

MEDIA RELEASE

**IMPLEMENTING LARGEST DEVELOPMENT PIPELINE OF POWER GENERATION
PROJECTS OF 28,200 MW**

NET PROFIT OF Rs 37.22 CRORE (US\$ 7.93 MILLION) FOR THE QUARTER

TOTAL INCOME OF Rs 56.96 CRORE (US\$ 12.13 MILLION) FOR THE QUARTER

NET WORTH OF Rs 13,633 CRORE (US\$ 2.91 BILLION)

WORLDS LARGEST SHAREHOLDER FAMILY OF FOUR MILLION INVESTORS

ACCELERATED PROGRESS ON EXISTING PROJECTS

Mumbai, October 22, 2008: Reliance Power Limited today announced its un-audited financial results for the second quarter ended September 30, 2008. The performance highlights are:

- **Total Income of Rs 56.96 crore** (US\$ 12.13 million)
- **Net Profit of Rs 37.22 crore** (US\$ 7.93 million)
- **Cash & Liquid Balances of Rs 10,756 crore** (US\$ 2.29 billion)

Reliance Power Limited intends to develop, construct and operate power generation projects. The company is currently developing projects with installed capacity of 28,200 MW, one of the largest portfolios of power generation assets under development in India.

Updates on the power projects being developed by Reliance Power – Milestones achieved in last quarter

- **Construction on the Rosa Phase I (600 MW) project at Shahjahanpur, is making rapid progress and nearly 50% work has been completed.** The Project is expected to be on stream much ahead of scheduled commercial operation date (COD) of March 2010.
- For 600 MW Rosa Phase II Project, IDBI Bank as the lead lender has sanctioned a loan of Rs 400 crore.
- Financing for **3,960 MW Sasan Ultra Mega Power Project (UMPP)** has achieved a significant milestone with **State Bank of India (SBI), the lead domestic lender sanctioning Rs 3,500 crore for the project.**
- Supplemental Power Purchase Agreement (PPA) signed with procurers for Sasan UMPP according to which the first unit of Sasan UMPP is scheduled to be commissioned in December 2011 (16 months ahead of scheduled COD) and the project expected to be commissioned by March 2013 (more than 3 years ahead of scheduled COD)
- **EPC contract for the 300 MW Butibori Group Captive Power Plant (GCPP) has been awarded to Reliance Infrastructure Limited (R Infra).**
- Activities for land acquisition, coal tie-up and approvals for 4000 MW Chitrangi Project in Madhya Pradesh are making good progress.

Reliance Power Limited:

Reliance Power, a part of Reliance - Anil Dhirubhai Ambani Group, is India's leading private sector utility Company.

The Reliance Anil Dhirubhai Ambani Group currently has a market capitalization of over Rs 1,20,000 crore, net worth in excess of Rs 58,000 crore, cash flows of Rs 12,000 crore, net profit of Rs 8,000 crore and zero net debt.

RELIANCE POWER LIMITED

Registered Office: H Block, 1st Floor, Dhirubhai Ambani Knowledge City, Navi Mumbai - 400 710.
Website: www.reliancepower.co.in

unaudited consolidated financial results for the quarter and half year ended September 30, 2008

(Rs.Lahs)

Sr. No.	Particulars	Quarter ended 30-09-2008 Unaudited	Half Year ended 30-09-2008 Unaudited	Year ended 31-03-2008 Audited
1	(a) Net Sales / Income from Operations	-	-	-
	(b) Other Operating Income	-	-	-
	Total Income	-	-	-
2	Expenditure			
	(a) Employee Cost	564.23	949.77	313.28
	(b) Stamp Duty and Other Fees	65.09	183.75	1,892.85
	(c) Bonus Issue Expenses	213.64	605.86	535.30
	(d) Postage Expenditure	310.44	310.44	-
	(e) Legal and Professional Expenses	304.22	835.47	349.59
	(f) Bank Charges	16.90	55.26	576.45
	(g) Depreciation	2.52	2.52	-
	(h) Other Expenses	482.01	753.15	406.90
	Total Expenditure	1,959.05	3,696.22	4,074.37
3	Profit / (Loss) from Operations before Other Income (1-2)	(1,959.05)	(3,696.22)	(4,074.37)
4	Other Income (Net)	5,695.93	13,750.86	13,289.25
5	Profit/ (Loss) before Tax and Minority Interest (3+4)	3,736.88	10,054.64	9,214.88
6	Provision for Taxation :			
	- Current Tax	-	191.01	580.01
	- Fringe Benefit Tax	15.09	20.00	40.00
	- Tax adjustment for earlier years	-	-	57.00
7	Net Profit after Tax and before Minority Interest (5-6)	3,721.79	9,843.63	8,537.87
8	Minority Interest	-	-	(0.06)
9	Net Profit after Tax and Minority Interest (7-8)	3,721.79	9,843.63	8,537.93
10	Paid-up Equity Share Capital (Face Value of Rs. 10 per Share)	239,680.00	239,680.00	225,995.32
11	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year			1,127,345.64
12	Earnings Per Share (* not annualised)			
	(a) Basic (Rs.)	0.16*	0.41*	0.15
	(b) Diluted (Rs.)	0.16*	0.41*	0.15
13	Public Shareholding			
	- Number of Shares	364,800,000	364,800,000	227,952,300
	- Percentage of Shareholding	15.22%	15.22%	10.09%

Notes:

1. After review by the Audit Committee, the Board of Directors of the Company have approved the consolidated financial results at their meeting held on October 22, 2008.
2. The above results for the quarter and half year ended September 30, 2008 have been subjected to a "Limited Review" by the auditors of the Company, as per the listing agreement entered into with the stock exchanges in India.
3. The Initial Public Offer (IPO) proceeds have been utilised for the objects stated in the Prospectus dated January 19, 2008 ('Prospectus') as under:

Particulars	Rs. in Lacs	
	Projected	Actual
Proceeds received from IPO	1,156,320	
Utilisation upto September 30, 2008		
Funding subsidiaries to part finance the construction and development costs of following identified projects		
600 MW Rosa Phase I, 600 MW Rosa Phase II, 300 MW Butibori, 3,960 MW Sasan, 1,200 MW Shahapur Coal, 400 MW Urthing Sobla.		
Financial Year ended March 31, 2008.....	204,466	
Financial Year ending March 31, 2009.....	114,086	
	318,552*	
Actual utilisation upto September 30, 2008.....		136,985*
Funding subsidiaries to part finance the construction and development costs of following projects falling under general corporate purpose category.		
4,000 MW Krishnapatnam, 700 MW Tato II, 1,000 MW Siyom	**	92,769
Share issue expenses	11,905	11,819
Total Utilised Amount		241,573
Unutilised amount		914,747
Breakup of unutilised amount :		
Investments in Mutual Fund Units		914,447
Deposits with Bombay Stock Exchange		300
Total		914,747

* The projected figure represents utilisation upto year ending March 31, 2009, while actuals include figures only upto half year ended September 30, 2008 and therefore are not comparable.

** The year wise break up of General Corporate Purpose budget aggregating Rs. 280,172 Lacs has not been disclosed in the Prospectus, accordingly the actual figures are not comparable with the projected figures.

4. The Parent Company and its subsidiaries operate in only one segment, namely power generation, hence there are no reportable segments under Accounting Standard 17 'Segment Reporting' issued by the Institute of Chartered Accountants of India.
5. Part of the IPO proceeds aggregating to Rs. 756,201 Lacs have been parked in Fixed Maturity Plans of Mutual Funds and the income from such investments will be accounted on declaration of dividends or maturity of such investments.
6. There are no exceptional / extraordinary items during the quarter and half year ended September 30, 2008.
7. Figures for the corresponding quarter and half year have not been provided as the Parent Company has been listed on Stock Exchanges on February 11, 2008.
8. Information on investor complaints pursuant to Clause 41 of the listing agreement for the quarter ended September 30, 2008: Opening: 1,192, Received: 7,502, Disposed off: 8,630, Closing: 64.
9. Standalone financial results of the Parent Company for the quarter and half year ended September 30, 2008 are available on the Company's website www.reliancepower.co.in and on the websites of Bombay Stock Exchange and National Stock Exchange.
10. Figures of the previous year have been regrouped / reclassified wherever considered necessary.

For and on behalf of Board of Directors

Anil D. Ambani

Place: Mumbai
Date: October 22, 2008
Chairman