

## **INDEPENDENT AUDITORS' REPORT**

### **The Members**

**Small Industries Development Bank of India**

### **Report on the Audit of the Consolidated Financial Statements**

#### **Opinion**

1. We have audited the accompanying consolidated financial statements of Small Industries Development Bank of India (hereinafter referred as the 'the Bank') and its subsidiaries (the Parent and its subsidiaries together referred to as 'the Group') and its associates which comprise the consolidated Balance Sheet as at March 31, 2025, the consolidated Profit and Loss Account and the consolidated Cash Flow statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as 'the consolidated financial statements').

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of unaudited financial statements of Subsidiaries, the unaudited financial statements and the other financial information of the Associates as furnished by the management, the aforesaid consolidated financial statements give the information required in accordance with Regulation 14(1) of the Small Industries Development Bank of India General Regulations, 2000 and give a true and fair view, in conformity with the Accounting Standards notified by the Institute of Chartered Accountants of India ("the ICAI") and accounting principles generally accepted in India, of the state of affairs of the Group and its associates as at March 31, 2025, of its consolidated profit and consolidated cash flows for the year ended on that date.

#### **Basis for Opinion**

2. We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India.

Our responsibilities under those Standards are further described in the ‘Auditor’s Responsibilities for the Audit of the consolidated Financial Statements’ section of our report. We are independent of the Group and its associates in accordance with the “Code of Ethics” issued by the Institute of Chartered Accountants of India and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

### **Emphasis of Matter**

3. We invite attention to the following:

- a) Note No. 14 to Schedule I of the consolidated financial statements regarding additional provision on standard advances at rates higher than minimum stipulated under IRAC norms, as per Board approved Accelerated Provisioning Policy.

Our opinion on the consolidated financial statements is not modified in respect of above matter.

### **Key Audit Matters**

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the financial year ended March 31, 2025. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter	How our audit addressed the Key Audit Matters
<b>I. Classification of Advances, Identification of Non-performing Advances, Income Recognition and Provision on Advances, (Refer Schedule VIII read with Note 6 of</b>	Our audit approach / procedures towards Classification of Advances, Identification of Non-performing Advances, Income Recognition and Provision on Advances included the following:

<p><b>Schedule XV to the consolidated financial statements)</b></p> <p>Advances include Refinance loans to banks, Financial Institutions, Micro Finance Institutions and NBFCs; and Direct loans including Cash Credits, Overdrafts, Loans repayable on demand and Term loans.</p> <p>The Reserve Bank of India ('RBI') has prescribed the 'Prudential Norms on Income Recognition, Asset Classification and Provisioning' in respect of advances for banks ('IRACP Norms').</p> <p>The identification of performing and non-performing advances (including advances restructured under applicable IRACP Norms) involves establishment of proper mechanism and the Bank is required to apply significant degree of judgement to identify and determine the amount of provision required against each advance applying both quantitative as well as qualitative factors prescribed by the regulations.</p> <p>Significant judgements and estimates for NPA identification and provisioning could give rise to material misstatements on:</p> <ul style="list-style-type: none"> <li>- Completeness and timing of recognition of non-performing assets in accordance</li> </ul>	<ul style="list-style-type: none"> <li>- Understanding and considering the Bank's accounting policies for NPA identification and provisioning and assessing compliance with the prudential norms prescribed by the RBI (IRACP Norms), including the additional provisions and asset classification benefit extended on restructured advances.</li> <li>- Understanding the key controls (including system based automated controls) for identification and provisioning of impaired accounts based on the extant guidelines on IRACP laid down by the RBI.</li> <li>- Performing other procedures including substantive audit procedures covering the identification of NPAs by the Bank. These procedures included: <ul style="list-style-type: none"> <li>a) Considering testing of the exception reports generated from the application systems where the advances have been recorded.</li> <li>b) Considering the accounts reported by the Bank and other banks as Special Mention Accounts ("SMA") in RBI's central repository of information on large credits (CRILC) to identify stress.</li> <li>c) Reviewing account statements, drawing power calculation, security</li> </ul> </li> </ul>
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<p>with criteria as per IRACP norms;</p> <ul style="list-style-type: none"> <li>- Measurement of the provision for non-performing assets based on loan exposure, ageing and classification of the loan, realizable value of security;</li> <li>- Appropriate reversal of unrealized income on the NPAs.</li> </ul> <p>Since the classification of advances, identification of NPAs and creation of provision on advances (including additional provisions on restructured advances under applicable IRACP Norms) and income recognition on advances:</p> <ul style="list-style-type: none"> <li>- Requires proper control mechanism and significant level of estimation by the Bank;</li> <li>- Has significant impact on the overall financial statements of the Bank;</li> </ul> <p>we have ascertained this area as a Key Audit Matter</p>	<p>and other related information of the borrowers selected based on quantitative and qualitative risk factors</p> <ul style="list-style-type: none"> <li>d) Reading of minutes of credit and risk committee meetings and performing inquiries with the Bank to ascertain if there were indicators of stress or an occurrence of an event of default in a loan account or any product.</li> <li>e) Considering key observations arising out of Internal Audits and Concurrent Audits conducted as per the policies and procedures of the Bank.</li> <li>f) Considering the RBI Financial Inspection report on the Bank, the Bank's response to the observations and other communication with RBI during the year</li> <li>g) Reviewing the report submitted by external expert appointed by the Bank to verify compliance with the RBI circular on Automation of IRACP processes through the Bank's core banking system.</li> <li>h) Examination of advances including stressed/restructured advances on a sample basis with respect to compliance with the RBI Master Circulars / Guidelines.</li> </ul>
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	<p>i) Seeking independent confirmation of account balances for sample borrowers.</p> <p>j) Visits to branches/offices and examination of documentation and other records relating to advances.</p> <p>For Non- performing advances identified, we, based on factors including stressed sectors and account materiality, tested on a sample basis the asset classification dates, reversal of unrealized interest, value of available security and provisioning as per IRACP norms. We recomputed the provision for NPA on such samples after considering the key input factors and compared our measurement outcome to that prepared by management.</p>
<p><b>II. Valuation of Investments, Identification of and provisioning for Non-Performing Investments (Schedule VII read with Note 3 of Schedule XV to the consolidated financial statements)</b></p> <p>Investments are categorized under Treasury operations and Business Operations. Investments include investments made by the Bank in Central and State Governments Securities, Bonds, Debentures, Shares, Mutual Funds, VCFs and other approved securities. RBI</p>	<p>Our audit approach/procedures towards Investments with reference to the RBI Circulars/directives included the understanding of internal controls and substantive audit procedures in relation to valuation, classification, identification of non-performing investments (NPIs) and provisioning/depreciation related to Investments. In particular -</p> <p>- We evaluated and understood the Bank's internal control system to comply with relevant RBI guidelines regarding valuation, classification, identification of</p>

<p>Circulars and directives, inter-alia, cover valuation of investments, classification of investments, identification of non-performing investments, non-recognition of income and provisioning against non-performing investments.</p> <p>The valuation of each category (type) of the aforesaid securities is to be done as per the method prescribed in circulars and directives issued by the RBI which involves collection of data/information from various sources such as FBIL/FIMMDA rates, rates quoted on BSE/NSE, financial statements of unlisted companies etc.</p> <p>We identified valuation of investments and identification of NPI as a Key Audit Matter because of the management judgement involved in determining the value of certain investments (Bonds and Debentures, VCFs) based on applicable Regulatory guidelines and the Bank's policies, impairment assessment for HTM book based on management judgement, the degree of regulatory focus and the overall significance to the financial results of the Bank.</p>	<p>NPIs, reversal of income on NPIs and provisioning/depreciation related to investments;</p> <ul style="list-style-type: none"> <li>- We assessed and evaluated the process adopted for collection of information from various sources for determining market value of these investments;</li> <li>- For the selected sample of investments in hand, we tested accuracy and compliance with the RBI Master Circulars and directions by re-performing valuation for each category of the security;</li> <li>- We carried out substantive audit procedures to recompute independently the provision to be maintained in accordance with the circulars and directives of the RBI. Accordingly, we selected samples from the investments of each category and tested for NPIs as per the RBI guidelines and recomputed the provision to be maintained and if accrual of income is in accordance with the RBI Circular for those selected sample of NPIs.</li> </ul>
<p><b>III. Information Technology (IT) and</b></p>	<p>As a part of our audit procedures for</p>

<p><b>controls impacting financial Reporting</b></p> <p>The Bank's key financial accounting and reporting processes are highly dependent on information systems including automated controls in systems, such that there exists a risk that gaps in the IT control environment could result in the financial accounting and reporting records being materially misstated.</p> <p>Due to the pervasive nature and complexity of the IT environment as well as its importance in relation to accurate and timely financial reporting, we have identified this area as a Key Audit Matter.</p>	<p>review of the Bank's IT systems and related controls for financial reporting:</p> <ul style="list-style-type: none"> <li>- We tested the design and operating effectiveness of the Bank's IT systems and controls that are critical to financial reporting.</li> <li>- The Bank has a system in place for getting application software audits for identified Application Systems at reasonable intervals. Information System (IS) Audit is done by Bank at reasonable intervals.</li> <li>- We reviewed key observations arising out of audits conducted on the Bank's IT systems during the year.</li> </ul>
<p><b>IV. Assessment of Provisions and Contingent Liabilities (Note 10 and Note 12 of Schedule XV to the consolidated financial statements):</b></p> <p>Assessment of Provisions and Contingent liabilities in respect of certain litigations including Direct Taxes, various claims filed by other parties not acknowledged as debt (Schedule ..... to the consolidated financial statements) and various employee benefits schemes (Schedule XI to the consolidated financial statements) was identified as a significant audit area.</p>	<p>Our audit approach / procedures involved:</p> <ul style="list-style-type: none"> <li>- Understanding the current status of the litigations/tax assessments;</li> <li>- Examining recent orders and/or communication received from various tax authorities/ judicial forums and follow up action thereon;</li> <li>- Evaluating the merit of the subject matters identified as significant, with reference to the grounds presented therein and available independent legal / tax advice including opinion of the Bank's tax consultants;</li> <li>- Review and evaluation of the contentions</li> </ul>

<p>There is high level of judgement involved in estimating the level of provisioning required as well as in the disclosure of both Provisions and Contingent Liabilities in respect of tax matters and other legal claims. The Bank's assessment is supported by the facts of matter, their own judgment, past experience, and advice from legal and independent tax consultants wherever considered necessary. Accordingly, unexpected adverse outcomes may significantly impact the Bank's reported profit and state of affairs presented in the Balance Sheet.</p> <p>The valuations of the employee benefit liabilities are calculated with reference to multiple actuarial assumptions and inputs including discount rate, rate of inflation and mortality rates. The valuation of funded assets in respect of the same is also sensitive to changes in the assumptions.</p> <p>We determined the above area as a Key Audit Matter in view of associated uncertainty relating to the outcome of the matters which requires application of</p>	<p>of the Bank through discussions, collection of details of the subject matter under consideration, the likely outcome and consequent potential outflows on those issues; and</p> <ul style="list-style-type: none"> <li>- Ensuring completeness and accuracy of the data, the measurement of the fair value of the schemes' assets, understanding the judgements made in determining the assumptions used by management to value the employee liabilities with specific schemes and market practice.</li> <li>- Our audit procedures included an assessment of some assumptions used by the actuary by comparing life expectancy assumptions with relevant mortality tables, benchmarking inflation and discount rates against external market data. We verified the value of plan assets to the statements provided by asset management companies managing the plan assets.</li> <li>- Verification of disclosures related to significant litigations, taxation matters and Employee benefits liabilities in the consolidated financial statements.</li> </ul>
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judgment in interpretation of law, circumstances of each case and estimates involved.	
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### **Information Other than the Consolidated Financial Statements and Auditors' Report thereon**

5. The Bank's Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the consolidated Financial Statements and our auditors' report thereon. The Bank's annual report is expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated financial statements does not cover the other information and Pillar 3 disclosure under the Basel III Disclosure and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. When we read the Bank's annual report, if we conclude that there is a material misstatement of this other information, we are required to communicate the matter to those charged with governance.

### **Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements**

6. The Bank's Management is responsible with respect to the preparation and presentation of these consolidated Financial Statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its associates in accordance with, Small Industries Development Bank of India General Regulations, 2000 and accounting principles generally accepted in India including the applicable Accounting Standards issued by ICAI

and the circulars and guidelines issued by RBI from time to time. The respective Management of the entities included in the Group and of its associates are responsible for maintenance of adequate accounting records for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimate that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the respective Management of the entities included in the Group and of its associates are responsible for assessing the ability of the Group and of its associates to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the group or to cease operations, or has no realistic alternative but to do so. The respective Management of the entities included in the Group and of its associates are also responsible for overseeing the financial reporting process of Group and of its associates.

#### **Auditors' Responsibilities for the Audit of the consolidated Financial Statements**

7. Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Banks Internal Control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associates to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group and its associates to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of financial information of the Bank included in consolidated financial statements of which we are the independent auditors. For the other entities

included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described under 'Other Matters' in this audit report.

Materiality is the magnitude of the misstatements in the consolidated financial statements that, individually or aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning of the scope of our audit work and evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatement in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

## **8. Other Matters**

These consolidated Financial Results incorporate the relevant returns of 33 Branches visited /audited by us including Head Office, which covers 82.53% of Advances, 98.54%



of deposits, 100% of Borrowings as on March 31, 2025 and 82.83% of Interest income on advances, 97.27% of interest expense on deposits and 99.77% of interest expense on borrowings for the period 01.04.2024 to 31.03.2025. These branches have been selected in consultation with the management of the bank. In conduct of our audit, we have relied upon various information and returns received from remaining branches of the bank not visited by us, generated through centralised database at Head Office.

The consolidated Financial Statements include the unaudited financial results of 3 (Three) subsidiaries whose Financial Statements/Financial Results/ financial information reflect total assets of Rs. 36,853 Crores as at 31<sup>st</sup> March, 2025, total revenue of Rs. 2,286 Crores, total net profit after tax of Rs. 819 Crores for the year ended on 31<sup>st</sup> March, 2025 and net cash inflow amounting to Rs. 1,007 Crores for the year ended on that date and 5 associates whose Financial Statements/Financial Results/ financial information reflect the Group's share of net profit of Rs. 0.36 Crores for the year ended 31<sup>st</sup> March, 2025, as considered in the consolidated Financial Results, have not been audited by us. These unaudited Financial Statements / financial results/ financial information have been furnished to us by the Bank's Management and our opinion on the consolidated Financial statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associates is based solely on such unaudited Financial Statements/financial results/financial information. We have relied on the management's written representation to us that the effect of the changes / adjustments, if any, required to be made to the reported numbers of these subsidiaries and associates consequent to their audit would not be material for the Group.

Further, associates that are non-performing or the bank is not having significant influence have not been included in the consolidation. Additionally, one associate has been excluded from consolidation as it is planned for divestment as informed by the Bank.

Our opinion on the consolidated financial statements and our Report on Other Legal and Regulatory Requirements below is not modified in respect of the above matters and with

respect to our reliance on the work done and the reports of the other auditors and the financial statements/ financial information certified by the Management.

### **Report on other Legal and Regulatory Requirements**

9. The consolidated financial statements have been prepared by the Bank's Management in accordance with the requirements of Accounting Standard (AS) 21, "Consolidated Financial Statements", Accounting Standard (AS) 23, "Accounting for Investments in Associates in Consolidated Financial Statements" issued by the Institute of Chartered Accountants of India.

We report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief, were necessary for the purposes of our audit and have found them to be satisfactory;
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept by the Bank so far as it appears from our examination of those books and the reports of the other auditors;
- c) The consolidated Balance Sheet, the consolidated Profit and Loss Account, the consolidated Cash Flow Statement dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements;
- d) In our opinion, the aforesaid consolidated financial statements comply with the applicable Accounting Standards.

**Sd-**

**For J. Kala & Associates**

Chartered Accountants

**FRN: 118769W**

**(Jayesh Kala)**

Partner

M. No.: 101686

UDIN 25101686BMJLOI7565

Date: April 29, 2025

Place : Mumbai

Small Industries Development Bank of India  
Consolidated Balance Sheet as at March 31, 2025

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		March 31, 2025	March 31, 2024
<b>CAPITAL AND LIABILITIES</b>	<b>SCHEDULES</b>		
Capital	I	5,685,411,689	5,685,411,689
Reserves, Surplus and Funds	II	390,510,825,013	335,780,965,126
Deposits	III	2,247,512,122,009	2,414,157,965,591
Borrowings	IV	3,170,369,705,448	2,705,454,839,639
Other Liabilities and Provisions	V	195,046,333,286	144,781,173,660
Deferred Tax Liability		-	-
<b>Total</b>		<b>6,009,124,397,445</b>	<b>5,605,860,355,705</b>
<b>ASSETS</b>			
Cash and Bank Balances	VI	249,747,578,021	335,435,585,397
Investments	VII	453,534,961,147	347,528,763,365
Loans & Advances	VIII	5,230,385,175,892	4,849,330,527,317
Fixed Assets	IX	2,807,045,555	2,869,071,156
Other Assets	X	72,649,636,830	70,696,408,470
<b>Total</b>		<b>6,009,124,397,445</b>	<b>5,605,860,355,705</b>
Contingent Liabilities	XI	31,609,911,919	37,974,002,169

Consolidated Significant Accounting Policies (Schedule XV) and Notes to Accounts (Annexure I)  
The Schedules referred to above form an integral part of the Balance Sheet.

As per our report of even date

BY ORDER OF THE BOARD

For J. Kala & Associates  
Chartered Accountants  
FRN.118769W

Sd-  
Y M Kumari  
Chief Financial Officer

Sd-  
Prakash Kumar  
Deputy Managing Director

Sd-  
Sudatta Mandal  
Deputy Managing Director

Sd-  
Manoj Mittal  
Chairman & Managing Director

Sd-  
Jayesh Kala  
Partner  
M.No. 101686

Sd-  
Laxmi Chand Meena  
Director

Sd-  
P J Thomas  
Director

Place: Mumbai  
Date: April 29, 2025

Small Industries Development Bank of India  
Consolidated Profit & Loss Account for the year ended March 31,2025

		March 31, 2025	March 31, 2024
<b>INCOME</b>	<b>SCHEDULES</b>		
Interest and Discount	XII	400,980,980,982	336,099,487,811
Other Income	XIII	6,547,240,588	6,218,295,820
<b>Total</b>		<b>407,528,221,570</b>	<b>342,317,783,631</b>
<b>EXPENDITURE</b>			
Interest & Financial charges		295,104,277,230	239,001,867,673
Operating Expenses	XIV	14,595,691,105	18,888,443,685
Provisions & Contingencies		23,118,238,737	20,876,945,401
<b>Total</b>		<b>332,818,207,072</b>	<b>278,767,256,759</b>
<b>Profit before Tax</b>		<b>74,710,014,498</b>	<b>63,550,526,872</b>
Provision for Income Tax		23,796,678,369	20,968,414,972
Deferred Tax Adjustment [(Asset) / Liability]		(5,046,180,880)	(5,545,209,931)
Share of (earning)/loss in associates		(3,600,631)	(96,075,879)
<b>Profit after Tax</b>		<b>55,963,117,640</b>	<b>48,223,397,710</b>
Profit brought forward		15,913,684,000	9,446,087,264
<b>Total Profit / (Loss)</b>		<b>71,876,801,640</b>	<b>57,669,484,974</b>
<b>Appropriations</b>			
Transfer to General Reserve		44,563,520,878	37,145,771,448
Transfer to Special reserve u/s 36(1)(viii) of The Income Tax Act, 1961		2,050,000,000	1,650,000,000
Transfer to Statutory Reserve u/s 45-IC of RBI Act, 1934		1,633,128,382	1,629,394,375
<b>Others</b>			
a)Transfer to Investment Fluctuation Reserve		-	25,052,813
Transfer to Staff Welfare Fund		200,000,000	168,500,000
Development Fund		-	-
Dividend on Shares		1,137,082,338	1,137,082,338
Tax on Dividend		-	-
Surplus in Profit & Loss account carried forward		22,293,070,042	15,913,684,000
<b>Total</b>		<b>71,876,801,640</b>	<b>57,669,484,974</b>

Basic/Diluted Earning Per Share

98.43

84.82

Consolidated Significant Accounting Policies (Schedule XV) and Notes to Accounts (Annexure I)  
The Schedules referred to above form an integral part of the Profit & Loss Account.

As per our report of even date

BY ORDER OF THE BOARD

For J. Kala & Associates  
Chartered Accountants  
FRN.118769W

Sd-  
Y M Kumari  
Chief Financial Officer

Sd-  
Prakash Kumar  
Deputy Managing Director

Sd-  
Sudatta Mandal  
Deputy Managing Director

Sd-  
Manoj Mittal  
Chairman & Managing Director

Sd-  
Jayesh Kala  
Partner  
M.No. 101686

Sd-  
Laxmi Chand Meena  
Director

Sd-  
P J Thomas  
Director

Place: Mumbai  
Date: April 29, 2025

Small Industries Development Bank of India  
Schedules to Consolidated Balance Sheet

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	<u>CAPITAL AND LIABILITIES</u>	March 31, 2025	March 31, 2024
Schedule I:	Capital		
	(a) Authorized Capital		
	- Equity Share Capital (75,00,00,000 Equity Shares of ₹ 10/- each)	7,500,000,000	7,500,000,000
	- Preference Share Capital (25,00,00,000 Redeemable Preference Shares of ₹ 10/- each)	2,500,000,000	2,500,000,000
	(b) Issued, Subscribed and Paid-up Capital :		
	- Equity Share Capital (56,85,41,169 Equity Shares of ₹ 10/- each)	5,685,411,689	5,685,411,689
	- Preference Share Capital	-	-
	Total	5,685,411,689	5,685,411,689
Schedule II:	Reserves, Surplus and Funds		
	A) Reserves		
	i) General Reserve		
	- Opening Balance	259,753,725,915	222,628,882,397
	- Additions during the year	44,523,074,772	37,124,843,518
	- Utilisations during the year	-	-
	- Closing Balance	304,276,800,687	259,753,725,915
	ii) Share Premium		
	- Opening Balance	30,542,588,310	30,542,588,310
	- Additions during the year	-	-
	- Utilisations during the year	-	-
	- Closing Balance	30,542,588,310	30,542,588,310
	iii) Specific Reserves		
	a) Investment Reserve		
	- Opening Balance	-	-
	- Additions during the year	-	-
	- Utilisations during the year	-	-
	- Closing Balance	-	-

	b) Special Reserve created and maintained u/s 36 (1) (viii) of The Income Tax Act, 1961		
	- Opening Balance	20,170,000,000	18,520,000,000
	- Additions during the year	2,050,000,000	1,650,000,000
	- Utilisations during the year	-	-
	- Closing Balance	22,220,000,000	20,170,000,000
	c) Statutory Reserve created u/s 45-IC of Reserve Bank of India Act.		
	- Opening Balance	4,925,361,734	3,295,967,359
	- Additions during the year	1,630,791,947	1,627,057,940
	- Utilisations during the year		
	- Closing Balance	6,556,153,681	4,923,025,299
	d) Other Reserves		
	i) Investment Fluctuation Reserve		
	- Opening Balance	1,284,005,768	1,258,952,955
	- Additions during the year	-	25,052,813
	- Utilisations during the year		
	- Closing Balance	1,284,005,768	1,284,005,768
	B) Surplus in Profit and Loss account	22,293,070,042	15,913,684,000
	C) Funds		
	a) National Equity Fund		
	- Opening Balance	2,656,142,832	2,656,142,832
	- Additions / Write back during the year	-	-
	- Utilisations during the year	-	-
	- Closing Balance	2,656,142,832	2,656,142,832
	b) Staff Welfare Fund		
	- Opening Balance	517,793,003	402,451,534
	- Additions during the year	200,000,000	168,500,000
	- Utilisations during the year	55,729,310	53,158,531
	- Closing Balance	662,063,693	517,793,003
	c) Others	20,000,000	20,000,000
	Total	390,510,825,013	335,780,965,126

		March 31, 2025	March 31, 2024
Schedule III	Deposits		
	A) Fixed Deposits	144,747,749,607	125,999,609,590
	B) From Banks		
	a) Under MSME Refinance Fund	1,764,601,430,000	1,891,193,436,000
	b) Under MSME Risk Capital Fund	-	-
	c) Others -From Foreign & Private Sector Banks	31,654,975,000	31,654,975,000
	d) Under MSME India Aspiration Fund	14,994,070,001	14,994,070,001
	e) Under Fund for Venture Capital in MSME sector 2014-15	-	-
	f) Under Priority Sector Shortfall	291,513,897,401	350,315,875,000
	Subtotal (B)	2,102,764,372,402	2,288,158,356,001
	Total	2,247,512,122,009	2,414,157,965,591
Schedule IV	Borrowings		
I)	Borrowings in India		
	1.From Reserve Bank of India	-	-
	2.From Government of India (including Bonds subscribed by GOI )	4,108,190,830	4,362,802,083
	3. Bonds & Debentures	1,202,616,400,000	811,802,900,000
	4.From Other Sources		
	- Commercial Paper	161,750,000,000	225,240,000,000
	- Certificate of Deposits	408,700,000,000	354,900,000,000
	- Term Loans from Banks	1,133,177,402,599	1,088,190,000,000
	- Term Money Borrowings	-	-
	- Others	248,046,276,130	189,370,841,814
	Subtotal (I)	3,158,398,269,559	2,673,866,543,897

II)	Borrowings outside India		
	(a) KFW, Germany	6,815,053,292	1,389,471,253
	(b) Japan International Cooperation Agency (JICA)	4,198,900,553	6,075,966,719
	(c) IFAD, Rome	957,482,044	992,222,858
	(d) World Bank	-	22,857,557,273
	(e) Others	-	273,077,639
	Subtotal (II)	11,971,435,889	31,588,295,742
	Total (I & II)	3,170,369,705,448	2,705,454,839,639
Schedule V	Other Liabilities and Provisions:		
	Interest Accrued	69,358,359,621	49,411,291,618
	Provision for SIDBI Employees' Provident Fund	4,630,937,137	4,170,865,424
	Provision for SIDBI Pension Fund	649,691,844	1,124,051,149
	Provision for Employees' Other Benefit	3,398,436,530	3,362,220,869
	Provisions for Exchange Rate Fluctuation	1,537,362,767	1,537,362,767
	Contingent provisions against standard assets	59,964,287,462	37,328,929,259
	Proposed Dividend (including tax on dividend)	1,137,082,338	1,137,082,338
	Funds viz. Aspire Fund, FoF for Startups, PRF, PRSF etc.	41,969,406,251	33,271,378,808
	Floating provision	4,956,737,932	4,956,737,932
	Others (including provisions)	7,444,031,404	8,481,253,496
	Total	195,046,333,286	144,781,173,660
	ASSETS	March 31, 2025	March 31, 2024
Schedule VI	Cash & Bank Balances		
	1.Cash in Hand & Balances with Reserve Bank of India	626,065	608,479
	2.Balances with Other Banks		
	(a) In India		
	i) in current accounts	2,366,113,499	1,939,747,338
	ii) in other deposit accounts	247,374,509,304	333,477,670,702
	(b) Outside India		
	i) in current accounts	6,329,153	17,558,878
	ii) in other deposit accounts	-	-
	Total	249,747,578,021	335,435,585,397



Schedule VII	Investments		
	[net of provisions]		
	A) Treasury operations		
	1. Securities of Central and State Governments	339,800,469,838	269,044,800,772
	2. Bonds & Debentures of Banks & Financial Institutions	19,505,938,570	19,532,274,081
	3. Stocks, Shares, bonds & Debentures of Industrial Concerns	469,362,000	515,674,010
	4. Mutual Funds	-	-
	5. Commercial Paper	47,645,600,724	17,961,257,158
	6. Certificate of Deposit	31,804,540,753	15,550,134,525
	7. Others	-	11,000,000,000
	Subtotal (A)	439,225,911,885	333,604,140,546
	B) Business Operations		
	1. Shares of Banks & Financial Institutions	1,615,109,902	1,615,109,902
	2. Bonds & Debentures of Banks & Financial Institutions	56,533,000	3,006,000
	3. Stocks, Shares, bonds & Debentures of Industrial Concerns	3,908,500,059	3,480,167,561
	4. Investment in Subsidiaries	110,000,000	110,000,000
	5. Investment in Venture Capital Fund - RCF	3,949,278,610	4,671,729,716
	6. Others	4,669,627,691	4,044,609,640
	Subtotal (B)	14,309,049,262	13,924,622,819
	Total (A+B)	453,534,961,147	347,528,763,365
Schedule VIII	Loans & Advances		
	[Net of Provisions]		
	A) Refinance to		
	- Banks and Financial Institutions	4,087,501,683,749	3,870,610,904,304
	- Micro Finance Institutions	75,094,009,035	110,098,988,118
	- NBFC	656,914,742,850	572,998,045,997
	- Bills Rediscounted	-	-
	- Others (Subscription to Pass Through Certificate (PTC))	3,754,580,166	6,251,965,911
	Subtotal (A)	4,823,265,015,800	4,559,959,904,330

	<b>B) Direct Loans</b>		
	- Loans and Advances	385,423,903,063	275,098,863,090
	- Receivable Finance Scheme	-	-
	- Bills Discounted	21,696,257,029	14,271,759,897
	<b>Subtotal (B)</b>	<b>407,120,160,092</b>	<b>289,370,622,987</b>
	<b>Total (A+B)</b>	<b>5,230,385,175,892</b>	<b>4,849,330,527,317</b>
Schedule IX	<b>Fixed Assets</b>		
	<b>[Net of Depreciation]</b>		
	1. Premises	2,741,759,764	2,813,550,735
	2.Others	65,285,791	55,520,421
	<b>Total</b>	<b>2,807,045,555</b>	<b>2,869,071,156</b>
Schedule X	<b>Other Assets:</b>		
	Accrued Interest	26,523,693,380	35,233,006,025
	Advance Tax (Net of provision)	5,177,511,923	2,912,199,953
	Staff Loans	2,653,297,934	2,236,985,494
	Derivative Assets	539,851,268	4,560,384,977
	Expenditure to the extent not written off	24,111,188,472	16,767,945,998
	Others	13,644,093,853	8,985,886,023
	<b>Total</b>	<b>72,649,636,830</b>	<b>70,696,408,470</b>
		<b>March 31, 2025</b>	<b>March 31, 2024</b>
Schedule XI	<b>CONTINGENT LIABILITIES</b>		
	i) Claims against the Bank not acknowledged as debts	6,328,948,451	9,894,347,386
	ii) On account of Guarantees / Letters of Credit	884,744,343	673,862,553
	iii) On account of Forward Contracts	12,058,152,678	722,492,243
	iv) On account of Underwriting Commitments	-	-
	v) On account of uncalled monies on partly paid shares, debentures & undrawn commitment under VCF etc.	816,131,595	970,054,081
	vi) On account of derivative contracts	11,521,934,852	25,713,245,906
	vii) Other items for which the Bank is contingently liable	-	-
	<b>Total</b>	<b>31,609,911,919</b>	<b>37,974,002,169</b>

Small Industries Development Bank of India  
Schedules to Consolidated Profit & Loss Account

[₹]

		March 31, 2025	March 31, 2024
Schedule XII	Interest and Discount		
	1. Interest and Discount on Loans, Advances and Bills	345,996,271,737	284,850,593,418
	2. Income on Investments / Bank balances	54,984,709,245	51,248,894,393
	<b>Total</b>	<b>400,980,980,982</b>	<b>336,099,487,811</b>
Schedule XIII	Other Income:		
	1.Upfront and Processing Fees	1,134,689,594	1,373,298,452
	2.Commission and Brokerage	28,442,684	20,256,743
	3. Profit on sale of Investments	1,577,225,242	867,124,405
	4. Income earned by way of dividends etc. from Subsidiaries / Associates	6,119,996	6,119,996
	5. Provision of Earlier Years written Back	-	-
	6. Recoveries out of Bad Debts	2,566,375,233	2,277,644,029
	7. Reversal of Provisions/ERFF under FCL	-	-
	8. Others	1,234,387,839	1,673,852,195
	<b>Total</b>	<b>6,547,240,588</b>	<b>6,218,295,820</b>
Schedule XIV	Operating Expenses:		
	Payments to and provisions for employees	7,806,360,129	8,342,860,344
	Rent, Taxes and Lighting	256,158,464	219,344,266
	Printing & Stationery, Postage/Courier & Tele and Insurance	23,952,180	23,092,315
	Advertisement and Publicity	93,119,265	296,367,789
	Depreciation / Amortisation on Bank's Property	220,527,331	618,971,613
	Directors' fees, allowances and expenses	6,912,267	7,859,229
	Auditor's Fees	5,309,233	4,635,257
	Law Charges	32,317,720	25,479,948
	Repairs and maintenance	682,600,621	416,710,875
	Issue Expenses	58,240,586	77,736,100
	Capital Commitment, Management Fees etc.	597,775,349	133,733,616
	Input Tax Credit not Available	487,026,632	316,748,282
	Other Expenditure	4,325,391,328	8,404,904,051
	<b>Total</b>	<b>14,595,691,105</b>	<b>18,888,443,685</b>

## SCHEDULE XV – CONSOLIDATED SIGNIFICANT ACCOUNTING POLICIES

### 1. BASIS OF PREPARATION

The consolidated financial statements (CFS) have been prepared to comply in all material respects with the Small Industries Development Bank of India Act, 1989 (Parent) and regulations thereof, applicable prudential norms prescribed by Reserve Bank of India, applicable provisions of the Companies Act, 2013, applicable Accounting Standards issued by the Institute of Chartered Accountants of India and practices prevailing in the Banking Industry. The consolidated financial statements have been prepared under the historical cost convention on an accrual basis, unless otherwise stated. Except otherwise mentioned, the accounting policies that are applied by the Small Industries Development Bank of India (“the Bank” or “SIDBI”), are consistent with those used in the previous year.

#### Use of Estimates:

The preparation of consolidated financial statements in conformity with Generally Accepted Accounting Principles (GAAP) requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities as on the date of the consolidated financial statements and the reported income and expenses for the reporting period. Management believes that these estimates and assumptions are reasonable and prudent. However, actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in current and future periods in accordance with the requirements of the respective accounting standard.

#### Consolidation Procedures:

Subsidiaries included in consolidated financial statements for FY 2024-25 are:

- 1) Micro Units Development & Refinance Agency (MUDRA)
- 2) SIDBI Venture Capital Limited (SVCL).
- 3) SIDBI Trustee Company Limited (STCL).

Associates included in consolidated financial statements for FY 2024-25 are:

- 1) Acuite Ratings Pvt Ltd (Erstwhile SMERA)
- 2) India SME Asset Reconstruction Company Limited (ISARC)
- 3) Delhi Financial Corporation (DFC)
- 4) Receivables Exchange of India Limited (RXIL)
- 5) KITCO Limited

Consolidated financial statements of the Group (comprising of 3 subsidiaries, 5 associates as per details given above) have been prepared on the basis of:

- a. Accounts of SIDBI (Parent).
- b. Line by line aggregation of each item of asset/ liability/income/expense of 3 subsidiaries with the respective item of the Parent and after eliminating all material intra-group balances / transactions, unrealised profit/loss as per AS 21 (Consolidated Financial Statements) issued by the Institute of Chartered Accountants of India (ICAI).
- c. Investments in Associates are accounted for under the Equity Method as per AS 23 (Accounting for Investments in Associates in Consolidated Financial Statements) issued by ICAI based on the audited Financial Statements of the associates.
- d. In case of difference in Accounting Policies, the Financial Statements of Subsidiaries are adjusted, wherever necessary and practicable, to conform to the Accounting Policies of the Parent. In case of difference in Accounting Policies, the Financial Statements of associates, adjustments have not been made as in the opinion of Management of the Bank the same are not material.

## **2. REVENUE RECOGNITION**

Revenue is recognized to the extent it is probable that the economic benefits will flow to the Bank and the revenue can be reliably measured.

### **A) INCOME:**

- i. Interest income is accounted for on accrual basis, except in the case of non-performing assets where it is recognized upon realization.
- ii. Income in the Profit & Loss Account is shown gross i.e. before provisions as per RBI guidelines and other provisions as per Bank's internal policy.
- iii. Discount received in respect of bills discounted / rediscounted and on discounted instruments is recognised over the period of usance of the instruments on a constant yield basis.
- iv. Commitment charges, service charges on seed capital / soft loan assistance and royalty income are accounted for on accrual basis in respect of standard (performing) assets.
- v. Dividend on shares held in industrial concerns and financial institutions is recognized as income when the right to receive the dividend is established.

- vi. Income from Venture Capital funds are accounted on realization basis. Redemption of unit/shares in Venture Capital fund, while in HTM category is not treated as a sale.
- vii. Recovery in non-performing assets (NPA) is to be appropriated in the following order:
  - a) Overdue interest, includes Further Interest/Penal Charges upto the date of account turning NPA,
  - b) principal,
  - c) Interest, including additional interest,
  - d) Further Interest / Penal Charges
  - e) Cost, charges, expenses and other monies, etc;
- viii. Gain/loss on sale of loans and advances through direct assignment is recognized in line with the extant RBI guidelines.
- ix. Amounts recovered against debts written-off in earlier years are recognized as income in the Profit & Loss account.
- x. Profit or loss on sale of investments in any category is taken to profit & loss account. However, in case of profit on sale of investments under “Held to Maturity” category an equivalent amount net of applicable taxes is appropriated to Capital Reserves.
- xi. Amount lying as unclaimed liabilities (other than statutory liabilities) for a period of more than seven years are recognized as income.
- xii. The bank has accounted for interest on income tax refunds upon receipt of such refund orders / Order giving effects issued by Income Tax Department.
- xiii. Recoveries of CGTMSE fees, Valuation charges, Advocate fee, Insurance, Upfront fee/ Processing fee etc. from Borrowers are accounted on cash basis.
- xiv. Commission on LC/ BG are recognized on accrual basis proportionately over the period.
- xv. Income from units of mutual funds shall be recognized on cash basis.
- xvi. SVCL - Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is not recognized where drawdowns in respective venture capital funds / alternative investments funds are not received as there is no certainty that economic benefits will flow to the Company and in such cases it will be accounted on receipt basis as and when received.

Interest on fixed deposits / tax free bonds are recognized on time proportion basis.

The Company recognizes income @ 5% of the net profits received from sale of investments assigned by Industrial investment bank of India (IIBI).

- xvii. STCL - Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria is followed for revenue recognition

The Company accrues income by way of trusteeship fee on a quarterly basis / annual basis (as stipulated in the agreements with respective funds) from the venture capital funds / alternative investments funds managed by it.

#### **B) EXPENDITURE:**

- i. All expenditures are accounted for on accrual basis except Development Expenditure which is accounted for on cash basis.
- ii. Discount on Bonds and Commercial papers issued are amortized over the tenure of Bonds and Commercial Paper. The expenses relating to issue of Bonds are amortized over the tenure of the Bonds.

#### **3. INVESTMENTS:**

- (i) In terms of extant guidelines of the Reserve Bank of India on investment classification and valuation, the entire investment portfolio is categorized as “Held to Maturity”, “Available for Sale” and “Held for Trading”. Investments are valued in accordance with RBI guidelines. The investments under each category are further classified as:

- a) Government Securities,
- b) Other approved securities,
- c) Shares,
- d) Debentures & Bonds,
- e) Subsidiaries/ joint ventures and
- f) Others (Commercial Paper, Mutual Fund Units, Security Receipts, Certificate of Deposits etc.)

##### **(a) Held to Maturity:**

Investments acquired with the intention to hold till maturity are categorized under Held to Maturity. Such investments are carried at acquisition cost unless it is more than the face value, in which case the premium is amortized over the

period remaining to maturity. Investments in subsidiaries are classified as Held To Maturity. Diminution, other than temporary, in the value of investments under this category is provided for each investment individually.

**(b) Held for Trading:**

Investments acquired for resale within 90 days with the intention to take advantage of the short-term price/interest rate movements are categorized under Held for Trading. The investments in this category are revalued scrip-wise and net appreciation /depreciation is recognized in the profit & loss account, with corresponding change in the book value of the individual scrips. In respect of traded/ quoted investments, the market price is taken from the trades/ quotes available on the stock exchanges.

**(c) Available for Sale:**

- (i) Investments which do not fall within the above two categories are categorized under Available for Sale. The individual scrip under this category is revalued and net depreciation under any of the classification mentioned above is recognized in the profit & loss account. Net appreciation under any classification is ignored. The book value of individual scrip is not changed after the revaluation.
- (ii) An investment is classified as Held To Maturity, Available For Sale or Held For Trading at the time of its purchase and subsequent shifting amongst categories and its valuation is done in conformity with RBI guidelines.
- (iii) Treasury Bills, Commercial Papers and Certificates of Deposit, being discounted instruments, are valued at carrying cost.
- (iv) The quoted Government Securities are valued at market prices and unquoted/non-traded government securities are valued at prices declared by Financial Benchmark India Pvt. Ltd.(FBIL).
- (v) Investments which are made out of the Corpus or Funds provided by the Government of India (GOI) and netted off from the related Fund balances are carried at cost and not subject to RBI guidelines of valuation.
- (vi) Recording purchase and sale transactions in Investments is done following 'Settlement Date' accounting.
- (vii) The debentures / bonds / shares deemed to be in the nature of advance, are subject to the usual prudential norms applicable to loans & advances.
- (viii) Cost of investments is determined on the weighted average cost method.



- (ix) Brokerage, commission, etc. paid at the time of acquisition/ sale are recognized in the profit & loss account.
- (x) Broken period interest paid / received on debt investment is treated as interest expenses / income and is excluded from cost / sale consideration. In respect of investments in government securities the broken period interest paid to the seller as part of cost is not capitalized and treated it as an item of expenditure under Profit & Loss Account.
- (xi) In respect of unquoted investments in industrial concerns under Seed Capital Scheme, full provision has been made.
- (xii) Units of mutual fund are valued at repurchase price as per relevant RBI guidelines.
- (xiii) The unquoted fixed income securities (other than government securities) are valued on Yield to Maturity (YTM) basis with appropriate mark-up over the YTM rates for Central Government securities of equivalent maturity. Such mark-up and YTM rates applied are as per the relevant rates published by FBIL.
- (xiv) Unquoted Shares are valued at breakup value, if the latest Audited Financial Statements of the investee companies are available, or at ₹1/- per Company as per RBI guidelines.

#### 4. FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions are recorded in the books of account in respective foreign currencies at the exchange rate prevailing on the date of transaction. Accounting for transactions involving foreign exchange is done in accordance with Accounting Standard (AS)-11 issued by Institute of Chartered Accountants of India, as per following provisions:

- i. Contingent liability in respect of outstanding forward exchange contracts, guarantees; acceptances, endorsements and other obligations are calculated at the closing exchange rates notified by Foreign Exchange Dealers' Association of India ('FEDAI').
- ii. Foreign currency Assets and Liabilities are translated at the closing exchange rates notified by FEDAI as at the Balance sheet date.
- iii. Foreign currency Income and Expenditure items are translated at monthly intervals through actual sale/purchase and recognized in the profit & loss account accordingly.

- iv. The revaluation difference on foreign currency LoC is adjusted and recorded in a special account opened and maintained, in consultation with GOI for managing exchange risk.
- v. The Bank follows hedge accounting in respect of foreign exchange contracts and derivative transactions as per RBI guidelines.
- vi. Exchange differences arising on the settlement of monetary items are recognized as income or expense in the period in which they arise.
- vii. Outstanding Forward Exchange Contracts which are not intended for trading are revalued at exchange rates notified by FEDAI.

## 5. DERIVATIVES

The Bank presently deals in currency derivatives viz., Cross Currency Interest Rate swaps for hedging its foreign currency liabilities. Based on RBI guidelines, the above derivatives undertaken for hedging purposes are accounted on an accrual basis. Contingent Liabilities on account of derivative contracts at contracted rupee amount are reported on the Balance Sheet date.

## 6. LOANS AND ADVANCES

- i. Assets representing loan and other assistance portfolios are classified as performing and non-performing based on the RBI guidelines. Provision for non-performing assets is made in accordance with the RBI guidelines.
- ii. Advances stated in the Balance Sheet are net of provisions made for non-performing advances and restructured NPA assets.
- iii. General provision on Standard Assets is made as per RBI guidelines.
- iv. Floating provision is made and utilized as per RBI guidelines and Board approved policy.
- v. MUDRA has been subscribing to Pass Through Certificates backed by loans receivables originated by various MFIs / Banks / Non-Banking Finance Companies. Such securitization transactions are classified as Loans and Advances and are shown in the Balance Sheet on gross basis, which at are Book value and provisions are shown separately

## 7. TAXATION

- (i) Tax expense comprises both current tax and deferred taxes. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with Income Tax Act, 1961 and the Income Computation and Disclosure Standards (ICDS).
- (ii) Deferred income taxes reflect the impact of the current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date.
- (iii) Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Unrecognized deferred tax assets of earlier years are re-assessed and recognized to the extent that it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realized.
- (iv) Disputed taxes not provided for including departmental appeals are included under Contingent Liabilities.

## 8. SECURITISATION

- (i) The Bank purchases credit rated Micro, Small and Medium Enterprises Asset pools from Banks / Non-Banking Finance Companies by way of pass-through certificates issued by the Special Purpose Vehicle. Such securitisation transactions are classified as investments under Held for Trading / Available for Sale category depending upon the investment objective.
- (ii) The Bank purchases credit rated pool of Micro, Small and Medium Enterprises assets under bilateral direct assignment. Such direct assignment transactions are accounted for as 'advances' by the Bank.
- (iii) The Bank enters into sale of Loans & Advances through direct assignment. In most of the cases, the Bank continues to service the Loans & Advances sold under these transactions and is entitled to the Residual interest on the Loans & Advances sold. Assets sold under direct assignment are derecognized in the books of the Bank based on the principle of surrender of control over the assets.
- (iv) The residual income on the Loans & Advances sold is being recognised over the life of the underlying Loans & Advances.

(v) Security Receipts issued by the asset reconstruction companies are valued in accordance with the guidelines applicable to such instruments, prescribed by RBI from time to time.

#### **9. SALE OF FINANCIAL ASSETS TO ASSET RECONSTRUCTION COMPANIES (ARCs):**

(i) The sale of NPA's is on cash basis or investment in Security Receipt (SR) basis. In case of sale on SR basis, the sale consideration or part thereof is treated as investment in the form of SRs.

(ii) The assets if sold at a price below the Net Book Value (NBV) (i.e. book value less provisions held), the shortfall is debited to the Profit & Loss A/c. In case the sale value is higher than NBV, the excess provision held can be reversed to profit & loss account in the year the amounts are received. Reversal of excess provision is limited to the extent to which cash received exceeds the NBV of the asset.

#### **10. PROVISIONING FOR STAFF BENEFITS:**

##### **A] Post retirement benefits:**

(i) Provident Fund is a defined contribution scheme administered by the Bank and the contributions are charged to the Profit & Loss Account.

(ii) Gratuity liability and Pension liability are defined benefit obligations and other long-term employee benefits like compensated absences, post-retirement medical benefits etc. are provided based on the independent actuarial valuation as at the Balance Sheet date using the projected unit credit method as per AS 15 (Revised 2005) - Employee Benefits

(iii) Actuarial gains or losses are recognized in the profit & loss account based on actuarial valuations for the period in which they occur.

(iv) New Pension Scheme is a defined contribution scheme and is applicable to employees who have joined bank on or after December 01, 2011. Bank pays fixed contribution at pre-determined rate and the obligation of the Bank is limited to such fixed contribution. The contribution is charged to Profit & Loss Account.

(v) Payments made under the Voluntary Retirement Scheme are charged to the Profit & Loss account in the year of expenses incurred.

##### **B] Benefits (Short – term) while in service**

Liability on account of Short term benefits are determined on an undiscounted basis and recognised over the period of service, which entitles the employees to such benefits.

SVCL:

## Employee Benefits

### Defined Contribution Schemes:

Company's Contribution to Provident Fund, etc. is charged to the Statement of Profit-and Loss as and when incurred.

### Defined Benefit Plans:

The Company also provides for retirement benefits in the form of gratuity. Such benefits are provided for, based on valuation, as at the balance sheet date, made by an independent actuary. Incremental liability based on actuarial valuation as per the projected unit credit method as at the reporting date is charged as expense to the Statement of Profit and loss. The company has taken a group gratuity policy with Life Insurance Corporation of India ("LIC") and is funded.

### Performance Pay:

Performance Pay is an annual incentive to employees based on the Company's financial performance and employee's performance.

### Exit Incentive:

Exit Incentive is incentive to employees for effecting accelerated profitable exits from the Funds under management of the Company.

### Leave Encashment:

The Company provides for retirement benefits in the form of leave encashment. Such benefits are provided for, based on valuation, as at the balance sheet date, made by an independent actuary. The short term and long term leave have been valued on actuarial basis as per the projected unit credit method. Further, employees can also encash 15 days of their accumulated leave every financial year.

## 11. FIXED ASSETS AND DEPRECIATION

i) Fixed Assets are stated at cost of acquisition less accumulated depreciation and impairment losses, if any.

- ii) Cost of asset includes purchase cost and all expenditure incurred on the asset before put to use. Subsequent expenditure incurred on assets put to use is capitalized only when it increases the future benefits from such assets or their functioning capability.
- iii) Depreciation for the full year, irrespective of date of capitalization, is provided on:
  - a) Furniture and fixture: For assets owned by Bank @ 100 percent
  - b) Computer and Computer Software @ 100 percent
  - c) Building @ 5 percent on WDV basis
  - d) Electrical Installations: For assets owned by Bank @ 50 percent on WDV basis.
  - e) Motor Car - Straight Line Method @ 50 percent.
- iv) Depreciation on additions is provided for full year and no depreciation is provided in the year of sale/disposal.
- v) Leasehold land is amortised over the period of lease.

#### **MUDRA**

- i) Fixed assets are stated at cost of acquisition including incidental expenses. All costs directly attributable to bringing the asset to the working condition for its intended use including financing costs are also capitalized. Depreciation is provided on Straight Line Method on the basis of useful life under Schedule II to the Companies Act, 2013 which as under:
  - a. Office Equipment's -5 years
  - b. Computer and hardware – 3 years
  - c. Electrical installation -10 years

Useful life of Servers and networks are taken at 3 years as per Management estimates. In respect of Computer Software the cost is amortized based on accounting standard 26 issued by ICAI which are as under:

- a. Computer software - 3 years.
- b. Computer License – 1 – 3 years as per tenure of license

Assets costing ₹5,000/- or less have been depreciated over period of one year.

#### **SVCL**

Fixed Assets are stated at cost of acquisition less accumulated depreciation. The Company capitalises all costs relating to the acquisition and installation of fixed assets. Depreciation on Fixed Assets is provided on Written down Value Method at the rates and in the manner prescribed in Schedule II to the Companies Act, 2013. Cost of mobile / telephone instruments / tablet devices purchased are capitalized and being highly technologically obsolete, charged to 95%

depreciation, in the year of purchase. Depreciation on assets whose actual cost is not more than five thousand rupees has been provided at the rate of 100%.

## **12. PROVISION FOR CONTINGENT LIABILITIES AND CONTINGENT ASSETS.**

In accordance with AS-29 Provisions, Contingent Liabilities and Contingent Assets, the Bank recognizes provisions involving substantial degree of estimation in measurement when it has a present obligation as a result of past event, it is probable that there will be an outflow of resources and a reliable estimate can be made of the amount of the obligation. Contingent Assets are neither recognized nor disclosed in the consolidated financial statements. Contingent liabilities are not provided for and are disclosed in the balance sheet and details given by way of Schedule to the Balance Sheet. Provisions, contingent liabilities and contingent assets are reviewed at each Balance Sheet date.

## **13. GRANTS AND SUBSIDIES**

Grants and subsidies from the Government and other agencies are accounted as per the terms and conditions of the agreement.

## **14. OPERATING LEASE**

Lease rentals is recognized as an expense/income in the Profit & Loss Account on a straight line basis over the lease term in accordance with AS-19.

## **15. IMPAIRMENT OF ASSETS**

The carrying amounts of assets are reviewed at each Balance Sheet date, if there is any indication of impairment based on internal/external factors, to recognize,

- a) the provision for impairment loss, if any required; or
- b) the reversal, if any, required for impairment loss recognized in the previous periods.

Impairment loss is recognized when the carrying amount of an asset exceeds recoverable amount.

## **16. CASH AND CASH EQUIVALENTS**

Cash and cash equivalents for the purpose of cash flow statement include cash in hand, balances with RBI, balances with other banks, money at call and short notice and investment in Mutual Fund with an original maturity of three months or less.

**SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA**  
**Additional Notes to Consolidated Accounts**

Annexure - I

**1 Details of Subsidiaries included in consolidated financial statements are:**

Sr. No.	Name of the subsidiary	Country of Incorporation	Proportion of ownership*	Profit/Loss for the year ended	
				31-Mar-25	31-Mar-24
1	SIDBI Venture Capital Ltd.(SVCL)	India	100%	15,875,574	45,851,288
2	SIDBI Trustee Company Ltd.(STCL)	India	100%	5,781,498	6,677,258
3	Micro Units Development & Refinance Agency Ltd (Mudra Ltd)	India	100%	8,165,641,911	8,146,971,873
<b>Total</b>				<b>8,187,298,983</b>	<b>8,199,500,419</b>

Financial statements of MUDRA, SVCL and STCL are unaudited for FY 2025.

\*As all shares of the subsidiaries are owned by SIDBI directly or indirectly, no separate disclosure relating to minority interest is reflected.

Note: As SIDBI Swavalamban Foundation (SSF) is a Not-for-Profit Company [incorporated under section 8 of Companies Act, 2013], SSF is not being considered for consolidation in preparation of Consolidated Financial statements as per Accounting Standard 21.

**2.A Details of Associates included in consolidated financial statements in current and previous year are as follows :**

Sr. No.	Name of the Associate	(%) Holding		Description	Investment (Face Value)	Investment		Share of Profit/(loss) for the year ended <sup>(1)</sup>		Share in reserves as at <sup>(1)</sup>	
		31-Mar-25	31-Mar-24			31-Mar-25	31-Mar-24	31-Mar-25	31-Mar-24	31-Mar-25	31-Mar-24
1	Acuite Ratings Pvt Ltd (Erstwhile SMERA) <sup>(2)</sup>	35.73	35.73	Credit Rating Agency for SME's	51,000,000	51,000,000	51,000,000	40,747,207	41,413,214	293,250,760	252,503,553
2	India SME Asset Reconstruction Company Limited <sup>(3)</sup>	26.00 <sup>(3)</sup>	26.00 [3]	Asset Reconstruction Company	260,000,000	260,000,000	260,000,000	(207,316,131)	24,467,393	129,859,149	337,175,280
3	Delhi Finance Corporation <sup>(4)</sup>	23.76	23.76	State Financial Corporation	62,775,000	31,387,500	31,387,500	-	-	(92,761,541)	(52,315,435)
4	Receivables Exchange of India Limited <sup>(5)</sup>	30.00	30.00	Online platform for factoring / discounting of Trade Receivables (TReDS)	150,000,000	150,000,000	150,000,000	153,723,300	84,867,000	186,623,100	32,899,800
5	KITCO LIMITED <sup>(6)</sup>	49.77	49.77	Technical consultancy Organisation	49,000,000	2,495,296	2,495,296	16,446,255	(54,671,728)	113,105,865	96,659,610
<b>Total</b>						<b>494,882,796</b>	<b>494,882,796</b>	<b>3,600,631</b>	<b>96,075,879</b>	<b>630,077,333</b>	<b>666,922,807</b>

1 (i) Share of Profit/(loss) of (₹36,00,631/-) (Previous Year ₹9,60,75,879/-) is credited to Consolidated Profit & Loss statement under the head "Share of (earning)/loss in associates" for year ending March 2025.

(ii) Share in Reserves of Associates of ₹63,00,77,333/- (Previous Year ₹66,69,22,807/-) is Included in Schedule II - Reserve, Surplus and Funds of the Consolidated Balance Sheet for year ending March 2025.

2. Acuite Ratings Pvt. Ltd figures are based on provisional financial statements for year ending March 2025.

3. India SME Asset Reconstruction Company Limited's figures are based on provisional financial statements for year ending March 2025. Includes 11% holding by SVCL (100% subsidiary of SIDBI).

4. Delhi Finance Corporation figures are based on audited financial statements for the year ending March 31, 2024.

# Share of loss of to the extent of book value of investment is restricted for consolidation in the associate.

5. Receivables Exchange of India Limited's figures are based on provisional financial statements as per IND AS for the year ending March 2025 and KITCO Ltd. Financials figures are based on provisional as on March 31, 2025.

6. One of the associate viz. ISTSL is under liquidation and therefore, not being considered for consolidation in preparation of Consolidated Financial Statements as per Accounting Standard 21. SIDBI has made full provision on investment in this associate in its financial statements for year ending March 2021.



B The results of the following associates are not included in the consolidated financial statements. However, full provision has been made in the financial statements for diminution in value of investment. (₹)

Sr. No.	Name of the Associate	(%) Holding		Description	Investment	Diminution in value of Investment	
		31-Mar-25	31-Mar-24			31-Mar-25	31-Mar-24
1	BSFC	48.43	48.43	State Financial Corporation	120,125,000	(120,125,000)	(120,125,000)
2	GSFC	28.41	28.41	State Financial Corporation	126,600,000	(126,600,000)	(126,600,000)
3	MSFC	39.99	39.99	State Financial Corporation	125,241,750	(125,241,750)	(125,241,750)
4	PFC	25.92	25.92	State Financial Corporation	52,351,850	(52,351,850)	(52,351,850)
5	UPSFC	24.18	24.18	State Financial Corporation	172,750,000	(172,750,000)	(172,750,000)
Total					597,068,600	(597,068,600)	(597,068,600)

The figures for GSFC are based on audited results for the year ended March 31,2024. Regarding PFC, BSFC, MSFC and UPSFC figures are based on audited results for the year ended March 31, 2020, March 31, 2022, March 31, 2020 and March 31, 2014 respectively.

C. In case of following entities, though the bank holds more than 20% of voting power, they are not treated as investment in associate under AS 23 'Accounting for Investment in Associates in Consolidated Financial Statements', as they are classified as NPI and accordingly book value of investment is taken at Rs.1/- each. (₹)

Sr. No.	Name of the Associate	(%) Holding		Description	Investment	
		31-Mar-25	31-Mar-24		31-Mar-25	31-Mar-24
1	Bihar Industrial and Technical Consultancy Organisation Ltd.	49.25	49.25	Technical Consultancy Organisation	1	1

3 There are no significant transactions with Associates during the current year and previous year.

4 As against depreciation policy of SIDBI whereby assets are depreciated on SLM / WDV at pre-determined rates, the subsidiaries and associates compute depreciation on SLM/ WDV basis as per Schedule II of the Companies Act, 2013. Thus, out of the total depreciation of ₹22,05,27,331/- (Previous Year ₹61,89,71,613/-) included in Consolidated Financial Statements, ₹44,41,907/- being 2.01% (Previous Year ₹69,85,989/- being 1.13%) of the amount is determined based on Depreciation provided as per the Companies Act, 2013.

5 Employee Benefits

(i) SIDBI

In accordance with the Accounting Standard on "Employee Benefits" (AS 15) (Revised 2005) issued by the Institute of Chartered Accountants of India, the Bank has classified the various benefits provided to the employees as under:

(a) Defined contribution plan

The Bank has recognized the following amounts in Profit & Loss Account:

( ₹ )

Particulars	31-Mar-25	31-Mar-24
Employer's contribution to Provident fund	124,735,367	121,549,983
Employer's contribution to New Pension Scheme	103,909,645	128,187,062

(b) The Bank is having defined benefit Pension Plans and Gratuity Scheme which are managed by the Trust.

₹ Crore

	Pension		Gratuity	
	FY 2025	FY 2024	FY 2025	FY 2024
1. Assumptions				
Discount Rate	6.69%	7.20%	6.69%	7.20%
Rate of Return on Plan Assets	6.69%	7.20%	7.00%	7.20%
Salary Escalation	5.50%	5.50%	5.50%	5.50%
Attrition rate	2.00%	2.00%	2.00%	2.00%

<b>2. Table showing change in Benefit Obligation</b>				
Liability at the beginning of the year	767.70	679.80	111.88	107.40
Interest Cost	55.27	25.92	8.06	7.57
Current Service Cost	21.25	14.45	5.49	5.98
Past Service Cost (Non Vested Benefit)	0.00	0.00	0.00	0.00
Past Service Cost ( Vested Benefit)	0.00	0.00	0.00	0.00
Liability Transferred in	0.00	0.00	0.00	0.00
(Liability Transferred out)	0.00	0.00	0.00	0.00
(Benefit Paid)	0.00	0.00	(12.14)	(13.97)
Actuarial (gain) / loss on obligations	29.89	47.53	13.82	4.90
<b>Liability at the end of the year</b>	<b>874.11</b>	<b>767.70</b>	<b>127.11</b>	<b>111.88</b>
<b>3. Tables of Fair value of Plan Assets</b>				
Fair Value of Plan Assets at the beginning of the year	682.17	635.76	95.39	102.30
Expected Return on Plan Assets	49.12	47.68	6.87	7.41
Contributions	80.00	0.00	20.00	0.01
Transfer from other company	0.00	0.00	0.00	0.00
(Transfer to other company)	0.00	0.00	0.00	0.00
(Benefit Paid)	0.00	0.00	(12.14)	(13.97)
Actuarial gain / (loss) on Plan Assets	(0.68)	(1.27)	(0.09)	(0.36)
<b>Fair Value of Plan Assets at the end of the year</b>	<b>810.61</b>	<b>682.17</b>	<b>110.03</b>	<b>95.39</b>
<b>4. Table of Recognition of Actuarial Gains/ Losses</b>				
Actuarial (Gains)/ Losses on obligation for the period	29.89	47.53	13.82	4.90
Actuarial (Gains)/ Losses on asset for the period	0.68	1.27	0.09	0.36
<b>Actuarial (Gains)/ Losses recognized in Income &amp; Expense Statement</b>	<b>30.57</b>	<b>48.80</b>	<b>13.91</b>	<b>5.26</b>
<b>5. Actual Return on Plan Assets</b>				
Expected Return on Plan Assets	49.12	47.68	6.87	7.41
Actuarial Gain / (Loss) on Plan Assets	(0.68)	(1.27)	(0.09)	(0.36)
<b>Actual Return on Plan Assets</b>	<b>48.44</b>	<b>46.41</b>	<b>6.78</b>	<b>7.05</b>
<b>6. Amount Recognised in the Balance Sheet</b>				
Liability at the end of the year	(874.11)	(767.70)	(127.11)	(111.88)
Fair Value of Plan Assets at the end of the year	810.61	682.17	110.03	95.39
Difference	(63.50)	(85.53)	(17.08)	(16.49)
Unrecognised Past Service Cost at the end of the year	0.00	0.00	0.00	0.00
Unrecognised Transitional Liability at the end of the year	0.00	0.00	0.00	0.00
<b>Net Amount recognised in the Balance Sheet</b>	<b>(63.50)</b>	<b>(85.53)</b>	<b>(17.08)</b>	<b>(16.49)</b>
<b>7. Expenses Recognised in the Income Statement</b>				
	Pension		Gratuity	
	FY 2025	FY 2024	FY 2025	FY 2024
Current Service Cost	21.25	14.46	5.49	5.98
Interest Cost	55.27	25.92	8.06	7.57
Expected Return on Plan Assets	(49.12)	(47.68)	(6.87)	(7.41)
Past Service Cost (Non Vested Benefit) recognised during the year	0.00	0.00	0.00	0.00
Past Service Cost (Vested Benefit) recognised during the year	0.00	0.00	0.00	0.00
Recognition of Transition Liability during the year	0.00	0.00	0.00	0.00
Actuarial (Gain) / Loss	30.57	48.80	13.91	5.26
<b>Expense Recognised in Profit &amp; Loss account</b>	<b>57.97</b>	<b>41.50</b>	<b>20.59</b>	<b>11.40</b>

<b>8. Balance Sheet Reconciliation</b>					
Opening Net Liability	85.53	44.03	16.49	5.10	
Expense as above	57.97	41.50	20.59	11.40	
Employers Contribution	(80.00)	0.00	(20.00)	(0.01)	
<b>Amount recognised in the Balance Sheet</b>	<b>63.50</b>	<b>85.53</b>	<b>17.08</b>	<b>16.49</b>	

## 9. Other Details

		Pension		Gratuity	
		FY 2025	FY 2024	FY 2025	FY 2024
<b>10. Category of Assets</b>					
Government of India Assets		0.00	0.00	0.00	0.00
Corporate Bonds		0.00	0.00	0.00	0.00
Special Deposits Scheme		0.00	0.00	0.00	0.00
Equity Shares of Listed Companies		0.00	0.00	0.00	0.00
Property		0.00	0.00	0.00	0.00
Insurer Managed Funds		810.61	682.17	110.03	95.39
Other		-	-	-	-
<b>Total</b>		<b>810.61</b>	<b>682.17</b>	<b>110.03</b>	<b>95.39</b>

(c) The following are the amount charged to Profit & Loss Account relating to other long term benefits plan based on the actuarial valuation provided by independent actuary.

(ii) SVCL

Details	Post Employment Benefits	Post Employment Benefits
	FY 2025	FY 2024
Nature of benefit	Gratuity	Gratuity
<b>Assets &amp; liabilities recognized in balance sheet</b>		
Present value of unfunded defined benefit obligations	Nil	Nil
Present value of funded or partly funded defined benefit obligations	₹ 6,586,492	₹ 6,055,243
Fair value of plan assets	₹ 7,392,831	₹ 6,254,710
Past service cost not recognized in balance sheet	Nil	Nil
Any amount nor recognized as asset	Nil	Nil
Fair value of any reimbursement rights recognized as asset	Nil	Nil
Other amounts, if any, recognized in balance sheet	Nil	Nil

Amounts included in fair value of plan assets:			
Own financial instruments	Nil		Nil
Property or other assets used	Nil		Nil
Insurer managed funds	₹ 7,392,831		₹ 6,254,710
Movement in net liability:			
Opening net liability / (Asset)	-₹ 199,467		(₹3,65,385)
Expenses	₹ 7,352		₹ 823,558
Contribution	-₹ 614,224		-₹ 657,640
Closing net liability / (Asset)	-₹ 806,339		-₹ 199,467
Expenses recognized in statement of profit & loss			
Current service cost	₹ 457,199		₹ 366,611
Interest cost	₹ 437,189		₹ 509,610
Expected return on plan assets	-₹ 451,590		-₹ 537,014
Expected return on reimbursement rights	N.A.		N.A.
Actuarial gains / (losses)	-₹ 435,446		₹ 484,351
Total expenses recognized in statement of profit & loss	₹ 7,352		₹ 823,558
Past service cost	Nil		Nil
Effect of curtailment / settlement	Nil		Nil
Effect of limit in para 59(b)	N.A.		N.A.
Actual return of plan assets and on reimbursement rights recognized as asset	Nil		Nil
Actuarial Assumptions			
Discount rates	6.96%		7.50%
Expected rate of returns on plan assets	6.96%		7.50%
Expected rate of returns on reimbursement rights	Nil		Nil
Expected rate of salary increase	5.00%		5.00%
Medical cost trends	N.A.		N.A.
Mortality	Indian Assured Lives Mortality (2012-14) (Urban)		Indian Assured Lives Mortality (2012-14) (Urban)
Disability	Nil		Nil
Attrition	3.00%		3.00%
Retirement age	60 Years		60 Years

(iii) MUDRA

(a) For the employees who are on deputation from Small Industrial Development Bank of India (SIDBI), Gratuity, Leave Encashment and Arrears of Salary are taken care by the employer, who have deputed the employees to this company. Further, MUDRA has provided an amount of ₹39.47 lakh and relating to prior period amounting of ₹28.76 lakh (March 2024: ₹28,97 lakh) to P&L A/c during the current FY. The same would be paid to SIDBI, when such costs are demanded by SIDBI. With respect to contract employees there is no post employment benefits which are applicable

(b) Therefore, no disclosures are required under 'Revised AS 15- Employees Benefit' issued under Companies Accounting Standard Rules, 2006'

6 Earning Per Share (EPS) (AS-20)\*:

	March 31, 2025 (₹)	March 31, 2024 (₹)
Net Profit considered for EPS calculation	55,963,117,640	48,223,397,709
Weighted Average Number of equity shares of face value ₹10 each	568,541,169	568,541,169
Earning per share	98.43	84.82

\*Basic & Diluted EPS are same as there are no dilutive potential Equity Shares.

- 7 As per the Accounting Standard 22, Accounting for Taxes on Income, the Bank has reviewed Deferred Tax Assets / Liabilities and recognized an amount of ₹504,61,80,880/- as Deferred Tax Assets (Previous year - Deferred Tax Asset was ₹5,54,52,09,931/-) in the Profit & Loss Account for the year ended March 31, 2025.  
The Break up of Deferred Tax Asset/ (Liability) as on March 31, 2025 is as under :

Sr. No.	Timing Difference	FY 2024-25 (₹)	FY 2023-24 (₹)
		Deferred Tax Asset/(Liability)	Deferred Tax Asset/(Liability)
1	Provision for Depreciation on fixed assets	69,529,653	99,608,023
2	Special Reserve u/s 36(1)(viii) of the Income Tax Act 1961	(4,982,930,413)	(4,479,570,413)
3	Provision for Non performing assets	458,912,406	251,188,222
4	Provision for Restructuring of Accounts	-	(0)
5	Provision for Non Performing Investment	758,190,678	812,767,668
6	Provision for Standard Assets	15,615,738,774	9,340,367,925
7	Others	1,349,699,451	1,652,458,516
	<b>Net deferred tax Asset/(Liability)</b>	<b>13,269,140,549</b>	<b>7,676,819,942</b>

- 8 Estimated amount of contracts remaining to be executed on Capital Account not provided for (net of advance paid)
- |  |            |   |
|--|------------|---|
|  | 11,200,000 | - |
|--|------------|---|

- 9 Disclosure relating to Resolution Plans implemented during the year in terms of RBI Circular DBR.No.BP.BC.45/21.04.048/2018-19 dated June 7, 2019:

- i) RPs Successfully implemented during the year ended March 31, 2025

No. of cases	Balance Outstanding* Amount (₹ in Crore)
Nil	Nil

- ii) Details of Securities acquired due to conversion of debt to equity during a restructuring process:

Particulars	No of Shares/units	Face Value per share (in ₹)	Book Value(in ₹)
Nil	Nil	Nil	Nil

- iii) Details of resolution plans implemented under the RBI Resolution Framework for COVID-19 related stress as per RBI circular dated 6th August, 2020 (Resolution Framework 1.0) and 5th May 2021 (Resolution Framework 2.0) as at March 31, 2025 are given below :

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half-year (A)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year \$	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year
Personal Loans	---	---	---	---	---
Corporate persons	7.50	0.00	0.00	-1.41	6.09
Of which MSMEs	7.50	0.00	0.00	-1.41	6.09
Others	---	---	---	---	---
Total	7.50	---	---	-1.41	6.09

\$ Represents net movement in balance outstanding.

- iv. The number of borrower accounts where Resolution Plan is implemented in terms of RBI circular no. DOR.STR.REC.11/21.04.048/2021-22 dated May 5, 2021 on Resolution Framework – 2.0: Resolution of COVID-19 related stress of Individuals and Small Businesses is nil. Further no modifications were sanctioned and implemented in respect of accounts which were implemented under Resolution Framework 1.0

- 10 Contingent Liabilities referred to in Schedule XI

Contingent liabilities include “Claims against the Bank not acknowledged as debts” of ₹6,32,89,48,451 (Previous Year ₹ 9,89,43,47,386 ). These represents claims filed against the Bank in the normal course of business relating to various legal cases currently in progress and demands raised by income tax and other statutory authorities. These are being disputed by the Bank and based on expert's opinion, the provision is not considered necessary.

- 11 In the opinion of the Management, there is no material impairment of the fixed assets of the Bank in terms of Accounting Standard 28- Impairment of Assets.

12 Disclosures under Accounting Standard 29 for provisions in contingencies. The salary & allowances of the employees of the Bank are reviewed every five years. Such review is due from November 01, 2022.

Particulars	FY 2025	FY 2024
	Wage Arrears / Incentive ₹	Wage Arrears / Incentive ₹
Opening Balance	1,391,533,676	236,478,635
Additions:		
Arrears	609,249,606	1,172,222,552
Incentive		-
Utilisations:	611,618,134	17,167,511
Write back		-
Closing Balance	1,389,165,148	1,391,533,676

13 Micro, Small and Medium Enterprises (MSME) sector – Restructuring of Advances for MSME Borrowers registered under Goods and Services Tax (GST)::  
As per RBI circular dated February 11, 2020 restructuring of advances was done for Micro, Small and Medium Enterprises (MSME) Borrowers registered under Goods and Services Tax (GST). The RBI, vide its Circular dated August 06, 2020 on 'Micro, Small and Medium Enterprises (MSME) Sector - Restructuring of Advances' extended the above scheme to support the viable MSME entities on account of the fallout of Covid19. Further RBI vide circular RBI/2021-22/32 DOR.STR.REC.12/21.04.048/2021-22 dated May 5, 2021 has advised Resolution Framework 2.0 – Resolution of Covid-19 related stress of Micro, Small and Medium Enterprises (MSMEs). The MSME accounts restructured under these guidelines are as under:

No. of accounts restructured	Amount (₹ in Crore)
634	334.35

14 The Bank is making an additional provision on advances at rates higher than minimum stipulated under IRAC norms, as per Board approved Accelerated Provisioning Policy. Accordingly, the Bank holds additional provision on standard advances (including restructured accounts) of ₹3,657.08 Cr. as on March 31, 2025 (Previous year ₹1,538.90 Cr.)

Details of loans transferred / acquired during the Year ended March 31, 2025 under the RBI Master Direction on Transfer of Loan Exposures RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated September 24, 2021 (Updated as on December 28, 2023) are given below:  
15 i. Details of loans not in default acquired through assignment are given below:

Particulars	2024-25	2023-24
Aggregate amount of loans acquired (₹ in crore)	1157.11	48.94
Weighted average residual maturity (in months)	127.48	106.84
Weighted average holding period by the originator (in months)	10.43	13.31
Retention of beneficial economic interest by the originator	20%	20%
Tangible security coverage	216.75%	266.45%
rating-wise distribution of rated loans	---	---

ii. Details of non-performing assets (NPAs) transferred

Particulars	₹ in crore		
	To ARCs	To permitted transferees	To other transferees
No. of accounts	2	---	---
Aggregate principal outstanding of loans transferred	153.24	---	---
Weighted average residual tenor of the loans transferred	NA	---	---
Net book value of loans transferred (at the time of transfer)	---	---	---
Aggregate consideration	28.20	---	---
Additional consideration realized in respect of accounts transferred in earlier years	---	---	---

Previous Year- 31.03.2024

Particulars	To ARCs	To permitted transferees	To other transferees
No. of accounts	2	---	---

Aggregate principal outstanding of loans transferred	939	---	---
Weighted average residual tenor of the loans transferred	NA	---	---
Net book value of loans transferred (at the time of transfer)	---	---	---
Aggregate consideration	455	---	---
Additional consideration realized in respect of accounts transferred in earlier years	---	---	---

During the year ended March 31, 2025, investment made in Security Receipts (SRs) was ₹16.11 crore (Previous Year- ₹56.77 crore) The Security Receipts are provided for and hence the net book value is nil. Excess provisions reversed to the profit and loss account on account of sale of stressed loans was nil.

iii. The Bank has not transferred any loan not in default / Special Mention Accounts (SMA).

iv. The Bank has not acquired any stressed loan.

- 16 In accordance with RBI Circular no. RBI/2023-24/90 DOR.STR.REC.58/21.04.048/2023-24 dated December 19, 2023- Investments in Alternative Investment Funds (AIFs) and subsequent clarification vide circular no. RBI/2023-24/140 DOR.STR.REC.85/21.04.048/2023-24 dated March 27, 2024, the Bank has reassessed the impact and hold provision of Rs. 26.16 Cr.as on March 31, 2025 (Previous Year of Rs. 110.64 Cr.)
- 17 Additional statutory information disclosed in separate financial statements of the parent and the subsidiaries have no bearing on the true and fair view of the Consolidated Financial Statments and also the information pertaining to the items which are not material have not been disclosed in the Consolidated Financial Statements in view of the general clarification issued by the Institute of Chartered Accountants of India (ICAI).
- 18 **Implementation of Ind-AS :**  
As per RBI letter dated May 15, 2019 issued to the Bank, implementation of Ind-AS for AIFs has been deferred till further notice. Accordingly, financial statements of the Bank are continued to be prepared under IGAAP.
- 19 Regulation 14 of Small Industries Development Bank of India General Regulations, 2000 prescribes separate format for presentation of accounts under Small Industries Development Assistance Fund(SIDAF) and General Fund. As no separate SIDAF has been notified by the Central Government, the same is not being maintained by SIDBI.
- 20 Previous year's figures have been re-grouped and re-classified wherever necessary to make them comparable with the current year's figures.

**Small Industries Development Bank of India**  
**Additional consolidated disclosures as per RBI guidelines**

(₹ Crore)

**1. Capital adequacy (As per Basel III)**

Sr. No.	Particulars	FY 2024-25	FY 2023-24
i)	Common Equity*	35412.42	Not Applicable
ii)	Additional Tier 1 capital*	0	Not Applicable
(iii)	Total Tier 1 capital*	35412.42	31260.02
(iv)	Tier 2 capital *	1807.00	2192.44
v)	Total Capital ( Tier 1+Tier 2)*	37219.42	33452.46
vi)	Total Risk Weighted Assets (RWAs) *	174453.35	187300.47
vii)	Common Equity Ratio ( Common Equity as a percentage of RWAs) *	20.30%	Not Applicable
viii)	Tier 1 Ratio ( Tier 1 capital as a percentage of RWAs)*	20.30%	16.69%
ix)	Capital to Risk Weighted Assets Ratio (CRAR) (Total Capital as a percentage of RWAs)*	21.33%	17.86%
x)	Percentage of the shareholding of the Government of India	20.85	20.85
xi)	Amount of equity capital raised	-	-
xii)	Amount of Additional Tier 1 capital raised; of which	-	-
	a.) Perpetual Non-Cumulative Preference Shares (PNCPs):	-	-
	b.) Perpetual Debt Instruments (PDI)	-	-
xiii)	Amount of Tier 2 capital raised; of which	-	-
	a.) Debt capital instruments:	-	-
	b.) Perpetual Cumulative Preference Shares (PCPS)	-	-
	c.) Redeemable Non-Cumulative Preference Shares (RNCPS)	-	-
	d.) Redeemable Cumulative Preference Shares (RCPS)	-	-

\* BASEL I was applicable till March 31, 2024. In terms of the RBI notification, BASEL III is applicable from April 1, 2024, onwards. Hence, figures are not strictly comparable.

**2. Free Reserves and Provisions**

**(a) Provision on Standard Assets**

(₹ Crore)

Particulars	FY 2024-25	FY 2023-24
Provisions towards Standard Assets (cumulative)	5996.43	3711.20

**(b) Floating Provisions**

(₹ Crore)

Particulars	FY 2024-25	FY 2023-24
Opening balance in the floating provisions account	495.67	495.67
The quantum of floating provisions made in the accounting year	0.00	0.00
Amount of draw down made during the accounting year *	0.00	0.00
Closing balance in the floating provisions account	495.67	495.67

\* Amount utilised for making NPA provision in terms of RBI circular dated May 05, 2021 and as per Bank's Board approved policy on floating provision.



### 3. Asset Quality and specific provisions

#### (a) Non-Performing Advances

(₹ Crore)

Particulars	FY 2024-25	FY 2023-24
<b>(i) Net NPAs to Net Advances (%)</b>	<b>0.00%</b>	<b>0.00%</b>
<b>(ii) Movement of NPAs (Gross)</b>		
(a) Opening balance	121.50	55.05
(b) Additions during the year	191.07	129.38
(c) Reductions during the year	129.68	62.93
(d) Closing balance	182.89	121.50
<b>(iii) Movement of Net NPAs *</b>		
(a) Opening balance	0.00	8.56
(b) Additions during the year	0.00	(1.29)
(c) Reductions during the year	0.00	7.26
(d) Closing balance	<b>0.00</b>	<b>0.00</b>
<b>(iv) Movement of provisions for NPAs (excluding provisions on standard assets)</b>		
(a) Opening balance	121.50	46.49
(b) Provisions made during the year	191.07	130.66
(c) Write of / write back of excess provisions	129.68	55.65
(d) Closing balance	<b>182.89</b>	<b>121.50</b>

\*The Net NPA will be NIL for the previous year, if the amount of floating provision is adjusted against the same.

#### (b) Non-Performing Investments

(₹ Crore)

Particulars	FY 2024-25	FY 2023-24
<b>(i) Net NPIs to Net Investments (%)</b>	<b>0.00%</b>	<b>0.00%</b>
<b>(ii) Movement of NPIs (Gross)</b>		
(a) Opening balance	680.89	331.38
(b) Additions during the year	12.66	350.31
(c) Reductions during the year	41.74	0.80
(d) Closing balance	<b>651.81</b>	<b>680.89</b>
<b>(iii) Movement of Net NPIs</b>		
(a) Opening balance	0.00	0.00
(b) Additions during the year	0.00	0.00
(c) Reductions during the year	0.00	0.00
(d) Closing balance	<b>0.00</b>	<b>0.00</b>
<b>(iv) Movement of provisions for NPIs (excluding provisions on standard assets)</b>		
(a) Opening balance	680.89	331.38
(b) Provisions made during the year	12.66	350.31
(c) Write of / write back of excess provisions	41.74	0.80
(d) Closing balance	<b>651.81</b>	<b>680.89</b>

\*FY 2025 includes InvIT of ₹8 crore i.e. 800,000 units with face value of ₹100/- received towards settlement of one PWO account and FY 2024 includes Optionally Convertible Debentures of ₹297.76 crore, Security Receipt of ₹52.44 crore (initial investment of ₹56.77 crore) and Equity Share of ₹0.01 crore acquired by way of conversion of debt, in line with extent RBI guidelines.

**(c ) Non-Performing Assets (a+b)**

(₹ Crore)		
Particulars	FY 2024-25	FY 2023-24
<b>(i) Net NPAs to Net Assets (Advanced + investments) (%)</b>	<b>0.00%</b>	<b>0.00%</b>
<b>(ii) Movement of NPAs (Gross Advances + Gross investments)</b>		
(a) Opening balance	802.38	386.43
(b) Additions during the year	203.73	479.69
(c) Reductions during the year	171.42	63.73
(d) Closing balance	<b>834.69</b>	<b>802.38</b>
<b>(iii) Movement of Net NPAs</b>		
(a) Opening balance	0.00	8.56
(b) Additions during the year	0.00	(1.29)
(c) Reductions during the year	0.00	7.27
(d) Closing balance	<b>0.00</b>	<b>0.00</b>
<b>(iv) Movement of provisions for NPAs (excluding provisions on standard assets)</b>		
(a) Opening balance	802.39	377.87
(b) Provisions made during the year	203.73	480.98
(c) Write of / write back of excess provisions	171.42	56.46
(d) Closing balance	<b>834.69</b>	<b>802.39</b>

**(e) Movement of Non-performing assets**

(₹ Crore)		
Particulars	FY 2024-25	FY 2023-24
Gross NPAs as on opening date of accounting period (Opening Balance)	121.50	55.05
Additions (Fresh NPAs) during the year	191.07	129.38
Sub total (A)	312.57	184.43
Less :-		
(i) Upgradations	2.57	6.72
(ii) Recoveries (excluding recoveries made from upgraded accounts)	24.80	1.86
(iii) Technical / Prudential Write offs	101.85	54.35
(iv) Write offs other than those under (iii) above	0.46	-
Sub-total (B)	129.68	62.93
Gross NPAs as on 31st March of following year (Closing Balance) (A-B)	182.89	121.50

**3 (d) Accounts Restructured**

Disclosure of Restructured Accounts																	
[₹ in crore]																	
SI	Type of Restructuring →		Under SME Debt Restructuring Mechanism					Others					Total				
	Asset Classification →		Standard	Sub-Standard	Doubtful	Loss	Total	Standard	Sub-Standard	Doubtful	Loss	Total	Standard	Sub-Standard	Doubtful	Loss	Total
Details ↓																	
1	Restructured Accounts as on April 1 of the FY (opening figures)*	No. of Borrowers	0	0	0	0	0	2	2	0	0	4	2	2	0	0	4
		Amount outstanding	-	-	-	-	-	16.60	14.99	0.00	-	31.59	16.60	14.99	0.00	-	31.59
		Provision thereon	-	-	-	-	-	-0.00	0.00	-0.00	-	-0.00	-0.00	0.00	-0.00	-	-0.00
2	Fresh restructuring during the year	No. of Borrowers	0	0	0	0	0	0	9	0	1	10	0	9	0	1	10
		Amount outstanding	-	-	-	-	-	-	24.53	-	0.37	24.91	-	24.53	-	0.37	24.91
		Provision thereon	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3	Upgradations to restructured standard category during the FY	No. of Borrowers	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
		Amount outstanding	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		Provision thereon	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4	Restructured standard advances which cease to attract higher provisioning and / or additional risk weight at the end of the FY and hence need not be shown as restructured standard advances at the beginning of the next FY	No. of Borrowers	0	0	0	0	0	-2	0	0	0	-2	-2	0	0	0	-2
		Amount outstanding	-	-	-	-	-	-16.60	-	-	-	-16.60	-16.60	-	-	-	-16.60
		Provision thereon	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5	Downgradations of restructured accounts during the FY	No. of Borrowers	0	0	0	0	0	0	-1	1	0	0	0	-1	1	0	0
		Amount outstanding	-	-	-	-	-	-	-0.32	0.32	-	-	-	-0.32	0.32	-	-
		Provision thereon	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6	Write-offs of restructured accounts during the FY#	No. of Borrowers	0	0	0	0	0	0	-3	0	0	-3	0	-3	0	0	-3
		Amount outstanding	-	-	-	-	-	-	-3.73	-	-	-3.73	-	-3.73	-	-	-3.73
		Provision thereon	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7	Restructured Accounts as on March 31 of the FY (closing figures)*	No. of Borrowers	0	0	0	0	0	0	7	1	1	9	0	7	1	1	9
		Amount outstanding	-	-	-	-	-	-0.00	35.47	0.32	0.37	36.17	-0.00	35.47	0.32	0.37	36.17
		Provision thereon	-	-	-	-	-	-0.00	0.00	-0.00	-	-0.00	-0.00	0.00	-0.00	-	-0.00

\* Excluding the figures of Standard Restructured Advances which do not attract higher provisioning or risk weight (if applicable).

Note: Figures at Sr. No.6 includes increase in outstanding net of reduction / recovery of ₹0.76 crore in respect of existing restructured accounts.

**(f) Write-offs and recoveries****(₹ Crore)**

<b>Particulars</b>	<b>FY 2024-25</b>	<b>FY 2023-24</b>
Opening balance of Technical / Prudential written off accounts as at April 1	1,627.48	2,767.74
Add : Technical / Prudential write offs during the year	80.18	54.35
<b>Sub total (A)</b>	<b>1,707.66</b>	<b>2,822.09</b>
Less : Actual write off	204.78	966.48
Less : Recoveries made from previously technical / prudential written off accounts during the year	228.52	228.13
<b>Sub total (B)</b>	<b>433.30</b>	<b>1,194.61</b>
Closing balance as at March 31 (A-B)	<b>1,274.36</b>	<b>1,627.48</b>

\*Includes Optionally Convertible Debentures of ₹297.76 crore, Security Receipt of ₹52.44 crore(initial investment of ₹56.77 crore) and Equity Share of ₹0.01 crore acquired by way of conversion of debt in line with extent RBI guidelines.

**(g) Overseas Assets, NPAs and Revenue**

<b>Particulars</b>	<b>FY 2024-25</b>	<b>FY 2023-24</b>
Total Assets	Nil	Nil
Total NPAs	Nil	Nil
Total Revenue	Nil	Nil

**(h) Depreciation and provisions on investments****(₹ Crore)**

<b>Particulars</b>	<b>FY 2024-25</b>	<b>FY 2023-24</b>
(1) Investments		
(i) Gross Investments	<b>47,622.46</b>	<b>37,145.88</b>
(a) In India	47,622.46	37,145.88
(b) Outside India		
(ii) Provisions for Depreciation	<b>657.22</b>	<b>708.64</b>
(a) In India	657.22	708.64
(b) Outside India		
(iii) Net Investments	<b>46,965.24</b>	<b>36,437.24</b>
(a) In India	46,965.24	36,437.24
(b) Outside India		
(2) Movement of provisions held towards depreciation on investments		
(i) Opening balance	27.75	30.87
(ii) Add: Provisions made during the year	-	0.23
(iii) Appropriation, if any, from Investment Fluctuation Reserve Account during the year	-	-
(iv) Less: Write off / write back of excess provisions during the year*	22.70	3.35
(v) Less: Transfer, if any, to Investment Fluctuation Reserve Account	-	-
(vi) Closing balance	<b>5.05</b>	<b>27.75</b>

\*The Bank has appropriated 'Nil' for FY 2025 and ₹2.51 crore (net of applicable taxes) in FY 2024 to Investment Fluctuation Reserve Account.

**(i) Provisions and Contingencies****(₹ Crore)**

<b>Break up of 'Provisions and Contingencies' shown under the head Expenditure in Profit and Loss Account</b>	<b>FY 2024-25</b>	<b>FY 2023-24</b>
Provisions for depreciation/NPI on Investment	(51.73)	(8.15)
Provision towards NPA	163.06 @	129.21 @
Provision made towards Income tax (Including Deferred Tax Assets/Liability)	1875.16	1542.20
Other Provision and Contingencies (with details)\$	2200.74 \$	1966.62 \$

@ net of restructuring provision

\$ includes provision for standard asset.

**(j) Provisioning Coverage Ratio (PCR)****(₹ Crore)**

	<b>FY 2024-25</b>	<b>FY 2023-24</b>
Provisioning Coverage Ratio (PCR)*	100.00%	100.00%

\* Floating provision has not been considered while calculating PCR.

**(k) Provisioning pertaining to Fraud Accounts**

	<b>FY 2024-25</b>	<b>FY 2023-24</b>
No. of frauds reported during the year	3	2
Amount involved in fraud (₹ in crore)	15.66	17.33
Amount involved in fraud net of recoveries/write offs/unrealised interest as at the end of the year (₹ in crore)	10.79	16.79
Provision made during the year (₹ in crore)	3.02	0.00
Provision held as at the end of the year for the above accounts (₹ in crore)	10.79	16.79
Amount of unamortised provision debited from "other reserves" as at the end of the year (₹ in crore)	-	-

**4. Investment portfolio: constitution and operations****(a) Repo Transactions****(₹ Crore)**

	<b>Minimum outstanding during the year FY 2025</b>	<b>Maximum outstanding during the year FY 2025</b>	<b>Daily Average outstanding during the year FY 2025</b>	<b>Outstanding as on March 31, 2025</b>
Securities sold under repo				
i. Government securities	-	5,800.00	85.24	225.00
ii. Corporate debt securities	-	-	-	-
Securities purchased under reverse repo	0	0	0	0
i. Government securities	10.00	27,440.90	8,334.19	24,878.00
ii. Corporate debt securities	-	-	-	-

	(₹ Crore)			
	Minimum outstanding during the year FY 2024	Maximum outstanding during the year FY 2024	Daily Average outstanding during the year FY 2024	Outstanding as on March 31, 2024
Securities sold under repo				
i. Government securities	-	23,510.00	7,494.65	18,985.00
ii. Corporate debt securities		-	-	-
Securities purchased under reverse repo				
i. Government securities	-	22,746.00	961.13	500.00
ii. Corporate debt securities	-	-	-	-

**(b) Disclosure of Issuer Composition for Investment in Debt Securities**

(₹ Crore)					
Issuer	Amount	Amount as on March 31, 2025			
		Investment made through private placement	Below Investment Grade Securities Held	Unrated securities held	Unlisted securities
(1)	(2)	(3)	(4)	(5)	(6)
PSUs	46.94	0.00	0.00	0.00	0.00
FIs	4954.39	4954.39	0.00	189.83	189.83
Banks	5234.55	5234.55	0.00	103.50	103.50
Private Corporates	796.81	733.81	0.00	725.81	725.21
Subsidiaries/Joint ventures	3502.10	1751.05	0.00	1751.05	1751.05
Others	893.75	893.75	0.00	893.75	893.75
Provision held towards depreciation	-656.61	0.00	0.00	0.00	0.00
<b>Total</b>	<b>14771.93</b>	<b>13567.55</b>	<b>0.00</b>	<b>3663.94</b>	<b>3663.34</b>

**(c) Sale & transfers of securities to /from HTM category:**

During the FY2025, the Bank shifted investments in Venture Capital Funds from HTM to AFS category in accordance with extant RBI guidelines. Except for the above, there was no shifting on investments to/from HTM category.

**5. Details of Financial Assets purchased/ sold**

**(a) Details of Financial Assets sold to Securitisation / Reconstruction Company for Asset Reconstruction**

**(i) Details of Sales**

Particulars	FY 2024-25	FY 2023-24
(i) No. of accounts (borrower)	2	2
(ii) Aggregate value (net of provisions) of accounts sold to SC/RC	-	-
(iii) Aggregate consideration (₹ crore)	28.20	455.30
(iv) Additional consideration realized in respect of accounts transferred in earlier years	1.09	Nil
(v) Aggregate gain / loss over net book value	Nil	Nil

**(ii) Details of Book Value of Investments in Security Receipts****(₹ Crore)**

Particulars	Book value of investments in security receipts	
	FY 2024-25	FY 2023-24
(i) Backed by NPAs sold by the AIFI as underlying	23.94	52.71
(ii) Backed by NPAs sold by banks / other financial institutions / non-banking financial companies as underlying	0.00	0.00
<b>Total</b>	<b>23.94</b>	<b>52.71</b>

**(b) Details of Non Performing Financial Assets Purchased / Sold****(i) Details of non performing financial assets purchased:****(₹ Crore)**

Particulars	FY 2024-25	FY 2023-24
1. (a) No. of accounts purchased during the year	Nil	Nil
(b) Aggregate outstanding	Nil	Nil
2. (a) Of these, number of accounts restructured during the year		
	Nil	Nil
(b) Aggregate outstanding	Nil	Nil

**(ii) Details of non performing financial assets sold:****(₹ Crore)**

Particulars	FY 2024-25	FY 2023-24
No. of accounts sold	2	2.00
Aggregate outstanding (₹ crore)	153.24	939.14
Aggregate consideration received (₹ crore)	28.20	455.30

**6. Operating Results**

Particulars	FY 2024-25	FY 2023-24
(i) Interest income as a percentage to average working funds	7.03	6.74
(ii) Non-interest income as a percentage to average working funds	0.13	0.14
(iii) Operating profit as a percentage to average working funds (before provisions)	1.62	1.55
(iv) Return on average assets (before provisions for taxation)	1.19	1.14
(v) Net Profit per employee (₹ crore)	4.40	3.72

7. **Credit Concentration risk**

<b>(a) Capital market exposure</b>		<b>(₹ Crore)</b>	
<b>Particulars</b>	<b>FY 2024-25</b>	<b>FY 2023-24</b>	
(i) direct investment in equity shares, convertible bonds, convertible debentures and units of equity oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	646.73	596.32	
(ii) advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity oriented mutual funds;	-	-	
(iii) advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	-	-	
(iv) advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds does not fully cover the advances;	-	-	
(v) secured and unsecured advances to stockbrokers and guaranties issued on behalf of stockbrokers and market makers;	-	-	
(vi) loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	-	-	
(vii) bridge loans to companies against expected equity flows / issues;	-	-	
(viii) underwriting commitments taken up by the banks in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds;	-	-	
(ix) financing to stockbrokers for margin trading;	-	-	
(x) all exposures to Venture Capital Funds (both registered and unregistered)	986.62	1,071.44	
<b>Total Exposure to Capital Market</b>	<b>1,633.35</b>	<b>1,667.76</b>	



(b) Exposure to Country risk

Risk Category	FY 2024-25		FY 2023-24	
	Net Funded Exposure	Provision held	Net Funded Exposure	Provision held
Insignificant	20,185.27	49.90	17,782.87	43.80
Low	95.63	-	1,049.64	-
Moderate	686.28	-	30.90	-
High	26.02	-	5.96	-
Very High	-	-	-	-
Restricted	-	-	-	-
Off-credit	-	-	-	-
<b>Total</b>	<b>20,993.20</b>	<b>49.90</b>	<b>18,869.37</b>	<b>43.80</b>

(c ) Prudential Exposure Limits - Single Borrower Limit (SGL) / Group Borrower Limit (GBL) exceeded.

(i) The number and amount of exposures in excess of the prudential exposure limits during the year.

Sl. No.	PAN Number	Borrower Name	Industry Code	Industry Name	Sector	Amount Funded	Amount Non-Funded	Exposure as %tage to capital Funds
1	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

ii) Credit exposure as percentage to capital funds and as percentage to total assets, in respect of :

Sr. No.	Particulars	FY 2024-25		FY 2023-24	
		As % to Total Assets	As % to Capital funds	As % to Total Assets	As % to Capital funds
1	The largest single borrower	11.63	179.65	13.80	231.18
	The largest borrower group	As large borrowers are Primary lending Institutions, the concept of borrower group is not applicable.			
2	The 20 largest single borrowers	67.54	1044.07	63.99	1071.75
	The 20 largest borrower group	As large borrowers are Primary lending Institutions the concept of borrower group is not applicable.			

iii) Credit exposure to the five largest industrial sectors as percentage to total loan assets :

Name of Industry	FY 2024-25		FY 2023-24	
	Amount. Outstanding	% to total loan assets	Amount. Outstanding	% to total loan assets
TEXTILE PRODUCTS	7,130.23	1.44	4,179.00	0.92
AUTO ANCILLARIES	4,746.39	0.96	3,490.00	0.77
METAL PRODUCTS N.E.C.	3,275.56	0.66	2,446.00	0.54
PLASTIC MOULDED GOODS	2,609.42	0.53	2,155.00	0.47
METAL PRODUCTS PARTS EXCEPT MACHINARY	2,567.20	0.52	1,649.00	0.36

- (iv) Total amount of advances for which intangible securities such as charge over the rights, licenses, authority etc. has been taken is 'Nil'.
- (v) The bank had taken factoring exposure amounting ₹1984.59 crore in FY 2025 and ₹1424.89 crore in FY 2024 under TReDS.
- (vi) The bank had not exceeded the Prudential Exposure Limits during the current year and previous year.

**(d) Concentration of borrowings /lines of credit, credit exposures and NPAs**

**(i) Concentration of borrowings and lines of credit**

(₹ Crore)

Particulars	FY 2024-25	FY 2023-24
Total borrowings from twenty largest lenders	432,760.27	403,811.75
Percentage of borrowings from twenty largest lenders to total borrowings	79.88%	79.81%

**(ii) Concentration of Exposures**

(₹ Crore)

Particulars	FY 2024-25	FY 2023-24
Total advances to twenty largest borrowers	385,908.09	358,526.52
Percentage of advances to twenty largest borrowers to Total Advances	73.78%	73.93%
Total Exposure to twenty largest borrowers / customers	405,629.10	389,132.18
Percentage of exposures to twenty largest borrowers / customers to Total Exposure	81.43%	69.91%

**(iii) Sector-wise concentration of exposures and NPAs**

(₹ Crore)

Sr. No.	Sector	FY 2024-25			FY 2023-24		
		Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector	Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector
I.	Industrial sector	449,620.81	164.27	0.04%	416,079.36	81.21	0.02%
1	Central Government	-	-	-	-	-	-
2	Central PSUs	-	-	-	-	-	-
3	State Governments	2,930.80	-	0.00%	2,111.20	-	0.00%
4	State PSUs	-	-	-	-	-	-
5	Scheduled Commercial Banks	406,231.05	-	0.00%	385,286.86	-	0.00%
6	Regional Rural Banks	2,334.03	-	0.00%	1,709.51	-	0.00%
7	Co-operative banks	179.44	-	0.00%	64.72	-	0.00%
8	Private sector (excluding banks)	37,945.49	164.27	0.43%	26,907.07	81.21	0.30%
II.	Micro-finance sector	7,528.01	18.62	0.25%	11,028.51	40.29	0.37%
III.	Others*	66,072.59	-	-	57,925.00	-	0.00%
	Total (I+II+III)	523,221.41	182.89	0.03%	485,032.87	121.50	0.03%

\* includes advances to NBFCs.

8. Derivatives

(a) Forward Rate Agreement / Interest Rate Swap

(₹ Crore)

Sr. No	Particulars	FY 2024-25	FY 2023-24
i)	The notional principal of swap agreements	Nil	Nil
ii)	Losses which would be incurred if counterparties failed to fulfill their obligations under the agreements	Nil	Nil
iii)	Collateral required by the bank upon entering into swaps	Nil	Nil
iv)	Concentration of credit risk arising from the swaps	Nil	Nil
v)	The fair value of the swap book	Nil	Nil

The nature and terms of the IRS as on March 31, 2025 are set out below:

Sl. no.	Nature	Nos.	Notional Principal	Benchmark	Terms
1	Hedging	NIL	NIL	NIL	NIL

The nature and terms of the IRS as on March 31, 2024 are set out below:

Sl. no.	Nature	Nos.	Notional Principal	Benchmark	Terms
1	Hedging	NIL	NIL	NIL	NIL

(b) Exchange Traded Interest Rate Derivatives

Sr. No	Particulars	FY 2024-25	FY 2023-24
i)	Notional principal amount of exchange traded interest rate derivatives undertaken during the year (instrument - wise)	NIL	NIL
ii)	Notional principal amount of exchange traded interest rate derivatives outstanding as on March 31 (instrument - wise)	NIL	NIL
iii)	Notional principal amount of exchange traded interest rate derivatives outstanding and not "highly effective" (instrument - wise)	NIL	NIL
iv)	Mark-to-market value of exchange traded interest rate derivatives outstanding and not "highly effective" (instrument - wise)	NIL	NIL

(c ) Disclosures on risk exposure in derivatives

(i) Qualitative Disclosures

- (1) The Bank primarily uses derivatives for hedging interest rate and exchange rate risks arising from asset-liability mismatches in its foreign currency borrowings. While the derivatives are undertaken for hedging purposes, they are accounted for on a translation basis and are not marked to market (MTM). The Bank does not undertake trading in derivatives.
- (2) Internal control guidelines and accounting policies for derivatives have been framed and approved by the Board. Derivative structures are undertaken only after approval from the competent authority. The particulars of derivative transactions are also reported to the ALCO/Board, ensuring robust governance and transparency.
- (3) The Bank has put in place systems to mitigate risks arising from derivative transactions. It follows the accrual method of accounting for such transactions. Further, the Bank also conducts periodic MTM valuations and effectiveness testing, reinforcing its overall risk management strategy.

(d) Disclosure on Credit default swap - Bank has not undertaken any credit default swap during the year.

(ii) Quantitative Disclosures					
(₹ Crore)					
Sr. No.	Particulars	FY 2024-25		FY 2023-24	
		Currency Derivatives	Interest rate Derivatives	Currency Derivatives	Interest rate Derivatives
1	Derivatives ( Notional Principal Amount )	1,152.19	-	2,571.32	-
(i)	For hedging	1,152.19	-	2,571.32	-
(ii)	For trading	-	-	-	-
2	Marked to Market Positions [1]	0.25	-	431.60	-
(i)	Asset (+)	0.25	-	431.60	-
(ii)	Liability (-)	-	-	-	-
3	Credit Exposure [2]	148.40	-	544.66	-
4	Likely impact of one percentage change in interest rate ( 100* PV01)	73.72	-	24.44	-
(i)	On hedging derivatives	73.72	-	24.44	-
(ii)	On trading derivatives	-	-	-	-
5	Maximum and Minimum of 100*PV01 observed during the year	-	-	-	-
(i)	On hedging	25.05/13.99	-	479.62/24.44	-
(ii)	On trading	-	-	-	-

9. Disclosure of Letters of Comfort (LoCs) issued by AIFs

The particulars of Letters of Comfort (LoCs) issued during the year, assessed financial impact, and assessed cumulative financial obligations under the LoCs issued in the past and outstanding is as under:

(₹ Crore)							
LoCs outstanding as on April 01, 2024		LoC issued during the year		LoCs redeemed during the year		LoCs outstanding as on March 31, 2025	
No of LoC	Amount	No of LoC	Amount	No of LoC	Amount	No of LoC	Amount
-	-	-	-	-	-	-	-

10. Asset Liability Management

(₹ Crore)									
	1 to 14 days	15 to 28 days	29 days to 3 months	Over 3 months & up to 6 months	Over 6 month & up to 1 year	Over 1 year & up to 3 years	Over 3 years & up to 5 years	Over 5 years	Total
Deposits	83.39	624.11	5,882.30	22,109.42	40,209.20	122,410.67	3,102.23	1,181.40	195,602.72
Advances	7,238.13	3,088.18	36,904.55	67,761.40	130,472.13	264,477.74	11,857.02	3,726.38	525,525.53
Investments	8,199.92	4,681.19	16,843.37	20,079.74	16,408.02	2,082.81	50.00	3,062.22	71,407.27
Borrowings	33,753.00	9,750.00	64,294.11	37,744.60	96,141.64	57,210.30	49,602.96	178.75	348,675.36
Foreign Currency assets	16.52	1,108.83	208.37	73.71	153.62	2,055.12	356.70	1.31	3,974.18
Foreign Currency liabilities	15.12	10.55	164.91	1,150.14	111.55	399.65	469.09	141.02	2,462.03

ALM includes figures of SIDBI and MUDRA only.

11. **Draw Down from Reserves**

There is no draw down from Reserves during the current year and previous year.

12. **Business Ratios**

Particulars	FY 2024-25	FY 2023-24
Return on average Equity (before provisions for taxation) (%)	20.44	20.14
Return on average assets (before provisions for taxation) (%)	1.31	1.27
Net Profit per employee (₹ crore)	4.95	4.31

13. **Disclosure of Penalties imposed by RBI**

RBI has imposed penalty of ₹6,43,998/- on the Bank during the current year and Nil during the previous year.

14. **Customer Complaints**

**1. Complaints received by the bank from its customers**

	Particulars	FY 2024-25	FY 2023-24
1	No. of complaints pending at the beginning of the year	3	1
2	No. of complaints received during the year	151	163
3	No. of complaints redressed during the year	153	161
3(i)	Of which, number of complaints rejected by the Bank	0	48
4	No. of complaints pending at the end of the year	1	3

**2. Top five grounds of complaints received by the bank from customers**

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
1	2	3	4	5	6
<b>FY 2025</b>					
Loans and advances	-	32	6.67	-	-
Levy of charges without prior notice/ excessive charges/ foreclosure charges	-	18	(18.18)	-	-
Others	-	69	50	-	-
<b>FY 2024</b>					
Loans and advances	-	30	(14.29)	-	-
Levy of charges without prior notice/ excessive charges/ foreclosure charges	-	22	(37.14)	-	-
Others	1	46	(13.21)	-	-

RBI vide their Circular CEPD.CO.PR.D.Cir.No.01/13.01.013/2020-21 dated 27.01.2021 on Strengthening of Grievance Redress Mechanism in Banks had categorized grievances under 16 categories and had advised Banks to make disclosures accordingly.

**15. Off-Balance Sheet SPVs Sponsored**

The Bank had no Off-balance sheet SPVs sponsored during the current year and previous year.

**16. Disclosure as per specific accounting standards**

**(a) Accounting Standard 5 – Net Profit or Loss for the period, prior period items and changes in accounting policies**

Income in schedule XIII - 'other income' includes Prior Period Income of ₹28,54,115 for FY 2024-25 [Previous Year ₹49,48,292] and Other expenditure in schedule XIV - 'Operating Expenses' for FY 2024-25 includes Prior Period Expenditure of (₹5,28,73,830) [Previous Year ₹3,55,13,145].

**(b) Accounting Standard 17 – Segment Reporting**

As required under RBI master directions and Accounting Standard-17 'Segment Reporting' the Bank has disclosed "Business segment" as the Primary Segment. Since the Bank operates in India, there are no reportable geographical segments. Under Business Segment, the Bank has identified Whole Sale Operations (Direct Lending), Whole Sale Operations (Refinance) and Treasury as its three reporting segments. These segments have been identified after considering the nature and risk profile of the products and services, the organization structure and the internal reporting system of the Bank. Previous year's figures have been regrouped and reclassified to conform to the current year's methodology.

**Part A: BUSINESS SEGMENTS**

(₹ Crore)

Business Segments		Wholesale Operations (Direct Lending)		Wholesale Operations (Refinance)		Treasury		Total	
	Particulars	FY 2025	FY 2024	FY 2025	FY 2024	FY 2025	FY 2024	FY 2025	FY 2024
1	<b>Segment Revenue</b>	3,250.90	2,314.39	32,523.56	27,701.56	4,978.36	4,214.91	40,752.82	34,230.86
	Exceptional Items							-	-
	<b>Total</b>							40,752.82	34,230.86
2	<b>Segment Results</b>	157.43	83.20	5,811.61	5,494.11	2,048.05	1,815.08	8,017.09	7,392.40
	Exceptional Items							-	(500.00)
	<b>Total</b>							8,017.09	6,892.40
	Unallocable Expenses							546.09	537.35
	<b>Operating profit</b>							7,471.00	6,355.05
	Income Tax (Net of write back)							1,875.05	1,542.33
	Share of profit in associates							(0.36)	(9.61)
	<b>Net profit</b>							<b>5,596.31</b>	<b>4,822.34</b>
3	<b>Other information</b>								
	<b>Segment Assets</b>	41,200.39	29,089.78	491,882.57	469,014.38	62,943.58	58,692.44	596,026.53	556,796.60
	Unallocated Assets							4,885.91	3,789.44
	<b>Total Assets</b>							<b>600,912.44</b>	<b>560,586.04</b>
	<b>Segment Liabilities</b>	32,985.06	24,107.47	460,521.58	440,489.41	62,921.83	58,037.55	556,428.47	522,634.43
	Unallocated Liabilities							5,057.69	4,122.03
	<b>Total</b>							561,486.15	526,756.46
	<b>Capital / Reserves</b>	8,103.59	4,835.95	30,768.66	27,972.00	554.03	1,041.63	39,426.28	33,829.58
	<b>Total</b>							39,426.28	33,829.58
	<b>Total Liabilities</b>							<b>600,912.44</b>	<b>560,586.04</b>

**Part B: GEOGRAPHIC SEGMENTS** - The operations of the Bank is confined to India only, hence no reportable geographic segments.

(c ) Accounting Standard 18 – Related Party Disclosures

(i) Details of Related Parties

Name of the entity	Nature of Relationship
SIDBI Venture Capital Ltd	Subsidiary
SIDBI Trustee Company Ltd	Subsidiary
Micro Units Development & Refinance Agency Ltd	Subsidiary
India SME Technology Services Limited	Associate
Acuite Ratings Pvt Ltd	Associate
Receivables Exchange of India Limited	Associate
India SME Asset Reconstruction Company Limited	Associate
Delhi Finance Corporation	Associate
KITCO LIMITED	Associate

(ii) Key management personnel

Shri Manoj Mittal	Chairman & Managing Director
Shri Sudatta Mandal	Deputy Managing Director
Shri Prakash Kumar	Deputy Managing Director

(ii) Significant transactions with related parties

(₹ Crore)

Items / Related Party	Key Management Personnel @	Relatives of Key Management Personnel	Total
<b>Borrowings#</b>	-	-	-
Outstanding at the year end	-	-	-
Maximum during the year	-	-	-
<b>Deposit#</b>	-	-	-
Outstanding at the year end	1.29	-	1.29
Maximum during the year	1.29	-	1.29
<b>Placement of deposits#</b>	-	-	-
Outstanding at the year end	-	-	-
Maximum during the year	-	-	-
<b>Advances#</b>	-	-	-
Outstanding at the year end	-	-	-
Maximum during the year	-	-	-
<b>Investments#</b>	-	-	-
Outstanding at the year end	-	-	-
Maximum during the year	-	-	-
<b>Non funded commitments#</b>	-	-	-
Outstanding at the year end	-	-	-
Maximum during the year	-	-	-
<b>Leasing arrangements availed#</b>	-	-	-
Outstanding at the year end	-	-	-
Maximum during the year	-	-	-
<b>Leasing arrangements provided#</b>	-	-	-
Outstanding at the year end	-	-	-
Maximum during the year	-	-	-
Purchase of fixed assets	-	-	-
Sale of fixed assets	-	-	-
<b>Interest paid</b>	0.11	-	0.11
<b>Interest received</b>	-	-	-
<b>Dividend received</b>	-	-	-
<b>Dividend paid</b>	-	-	-
<b>Rendering of services*</b>	-	-	-
<b>Receiving of services*</b>	-	-	-
<b>Management contracts**</b>	1.98	-	1.98

@Whole time directors of the Board  
# The outstanding at the year end and the maximum during the year are to be disclosed  
\* Contract services etc. and not services like remittance facilities, locker facilities etc.  
\*\* Remuneration to Key Management Personnel.

**17. Unamortised Pension and Gratuity Liabilities**

The pension and gratuity liability are provided for on the basis of an actuarial valuation made at the end of each financial year based on the projected unit credit method. The actuarial gains/ losses are taken to the profit & loss account and are not amortized.

As per our report of even date

BY ORDER OF THE BOARD

For J. Kala & Associates  
Chartered Accountants  
FRN.118769W

Sd-  
Y M Kumari  
Chief Financial Officer

Sd-  
Prakash Kumar  
Deputy Managing Director

Sd-  
Sudatta Mandal  
Deputy Managing Director

Sd-  
Manoj Mittal  
Chairman & Managing Director

Sd-  
Jayesh Kala  
Partner  
M.No. 101686

Sd-  
Laxmi Chand Meena  
Director

Sd-  
P J Thomas  
Director

Place: Mumbai  
Date: April 29, 2025



SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA  
Consolidated Cash Flow Statement for the year ended March 31, 2025

March 31, 2024 [₹ ]	Particulars	March 31, 2025 [₹ ]	March 31, 2025 [₹ ]
	<b>1. Cash Flow from Operating Activities</b>		
63,550,526,872	Net Profit before tax as per P & L Account		74,711,230,498
	Adjustments for :		
618,971,613	Depreciation	220,527,331	
2,353,946	Provision for net depreciation in investments	3,596,393	
23,718,043,474	Provisions made (net of write back)	24,867,057,509	
(934,045,879)	Profit on sale of investments (net)	(1,577,487,268)	
(3,585,730)	Profit on sale of fixed assets	90,392	
(10,009,851,810)	Income Received on Investments	(7,212,407,045)	16,301,377,312
<b>76,942,412,486</b>	<b>Cash generated from operations</b>		<b>91,012,607,811</b>
	(Prior to changes in operating Assets and Liabilities)		
	Adjustments for net changes in :		
(14,481,230,097)	Current assets	5,062,344,696	
32,954,560,348	Current liabilities	(22,506,561,783)	
(8,820,513,503)	Bills of Exchange	(7,424,497,132)	
(1,061,087,939,978)	Loans & Advances	(399,547,553,774)	
700,096,236,090	Net Proceeds of Bonds and Debentures & other borrowings	529,557,463,211	
487,923,365,970	Deposits received	(158,144,665,983)	
<b>136,584,478,830</b>			<b>(53,003,470,765)</b>
213,526,891,316			38,009,137,046
(22,170,956,152)	Payment of Tax	(25,636,621,507)	(25,636,621,507)
<b>191,355,935,164</b>	<b>Net Cash flow from operating Activities</b>		<b>12,372,515,539</b>
	<b>2. Cash Flow from Investing Activities</b>		
(509,274,876)	Net (Purchase)/Sale of fixed assets	(161,047,424)	
(178,064,645,874)	Net (Purchase)/sale/redemption of Investments	(39,204,114,636)	
10,071,269,195	Income Received on Investments	7,278,585,483	
<b>(168,502,651,555)</b>	<b>Net cash used in Investing Activities</b>		<b>(32,086,576,576)</b>
	<b>3. Cash flow from Financing Activities</b>		
-	Proceeds from issuance of share capital & share premium	-	
(1,137,082,338)	Dividend on Equity Shares & tax on Dividend	(1,137,082,338)	
<b>(1,137,082,338)</b>	<b>Net cash used in Financing Activities</b>		<b>(1,137,082,338)</b>
<b>21,716,201,271</b>	<b>4. Net increase/(decrease) in cash and cash equivalents</b>		<b>(20,851,143,376)</b>
<b>31,226,261,125</b>	<b>5. Cash and Cash Equivalents at the beginning of the period</b>		<b>52,942,462,395</b>
<b>52,942,462,396</b>	<b>6. Cash and Cash Equivalents at the end of the period</b>		<b>32,091,319,019</b>
	<b>7 Cash and cash equivalents at the end of the period includes</b>		
608,479	Cash in Hand		626,065
1,957,306,212	Current account balance with Bank		2,372,442,648
3	Mutual Funds		-
50,984,547,702	Deposits		29,718,250,305

Note : Cash Flow statement has been prepared as per the Indirect Method prescribed in AS-3 (Revised) 'Cash Flow Statement' issued by the Institute of Chartered Accountants of India (ICAI)

Significant Accounting Policies  
Notes to Accounts

XV  
Annexure 1

As per our report of even date

BY ORDER OF THE BOARD

For J. Kala & Associates  
Chartered Accountants  
FRN.118769W

Sd-  
Yalangi Munni Kumari  
Chief Financial Officer

Sd-  
Prakash Kumar  
Deputy Managing Director

Sd-  
Sudatta Mandal  
Deputy Managing Director

Sd-  
Manoj Mittal  
Chairman & Managing Director

Sd-  
Jayesh Kala  
Partner  
M.No. 101686

Sd-  
Laxmi Chand Meena  
Director

Sd-  
P J Thomas  
Director

Place: Mumbai  
Date: April 29, 2025