

SECTION III ISSUE HIGHLIGHTS

Issue of non-convertible, non-cumulative, secured, rated, unlisted, redeemable, taxable Bonds in the nature of debentures of Rs. 10,000 (Rupees Ten Thousand) each for cash at par with benefits under section 54EC of the Income Tax Act, 1961, through Private Placement-Series XVI – On Tap Basis.

ISSUE	REC Capital Gains Tax Exemption Bonds-Series-XVI
CREDIT RATING	‘ICRA AAA’ by ICRA Limited. ‘CARE AAA’ by Care Ratings Limited. ‘CRISIL AAA’ by CRISIL Limited. ‘IND AAA’ by India Ratings and Research Private Limited.
ISSUE SIZE	Rs. 1500 Crore (Rupees One Thousand Five Hundred Crore) plus green shoe option to retain the oversubscription.
FACE VALUE	Rs. 10,000 per Bond (Rupees Ten Thousand).
ISSUE PRICE	Rs. 10,000 per Bond (Rupees Ten Thousand).
COUPON RATE	5.00% annually
ISSUE DATE	Issue Opening Date: April 1, 2022 Issue Closing Date: March 31, 2023 or at a date as may be decided by REC in its absolute discretion.
MINIMUM APPLICATION SIZE	Two Bonds of Rs. 10,000 (Rupees Ten Thousand) each (i.e. minimum Rs. 20,000 (Rupees Twenty Thousand)).
MAXIMUM APPLICATION SIZE	500 (Five Hundred) Bonds of Rs. 10,000 (Rupees Ten Thousand) each (i.e. maximum Rs. 50,00,000 (Rupees Fifty Lakh)) in a financial year (subject to provisions of Section 54EC of Income Tax Act, 1961, as amended)
MODE OF SUBSCRIPTION	Private placement.
CHEQUE / DRAFT TO BE DRAWN IN THE NAME OF	“REC Limited - 54EC Bonds” or ‘Rural Electrification Corporation Limited – 54EC Bonds’.
DEEMED DATE OF ALLOTMENT	Last day of each month in which the subscription money is received and credited to REC 54EC collection account.
INTEREST PAYMENT AND DATE	Annually on June 30 of each year
TENOR	5 (Five) years / 60 (Sixty) months from the Deemed Date of Allotment.
REDEMPTION / MATURITY	At par, at the end of 5 (Five) years / 60 (Sixty) months from the Deemed Date of Allotment.
TRANSFERABILITY	Non-transferable, non-negotiable and cannot be offered as a security for any loan or advance.
TRUSTEE	SBICAP Trustee Company Limited, Mumbai.
BANKERS TO ISSUE	HDFC Bank, Axis Bank, Canara Bank, ICICI Bank, Yes Bank, IDBI Bank, IndusInd Bank (for a list of designated branches please visit our website: https://recindia.nic.in/54EC)

Note:

- REC reserves the right to revise the coupon rate and/or extend and/or close the issue by giving notice on its website. The investors are advised to consult REC/Mobilisers, before depositing the application with the bank.
- All applications submitted but rejected by REC would be returned by REC to the Applicant / collection banker, without any interest.
- Application for minimum Rs. 20,000 (Rupees Twenty Thousand) (in multiples of Rs. 10,000 (Rupees Ten Thousand) thereafter) will be accepted, any amount received in fraction will be refunded to the investor without interest.

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