

राष्ट्रीय अवसंरचना वित्तपोषण और विकास बैंक
National Bank for Financing Infrastructure and Development

Criteria of making payments to Non-executive Directors

As per Section 9 of The National Bank for Financing Infrastructure and Development, Act 2021 (NaBFID Act), the Chairperson and directors nominated by the Central Government or shareholders and independent directors shall receive such fees and reimbursements as may be prescribed. Provided that any fees and reimbursements payable under this sub-section shall not be linked with the profits of the Institution. The term of office and other terms and conditions of service of the Chairperson, Managing Director, Deputy Managing Directors and other directors of the Board other than the directors nominated by the Central Government under clause (d) of sub-section (1) of Section 6 of NaBFID Act, shall be such as may be prescribed. Notwithstanding anything contained in NaBFID Act, no fees shall be payable to any director who is an officer of the Central Government.

As per Rule 4 of the National Bank for Financing Infrastructure and Development General Rules, 2022 (General Rules):

(1) Every director, other than a director who is an officer of the Central Government or is a whole-time director, shall be entitled to receive such sitting fee for attending meetings of the Board and committees as may be determined by the Board on the recommendation of the Nomination and Remuneration Committee, subject to such fee not exceeding such limit as may apply in respect of sitting fee applicable to a director of a company under the Companies Act, 2013 (18 of 2013).

(2) A director referred to in sub-section (3) of section 9 shall be entitled to travelling and halting expenses, if any, on such basis as may be determined by the Board, for travel undertaken in connection with the work of the Institution.

(3) In addition to sitting fee and travelling and halting expenses for travel in connection with the work of the Institution, a director referred to in sub-rule (1) may, on the recommendation of the Nomination and Remuneration Committee and as determined by the Board, be paid a fixed remuneration which is considered commensurate with their individual responsibilities and demands on time and sufficient to attract qualified competent individuals and is guided by market practices:

Provided that the said remuneration, in respect of such a director who is other than the Chairperson, shall not exceed twenty lakh rupees per annum or such higher amount as may be determined by the Reserve Bank in respect of remuneration payable to non-executive directors of commercial banks.