



Independent Auditors' Limited Review Report on Unaudited Financial Results of National Bank for Financing Infrastructure and Development for the Quarter ended December 31, 2023 pursuant to the Regulation 52 read with 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
The Board of Directors of
National Bank for Financing Infrastructure and Development

1. We have reviewed the accompanying Statement of unaudited Financial Results of National Bank for Financing Infrastructure and Development (the "Bank") for the Quarter ended December 31st, 2023 ("the Statement") attached herewith, being submitted by the Bank pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. This Statement, which is the responsibility of the Bank's Management and has been approved by the Bank's Board of Directors, has been prepared by Bank's management in accordance with the recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting" ("AS 25"), issued by the Institute of Chartered Accountants of India (ICAI), the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India (RBI), from time to time ("RBI Guidelines") and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement, based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India (ICAI). This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review of interim financial information consists of making inquiries, primarily of Bank's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



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- Patna (Bihar) • Ranchi (Jharkhand) • Raipur (Chattisgarh) • Surat (Gujrat) • Thiruvananthapuram (Kerla) • Varanasi (U.P.)
- Vishakhapatnam (A. P.) • Vijaywada (A.P.)

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited Financial Results prepared in accordance with applicable accounting standards, the RBI Guidelines and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

For J Singh & Associates
Chartered Accountants
FRN: 110266W


J Singh

Partner

M.No.042023

UDIN: 24042023BKEXVH1473

Place: Mumbai

Date: 25-01-2024



NATIONAL BANK FOR FINANCING INFRASTRUCTURE AND DEVELOPMENT
(A Developmental Financial Institution established by an Act of Parliament,
The National Bank for Financing Infrastructure and Development Act, 2021)

Office: The Capital, A- Wing, 15th Floor-1503, G Block, Bandra-Kurla Complex, Bandra (East), Mumbai - 400051
Tel: (022) 4104 2000; Website: www.nabfid.org

Un-Audited (Reviewed) Standalone Financial Results for the Quarter and Nine Months ended December 31, 2023

(₹ in Crore)

| Sr. No. | Particulars | Quarter Ended | | | 9 Months ended | | Year Ended |
|-----------|--|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|-------------------------|
| | | 31.12.2023 (Reviewed) | 30.09.2023 (Reviewed) | 31.12.2022 (Reviewed) | 31.12.2023 (Reviewed) | 31.12.2022 (Reviewed) | 31.03.2023 (Audited) |
| 1 | Interest earned (a)+(b)+(c)+(d) | 728.35 | 614.29 | 306.07 | 1,769.54 | 773.65 | 1,121.88 |
| | (a) Interest/discount on advances/bills | 347.72 | 274.86 | 0.33 | 846.74 | 0.33 | 43.42 |
| | (b) Income on investments | 10.45 | 29.01 | 247.49 | 85.95 | 558.80 | 733.19 |
| | (c) Interest on balances with Reserve Bank of India and other inter bank funds | Nil | Nil | Nil | Nil | Nil | Nil |
| | (d) Others | 370.18 | 310.42 | 58.25 | 836.85 | 214.52 | 345.27 |
| 2 | Other Income | 227.06 | (29.70) | 0.78 | 202.44 | 0.78 | 5.18 |
| A. | Total Income (1+2) | 955.41 | 584.59 | 306.85 | 1,971.98 | 774.43 | 1,127.06 |
| 3 | Interest Expended | 282.95 | 137.07 | - | 455.05 | - | 3.29 |
| 4 | Operating Expenses (a)+(b) | 21.10 | 18.44 | 7.38 | 61.66 | 19.50 | 37.60 |
| | (a) Employee cost | 7.67 | 8.06 | 4.34 | 25.81 | 5.61 | 10.18 |
| | (b) Other operating expenses | 13.43 | 10.38 | 3.04 | 35.85 | 13.89 | 27.42 |
| B. | Total Expenditure (3+4) (excluding provisions and contingencies) | 304.05 | 155.51 | 7.38 | 516.71 | 19.50 | 40.89 |
| C. | Operating profit (A-B) (Profit before Provisions & Contingencies) | 651.36 | 429.08 | 299.47 | 1,455.27 | 754.93 | 1,086.17 |
| D. | Provisions (other than tax) and Contingencies | 19.17 | 6.93 | (12.07) | 40.73 | 2.23 | 39.78 |
| E. | Exceptional items | Nil | Nil | Nil | Nil | Nil | Nil |
| F. | Profit (+)/Loss(-) from Ordinary Activities before tax (C-D-E) | 632.19 | 422.15 | 311.54 | 1,414.54 | 752.70 | 1,046.39 |
| G. | Tax Expense | Nil | Nil | Nil | Nil | Nil | Nil |
| H. | Net Profit (+)/Loss(-) from Ordinary Activities after tax (F-G) | 632.19 | 422.15 | 311.54 | 1,414.54 | 752.70 | 1,046.39 |
| I. | Extraordinary items (net of tax expense) | Nil | Nil | Nil | Nil | Nil | Nil |
| J. | Net Profit (+)/Loss(-) for the period (H-I) | 632.19 | 422.15 | 311.54 | 1,414.54 | 752.70 | 1,046.39 |



| | | | | | | | |
|--------|--|-----------|-----------|-----------|-----------|-----------|-----------|
| 5 | Paid-up equity share capital (Face Value ₹10 Per Share) | 20,000.00 | 20,000.00 | 20,000.00 | 20,000.00 | 20,000.00 | 20,000.00 |
| 6 | Reserves including Grant received from GoI | 8,169.26 | 7,439.05 | 6,067.91 | 8,169.26 | 6,067.91 | 6,461.13 |
| 7 | Analytical Ratios & Other Disclosures | | | | | | |
| (i) | Percentage of shares held by Government of India | 100% | 100% | 100% | 100% | 100% | 100% |
| (ii) | Capital Adequacy Ratio (%) (Basel III) | 191.14% | 262.90% | NA | 191.14% | NA | 423.96% |
| (iii) | Earnings Per Share (EPS) (₹) (Face Value ₹10 Per Share) | | | | | | |
| | (a) Basic EPS- Before and After Extraordinary items (not annualised) | 0.32 | 0.21 | 0.16 | 0.71 | 0.38 | 0.52 |
| | (b) Diluted EPS- Before and After Extraordinary items (not annualised) | 0.32 | 0.21 | 0.16 | 0.71 | 0.38 | 0.52 |
| (iv) | NPA Amount/ Ratios | | | | | | |
| | (a) Gross NPA | NA | NA | NA | NA | NA | NA |
| | (b) Net NPA | NA | NA | NA | NA | NA | NA |
| | (c) % of Gross NPA to Gross Advances | NA | NA | NA | NA | NA | NA |
| | (d) % of Net NPA to Net Advances | NA | NA | NA | NA | NA | NA |
| (vi) | Return on Assets % (Annualised) | 7.45% | 5.24% | 6.03% | 6.31% | 4.91% | 5.07% |
| (vii) | Net Worth (including Grant and excl. Intangibles) | 28,160.84 | 27,431.68 | 26,067.91 | 28,160.84 | 26,067.91 | 26,460.89 |
| (viii) | Debt Equity Ratio | 0.69 | 0.36 | - | 0.69 | - | 0.03 |
| (ix) | Interest Service Coverage Ratio | 3.19 | 2.34 | NA | 3.42 | NA | 318.08 |
| (x) | Total debts to total assets % | 40.17% | 26.31% | NA | 40.17% | NA | 2.93% |
| (xi) | Outstanding redeemable Preference Shares | Nil | Nil | Nil | Nil | Nil | Nil |
| (xii) | Capital Redemption Reserve | Nil | Nil | Nil | Nil | Nil | Nil |
| (xiii) | Debenture Redemption Reserve | Nil | Nil | Nil | Nil | Nil | Nil |



| | | | | | | | |
|---------|---|-------|-------|-------|-------|-------|-------|
| (xiv) | Debt Service Coverage Ratio | NA | NA | NA | NA | NA | NA |
| (xv) | Current Ratio | NA | NA | NA | NA | NA | NA |
| (xvi) | Long Term Debt to Working Capital | NA | NA | NA | NA | NA | NA |
| (xvii) | Bad Debts to Account Receivable Ratio | NA | NA | NA | NA | NA | NA |
| (xviii) | Current Liability Ratio | NA | NA | NA | NA | NA | NA |
| (xix) | Inventory Turnover Ratio | NA | NA | NA | NA | NA | NA |
| (xx) | Operating Margin (%) ¹ annualised | 7.67% | 5.33% | 5.79% | 6.49% | 4.93% | 5.27% |
| (xxi) | Net Profit Margin (%) ² annualised | 7.45% | 5.24% | 6.03% | 6.31% | 4.91% | 5.07% |
| (xxii) | Debtors turnover ratio (%) | NA | NA | NA | NA | NA | NA |

1: Operating Profit/Average Assets

2: PAT/Average Assets

Notes to Accounts:

1. The above financial results have been recommended by the Audit Committee of Board and approved by the Board of Directors at their meeting held on January 25, 2024.
2. The above financial results for Nine Months ended December 31, 2023 have been prepared in accordance with recognition and measurement principles laid down in Accounting Standard (AS-25) on 'Interim Financial Reporting' issued by the Institute of Chartered Accountants of India (ICAI). Previous period figures have been regrouped/reclassified wherever necessary to conform to the current period classification.
3. There has been no material change in accounting policies and practices in preparation of financial results for Nine Months ended December 31, 2023 as compared to those followed for the financial year ended March 31, 2023.
4. The above financial results have been arrived at after considering necessary provision for Standard Assets, depreciation on fixed assets and amortization of discount income on investments/bond issue expenses. Provision for employee benefits, amounts payable to staff on deputation from Banks/Institutions and all other provisions are made on estimated basis and subject to actualisation at later periods. None of the advances are classified as non-performing/restructured and accordingly no provisions are required to be made towards that purpose.



5. Central Board of Direct Taxes, Ministry of Finance vide its notification dated April 18, 2022 has notified NaBFID for the purposes of Section 10(48D) of Income Tax Act, 1961 which has the effect of granting exemption from Income Tax for a period of ten consecutive assessment years beginning from assessment year 2022-23. Accordingly, no provision is required to be made for income tax obligations.
6. NaBFID has issued Non-Convertible Securities during nine month period ended December 31, 2023 aggregating Rs 19,516 crore of which Rs 10,000 crore had tenor of 10 years and Rs 9,516 crore had tenor of 15 years. NCDs are listed on NSE and BSE and issue expenses are capitalized to be amortized over the bond tenor.
7. NaBFID had received a Grant of Rs 5,000 crore from Government of India during quarter ended March 31, 2022 and same is being utilized in accordance with Board approved guidelines. Said grant forms part of Tier I capital for the purpose of computing CRAR.
8. Number of investor's complaints pending at the beginning of period, received during the period and pending at the end of nine months period ended December 31, 2023 is NIL.
9. Details of loans transferred / acquired during the Nine Months ended December 31, 2023 under the RBI Master Direction on Transfer of Loan Exposure dated September 24, 2021 are given below:
 - (i) No loan in default has been acquired through assignment.
 - (ii) No NPAs have been transferred to Asset Reconstruction Companies (ARCs)/to permitted transferees/to other transferees.
 - (iii) Neither any stressed loan has been acquired nor transferred any loan not in default/Special Mention Accounts (SMA).
 - (iv) No investment has been made in Security Receipts (SRs) issued by Asset Reconstruction Companies (ARCs) in respect of stressed loans transferred to ARCs.
10. No penalty has been imposed by RBI or any other regulator during the Nine Months period ended December 31, 2023.
11. NaBFID is providing finance to infrastructure sector only and therefore no primary business segments are identified for reporting for the purposes of compliance with Accounting Standard 17 on segment reporting.



12. As part of asset liability management, NaBFID has entered into INR interest rate swap of notional amount of Rs 5,000 crore (Previous Year – NIL) against the underlying financial instruments (NCDs). Accordingly, Fair value of hedging instrument and hedged exposure is recorded in the Financial Statements. Profit and Loss includes net gain/loss arising from FV of NCDs and MTM gain of fair value impact of hedged instruments.

For J Singh & Associates/ कृते जे सिंह एंड एसोसिएट्स

Chartered Accountants/ सनदी लेखाकार

FRN./ फर्म पंजीकरण संख्या 110266W


J Singh/
जे सिंह
Partner/
साझेदार
Membership No./ सदस्यता संख्या
042023





Monika Kalia/
मोनिका कालिया

(DMD-CFO)

(डीएमडी-सीएफओ)

DIN:08579733



T. N. Manoharan/
टी.एन. मनोहरन

(Director)/

(निदेशक)

DIN: 01186248



Rajkiran Rai G/
राज किरण राय जि

(Managing Director)/

(प्रबंध संचालक)

DIN: 07427647

Place: Mumbai/

स्थान - मुंबई

Date: January 25, 2024

दिनांक: जनवरी 25, 2024



Behzad Bhesania/
बेहजाद भेसानिया

(Head Finance)

(विभाग प्रमुख, वित्त)





B. S. Venkatesha/
बी. एस. वेंकटेशा

(DMD-CRO)

(डीएमडी-सीआरओ)

DIN: 08489577