spend for the CSR work for the last financial year profit and the Department of Public Enterprises tells us which are the thematic areas we have to spend the CSR amount. As per the guidance provided by the Department of Public Enterprises 60% of our CSR amount is being spent for health and sanitation related work. In addition to that we are also sanction some project as like to

the education sector rural development and we also joined hand with the Ministry of Sports we have signed and MoU with national sports development fund.

We are financing about ₹100 crore for 3 areas identified by the Ministry of sports one is Boxing second is a badminton and a third is athletics in these three strains we are spending about ₹100 crore over a period of 3 years.

Now let me take the questions Mr. Milan had asked: what efforts are being taken by REC to improve the shareholders' value?

Let me clarify that with the clear cut business strategy and with the robust project appraisal team project robust entity appraisal risk management divisions effort we are targeting to provide financing to those sectors where revenue generation is assured and where our repayment obligations would be met. And since as I told that not a new NPA has been added into equity in the last nine quarters. We would like to maintain this track record that none of the Asset which we have finance it should be not become non-performing asset in fact we are trying to resolve the stage asset which were there from the earlier a private sector coal based power plant and most of these stage asset we are targeting to resolve in the current financial year and we are targeting into become a zero net and NPA company by the end of this financial year.

Mr. Manoj Kumar Gupta had asked about renewable energy strategy and how the power sector demand is going to be financed by us?

So I have already covered this but let me reiterate that renewable energy strategy of REC is to cover entire spectrum of the renewable energy portfolio like I had already mention the Solar generation, then we are also covering wind generation, solar module manufacturing, wind turbine manufacturing units, we are also financing hybrid solar and wind projects, we are targeting to finance large and small hydro projects, we are also financing pump storage projects, the green hydrogen and green ammonia initiative, electric mobility is going to play a big roll in fact we are targeting to finance 50,000 electric buses. So far we have finished about 10,000 electric buses. Going forward we will be able to finance about 50,000 electric buses and the associated charging infrastructure.

With regard to demand for the power sector, how are we going to finance?

As I had covered in my speech that last financial year total power generation was 1734 billion units and power heading demand has increased by 7% and India has created a strategy to become a developed nation by the year 2047 in the next 23 years. We are aiming to become a developed country. So right now the per capita consumption of electricity in India is only one third of the world average. When we are trying to become a developed country, per capita consumption of electricity is bound to increase like for developed countries like the United States the per capita consumption of electricity is about 10 to 12 times of the world average. In the pursuit of becoming a developed country our power consumption will increase and so because of that the per capita consumption of power demand will also have increased and we will have to finance more of the generation projects. Be it conventional coal-based generation

projects or be it renewable energy projects, so in any case we have a good business opportunity.

Mr. Bhavya had asked a question about REC's Pradhan Mantri Surya Ghar Muft Bijali Yojana online portal which Mr. V.K. Singh had just covered let me reiterate that as national programme implementation agency REC is playing a crucial role of coordination. There are various stakeholders in the Pradhan Mantri Surya Ghar Muft Bijali Yojana scheme. Most important is the consumers who are going to install solar-panels on their rooftops. The rooftop owners are the first and the foremost important stakeholders than the vendors are there. The national portal has registered more than 7,000 vendors who will be providing these services for installation of solar panels.

So, we have coordinated with the vendors as per the requirement of the consumers which have registered on the national portal then we have also coordinated with the distribution companies. Most of the distribution companies have waived this technical visibility requirement and they do install net metering and they do check whether the installation has been completed or whether any enhancement load of the household is required or not. So the distribution companies are playing their role and we coordinate with the distribution companies also. Then another angle is that the sum amount which the Government of India grants of 60% and the remaining 40% amount has to be pulled in by the consumers. If he is not able to contribute 40% he can avail loan for that department of financial services has brought in the public sector banks they have committed to provide loan at the rate of 7% interest rate at only and Collateral loan will be provided to the consumers. We are also coordinating with the public sector banks who will be providing loans to the rooftop owners who are willing to install rooftop solar systems.

We are also carrying out a massive capacity building program information education and communication is also part of this strategy for implementation of rooftop solar. As per the guidance of the Ministry of New and Renewable Energy, REC is committed to provide a coordination role amongst all the stakeholders for Pradhan Mantri Surya Ghar Muft Bijli Yojana. As Mr. Bhavya had asked for sports support. We are supporting badminton, boxing and athletics over a period of 3 years. We are committed to give assistance to the team of ₹100 crore. With regard to recruitment of sports personnel there is not any specific policy but when recruiting people we do give preference to sports people. When a sports person applies we do give preference to them.

Most of the shareholders have favored that this AGM should be held through video conferencing and we will evaluate this next year. If possible we will continue with the VC or if possible we can also go with the hybrid mode of the conducting the Annual General Meeting. Those who cannot come to the AGM they can always attend through virtual mode through video conferencing

Mr. Raju Verma and a number of shareholders had appreciated the proactive role provided by our company's secretary secretariat. Let me thank all the shareholders for acknowledging the effort putting by our Company Secretariat Division.

Mr. Raju Verma had asked what percentage of CSR has been spent?

So I already had covered that 2% of our profit after tax we are committed to take up to this corporate responsibility and projects. But our contribution has to be more than 2% profit after tax.

Mr. Gautam Nandi had asked about the road map of 3 to 4 years and how many employees are there?

So the road map for next 5 to 6 years. I had already mentioned that we are targeting a growth of 15 to 20% and actually last year our growth was 17% so we will be able to sustain this growth momentum of 15 to 17% next 3 to 4 years.

With regard to employees strength our employees strength was about 513 and we are also recruited some new personal we had carried out advertisement about 127 personal against that we had filled up about 100 post.

So, our total employees will increase to more than 600 and some posts are still vacant and we are advertising those posts for filling up those vacancies at the earliest.

A number of shareholders have asked us about whether we are going to give bonus shares or splitting up shares?

Our Director (Finance), Mr. Harsh Baweja would be answering your question but let me just tell you up front that we are bound by the capital structuring norms of the Department of Investment and Public Asset Management that is DIPAM.

We go by that advice of DIPAM with regard to bonus share and splitting share I will request Mr. Harsh Baweja to throw more light on this issue.

Shri Harsh Baweja- As regards the declaration of bonus shares and splitting of the shares is concerned, there are certain DIPAM guidelines and every year we evaluate that and whenever these milestones are achieved on that basis we will evaluate the proposal and we will come back to you sir, thank you.

Shri Vivek Kumar Dewangan (CMD)- Mr. Govind Singh ji had asked about the future of the company in 5 years. So, I have already covered what will be our future growth till 2030.

Let me reiterate that the two main keys raised the growth in Renewable Energy portfolio and also Conversion Coal Base Generation additional capacity that is coming that will also provide us with a good opportunity for financing additional coal base capacity in the country.

You also wanted to know how we are going to increase our revenues?

Let me share with you that our revenue has been increasing consistently in the last 5 years. I do have figures that our total income has increased by 26% last year and we are targeting that our revenue will continue to see a growth of more than 20% next 4 to 5 years.

Mr. Ajay Kumar Jain ji has asked about the Har Ghar Bijli Scheme. I would like to share with you that REC was appointed as a nodal agency by the Ministry of Power, Government of India under Saubhagya Yojana that was to cover each and every willing household to be required for electricity. Under that Saubhagya Yojana scheme we had provided electricity to about 2 crore 86 lakh households under the Revamped Distribution Sector Scheme. We keep getting representation from the state that is some of the households, in some other tola, some habitation have been left out. For that also the Ministry of Power has made a provision under revamp distribution sector scheme and those additional households are also being provided electricity based on the request being received from the distribution companies.

In addition to that there are particularly vulnerable tribal groups. They are being specially targeted by our company. As each and every particular tribal group is also getting covered through the household electricity connection that we are targeting to complete these household electricity for particularly vulnerable tribal groups. REC is playing a role as a nodal agency of the Ministry of Power in respect of 19 states and union territories. That would be implemented as part of the revamp distribution sector scheme.

Mr. Ajay Kumar Jain also wanted to know whether we are supporting flood affected areas through CSR projects.

Yes, we are willing to consider those flood affected areas for that we had asked those states and areas which are unfortunately affected by floods based on the proposal which we are getting from the state governments we are open to finance them through. Sikkim as our Director (Projects) has mentioned that the state of Sikkim had already supported the flood which had happened last year in the month of October 2023. In the current year 2024 wherever the floods happen which have affected the population based on the proposal from the state government we are willing to support through the CSR activities.

Mr. Mukesh Katnula Ji has asked us about the Gujarat project update. So in Gujarat there are two projects under one is Sikka that is the state and Genco of Gujarat is installing an additional capacitor of 800 megawatt capacity. For which REC had already issued the sanctions for supporting this 800 megawatt capacity of power plant which is going to be in Sikka. In addition to that there is one Bhadreshwar plant which is Non Performance Assets (NPA) that we are in the process of resolving through the NCLT. The bids have already been received and the matter is pending in NCLT and hopefully resolve this Bhadreshwar power project in the current financial year itself.

Mrs. Bharti Saraf ji had asked our plant for CAPEX as REC per se we don't do CAPEX but we do projects that finance in covering the CAPEX. CAPEX related projects which are being submitted by the utilities which we are willing to support. Most of these CAPEX projects are coming through Renewable Energy Projects, Conversion Coal Base Generation Projects and Distribution and Transmission sector also so those CAPEX project we are willing to finance

and there will we see a growth of 15 to 17% in project financing pertaining to the CAPEX in the coming years.

Mrs. Bharti Saraf had asked about what steps are being taken for women empowerment?

In fact, we have started this initiative from our in-house effort. Our CSR team is led by a Lady officer Mrs. Taruna Gupta and Executive Director is leading our CSR initiative and she is proactively taking up those spiritual aims to help women empowerment.

Mr. Praveen Kumar ji had asked about operations future growth CSR.

So, the future growth we had already covered with regard to operations we are committed to improve our operational efficiency and with the memorandum of understanding that we have signed with the PFC as per the DPE guidelines there is clear cut weightage for the operational parameters and we are committed to adhere to our MOU targets. With regard to CSR you might remember that the honorable finance minister during her budget speech had introduced a new internship scheme, Internship scheme is being formed by the Ministry of Corporate Affairs in consultation with the Department of Public Enterprises REC is willing to support this internship program. In fact after this AGM we will have the board meeting in which we will consider this proposal for internship through CSR initiative.

Mr. Narendra Chauhan ji had appreciated the support provided by the Company Secretary and their Secretariat Division. Thank you Narendra Chauhan ji for your good and kind words.

Mr. Surendra Kumar Arora ji wanted to know about the CSR activity for senior citizens.

I would like to highlight that we had financed one old age home in Ladakh and that old age home is working very well and we would like to replicate this old age home model which we have supported to the CSR initiative. We are looking for this kind of initiative and we are committed to provide support to the senior citizens. If some viable and good CSR projects come to us and our Director (Projects) just mentioned that the REC Board had approved this setting of above hundred mobile medical units which will go to different remote villages that are specially to take care of senior citizens. Because senior citizens are not able to come to the Hospital or Community Health Centre aur sub-centers. Through these mobile medical units, we are targeting to reach senior citizens which are there in remote areas and far off villages in different parts of the country so that is also an initiative to support the senior citizens with regard to their health requirements. Last year, Mr. Subhash Chandra Wadhwa had asked about growth for 2 to 3 years and bonus share.

That issue we have already covered as Director (Finance) has already mentioned that bonus share or splitting share are bound by the guidelines by the Department of Public Asset Management DIPAM guidelines and we will take action as per the guidelines of DIPAM. With regard to bonus shares and splitting of shares.

Now, I request Mr. Baweja ji there is any other issue you would like to highlight then I request Director (Projects) give an overview.

Shri Vijay Kumar Singh- I think we probably have covered all the questions in quite and greater detail by our chairman, especially about the growth and what the company is likely to do in coming years. Specific vision related to what the company would be saying for the 4 to 5 years from now, we have a plan for 2030. Chairman sir repeatedly mentioned that the company which is close to ₹5.09 lakh crore company today will be doubled by 2030. So that is the vision on which the management and all the officers and Company's employees are working on. We are very actively participating in energy transition related initiatives of the Government of India providing major financing. Probably for the last year we may be the largest lenders who have extended total financial assistance close to ₹1,36,000 crore. So I think we are able to deliver on what we are actually committing. Another program major things that is happening as which CMD sir handled in much greater detail about the thermal capacity. So that is also going to help the company grow in coming years. Over to you Sir.

Shri Harsh Baweja- Actually, our CMD and Director (Projects) have covered almost each and every question so very few questions are left, and I supplement all what had been already said. As regards the cost reduction we are continuously concerned and evaluate the proposal on the merit of the case whenever we need funding at that particular time we evaluate the fund the borrowing cost and wherever we get the cheaper fund we go for that. And that is why our cost of borrowing has been reduced from FY 23 it was 7.28 now it has come down to 7.13 by the end of FY 24. And this is all because we choose for the diversifying borrowing mix and our ECB borrowing has also increased from 25% to 29% which has resulted in the reduction in the cost of borrowing. Similarly, one more question has been asked about a maximization of the shareholders values, as regard shareholder value, if you see that by the end of the year 2023 the share price was 132 rupees which has increased to 451 and nowadays it is 550 plus. Though the market price of the share depends upon the dynamics and the sentiments of the market we are here to perform and come it the best of the performance and which resulted in increasing the book value of the company which was at the end of FY23 was 219 Rs which has increased to 261 rupees. Similarly, return on the net worth has also increased from 20.35% to 22.17%. As regards to the bonus share and splitting share this matter has been already explained. The measures to increase the revenue we have been diversifying our portfolio aligning with the Government of India policy regarding their green and renewables. Similarly aligning our policy regarding investment in the infrastructure sector with the Atmanirbhar Bharat and Gati Shakti schemes. We have a huge committed business with us that has come in the last year. In the last year our sanction was ₹3,58,816 crore. Similarly, our sanctions and disbursement have also been increasing every year, which has good business opportunities in the years to come. If this business would be translated into the disbursements that will give us a good revenue every year. Thank you very much.

Shri Vivek Kumar Dewangan (CMD)- With this we have tried to cover all the questions asked in the Annual General Meeting. Thank you everyone for your keen interest in the business and working of the company. Over to you Mr. Amitabh.

Shri J.S. Amitabh (CS)- Thank you very much for giving a very detailed reply on the queries of the shareholders sir. With this we have come to the end of this proceeding of the 55th Annual General Meeting of REC. I would like to inform the shareholders that voting on the resolution proposed in the notice would be kept open for another 15 minutes. Now on the behalf of REC I take this opportunity to express my gratitude to all the shareholders of the company for their continued support and the keen interest you have shown by sharing your views in this AGM which would positively help the company in achieving its objectives. I thank you for your support and encouragement sir. I would also like to thank the representative of the statutory auditors and secretarial auditors for attending this meeting. I am grateful to the chairman and managing director and all the directors of the company for their continued guidance, vision and attention given to the business of the company. Last but not the least I would like to thank our e- voting agencies NSDL, registrar and transfer agent, event manager, administrative team and IT team for ensuring smooth conduct of today's meeting. Thank you very much sir.

Now I will request our Chairman and Managing director Sir to announce the formal closure of the meeting sir.

Shri Vivek Kumar Dewangan (CMD)- I announce the formal closure of business of the 55th Annual General Meeting of REC Limited. Thank you all for joining Jai Hind Jai Bharat.