

3 DECADES OF
BUSINESS
EXCELLENCE

 North Eastern Development
Finance Corporation Limited
नॉर्थ ईस्टर्न डेवलपमेंट
फाइनेंस कॉर्पोरेशन लिमिटेड

Celebrating **30 YEARS**

of **Empowering the Unserved & Underserved**
with **Innovative and Customised Solutions**

Annual Report
वार्षिक प्रतिवेदन

2024-25



North Eastern Development Finance Corporation Limited (NEDFi) was incorporated as a Public Limited Company under the erstwhile Companies Act, 1956, on August 9, 1995 with an authorized capital of Rs. 500 crore and a paid-up capital of Rs. 100 crore. It is notified as a public financial institution under Section 4-A of the erstwhile Companies Act, 1956. NEDFi is categorised by Reserve Bank of India (RBI) as Non – Banking Financial Company (NBFC-ICC).



VISION

To be the most preferred and trusted financial institution, excelling in customer service delivery through committed, caring and empowered employees.



CORE VALUES

- Customer satisfaction by providing quality, timely and effective services and fairness in dealings.
- Maximization of stakeholders' values.
- Success through team work, innovation, integrity and people.



PEOPLE



PLANET



PARTNERSHIP



MISSION

To be a dynamic and responsive organisation catalysing economic development of the North Eastern Region of India by identifying and financing commercially viable industries, providing valued advisory & consultancy services, promoting entrepreneurship through effective mentoring, skill development and capacity building of the micro, small and medium enterprises and generating sustainable livelihoods through Micro Finance and CSR activities.



MOTTO

Championing the entrepreneurial spirit of the North East



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device

Empowering the Unserved & Underserved with Innovative and Customised Solutions

For three decades, the North Eastern Development Finance Corporation Limited (NEDFi) has been a trusted catalyst of inclusive growth in the North Eastern Region, empowering the Unserved & Underserved through innovative and customised financial solutions.

Since 1995, NEDFi has gone beyond conventional finance to nurture entrepreneurship, strengthen livelihoods, and promote micro, small & medium enterprises across the eight States. A defining feature of its journey has been reaching the interior corners of the Region and extending financial aid to communities and entrepreneurs, often beyond the reach of traditional institutions.

By combining financial support with advisory & consultancy, capacity building and sustainable interventions, NEDFi has helped transform lives while reinforcing the region's socio-economic fabric.

As it celebrates 30 years of service, NEDFi renews its commitment to continue unlocking opportunities, fostering resilience and driving prosperity across the North East.

Performance Highlights as on 31st March 2025

Rs. 9,114.38 crore

Sanctions

26,835

Number of Projects Assisted

Rs. 2,019.50 crore

Loan Outstanding

Rs. 23,670 crore

Capital Investment Facilitated

Rs. 1,180.81 crore

Net Worth

53.49%

Capital to Risk Asset Ratio (CRAR)

1.88%

Gross NPA (GNPA)

0.69%

Net NPA (NNPA)

16 Lakhs +

Employment Generation

53,000 +

Enhancing Entrepreneurial Skills (Training & Capacity Building, Mentorship and Marketing Assistance)

Key Highlights FY 2024-25

Rs. 882.98 crore

Sanctions

6,919

Number of Projects Assisted

Rs. 259.42 crore

Income

Rs. 128.75 crore

Gross Profit



CHAIRMAN AND MANAGING DIRECTOR'S STATEMENT

What is Good for North East is Good for NEDFi



Over the past three decades, NEDFi has evolved beyond a development financial institution—reaching remote areas, enabling access to low cost finance not merely as credit, but as liberation, dignity and futures being rewritten that transformed household economies by helping thousands come out of debt traps.

P.V.S.L.N. Murty

Chairman and Managing Director

Dear Shareholders,

Greetings! It is with immense satisfaction and optimism that I present the Annual Report for the financial year 2024-25 (FY25), marking the 30th year of your Corporation's journey. NEDFi has worked tirelessly over the past 30 years demonstrating dedication, growth and service excellence that enabled us to play a catalytic role in industrial development while addressing the unique developmental needs of the region. Our growth is reflected not only in numbers, but also in the lives we have touched. On this landmark occasion, I extend my heartfelt gratitude to all stakeholders for their steadfast trust and encouragement, which continue to inspire us to contribute in strengthening the regional economy in a sustainable and inclusive manner.

On behalf of the Board of Directors and the Management team, I am pleased to share performance highlights of your Corporation during FY25.

PERFORMANCE HIGHLIGHTS

Business

During FY25, your Corporation delivered record operational milestones. Sanctions increased to Rs. 882.98 crore (Rs. 846.37 crore in FY24), while cumulative sanctions touched Rs. 9,114.38 crore across 26,835 projects. Loan outstanding stands at Rs. 2,019.50 crore (Rs. 1,833.51 crore in FY24), reflecting sustained growth momentum.

Income and Earnings

Gross income grew by 8.44% to Rs. 259.42 crore, primarily due to interest income. However, gross profit moderated by 2.73% to Rs. 128.75 crore, and net profit stood at Rs. 96.01 crore.

Asset Quality

Our focused efforts on recovery and portfolio management yielded notable results, with gross NPAs reducing to 1.88% (3.10% in FY24), and net NPAs declining to 0.69% (1.25% in FY24), marking a significant strengthening of the balance sheet.

NORTH EAST VENTURE FUND

The North East Venture Fund (NEVF), a pioneering initiative with the Ministry of DoNER and SIDBI, has supported 69 start-ups across diverse sectors. Complementing this, the Manipur Start-up Venture Fund and the NRL Ideation Angel Fund together committed nearly Rs.19 crore to high-potential ventures, further nurturing the entrepreneurial ecosystem in the region.

SERVING UNSERVED & UNDERSERVED AREAS

The initiative of reaching out to unserved & underserved communities of the region with financial resources, training and support services, including efforts to bring down interest costs and help the rural poor come out of the debt traps has been remarkably successful, enhancing the income levels of over 16,000 lives through low-cost credit.

CORPORATE SOCIAL RESPONSIBILITY

The Corporation's CSR initiatives emphasise women's empowerment, improving livelihoods, imparting valuable employment skills and nurturing the growth of the craft sector in unserved & underserved areas. During the year, the Corporation provided support to a total of 368 beneficiaries spanning various trades and sectors.

The Corporation also plays a pivotal role in providing marketing assistance to artisans by facilitating their participation in exhibitions, trade fairs and sales events organised through its network of showrooms. During the year, marketing support was extended to 4,883 artisans.

WAY FORWARD

As NEDFi continues to evolve and adapt to the region's changing development landscape, we are eager to seize the opportunities ahead, remaining fully committed to meeting the emerging development needs of the NER while upholding the highest standards of service and integrity.

In FY26, NEDFi aims to achieve ambitious growth by expanding credit access to MSMEs including the microfinance sector, reducing credit costs for unserved & underserved segments and mobilising low-cost funds. The Corporation will promote startups, traditional crafts, skill development, employment generation and women's empowerment, while also strengthening risk management, reducing NPAs and expanding outreach in alignment with the priorities of respective State Governments of the North East. Operational efficiency will be driven by technology adoption, portfolio monitoring, capacity building for staff and a customer-centric approach, reaffirming NEDFi's commitment to entrepreneurship, sustainable growth and inclusive socio-economic development in the North Eastern Region.

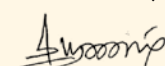
ACKNOWLEDGMENT

I extend my heartfelt thanks to the members of the Board for their invaluable guidance, support and counsel. I would also like to express sincere gratitude for the unstinting support received from M-DoNER, other Union Government Ministries and their organisations, State Governments of the Region, Banks/FIs and other organisations in the North East. I also place on record our appreciation for the trust and support of all our shareholders - IDBI Bank, LIC, SBI, SIDBI, ICICI Bank, IFCL, SUUTI, GIC & subsidiaries.

I am confident that driven by dedication and commitment of a young, enthusiastic and professionally qualified team, your Corporation will live up to the expectations of the stakeholders to play the catalytic role in economic development with further penetration into far flung areas of the Region.

I sincerely look forward to your continued support as we advance on this transformative journey.

With best wishes,


(P.V.S.L.N. Murty)

अध्यक्ष एवं प्रबंध निदेशक का वक्तव्य

जो उत्तर-पूर्व के लिए अच्छा है, वही नेडफ़ी के लिए भी अच्छा है



पिछले तीन दशकों में, नेडफ़ी ने स्वयं को केवल एक विकास वित्तीय संस्था से कहीं अधिक सिद्ध किया है—यह दूरदराज के क्षेत्रों तक पहुँचा है, और कम लागत वाली वित्तीय सहायता को केवल ऋण नहीं बल्कि मुक्ति, गरिमा और एक नए भविष्य के रूप में पहुँचाया है, जिसने हजारों घरों की अर्थव्यवस्था को बदला है और उन्हें कर्ज के जाल से बाहर निकाला है।

(पी. वी. एस. एल. एन. मूर्ति)

अध्यक्ष एवं प्रबंध निदेशक

प्रिय शेयरधारकों,

नमस्कार! मैं अत्यंत संतोष और आशा के साथ आपके समक्ष वित्तीय वर्ष 2024-25 की वार्षिक रिपोर्ट प्रस्तुत कर रहा हूँ, जो निगम की यात्रा के 30वें वर्ष का प्रतीक है। नेडफ्री ने पिछले 30 वर्षों में अथक परिश्रम किया है और समर्पण, विकास और उत्कृष्ट सेवा का प्रदर्शन किया है, जिससे हम इस क्षेत्र की विशिष्ट विकासात्मक आवश्यकताओं को पूरा करते हुए औद्योगिक विकास में उत्प्रेरक की भूमिका निभा पाए हैं। हमारी वृद्धि केवल संख्या में ही नहीं, बल्कि हमारे द्वारा छुए गए जीवन में भी हुई है। इस ऐतिहासिक अवसर पर, मैं सभी हितधारकों के प्रति उनके अटूट विश्वास और प्रोत्साहन के लिए हार्दिक आभार व्यक्त करता हूँ, जो हमें क्षेत्रीय अर्थव्यवस्था को स्थायी और समावेशी तरीके से मजबूत बनाने में योगदान देने के लिए प्रेरित करते रहते हैं।

निदेशक मंडल और प्रबंधन टीम की ओर से, मुझे वित्तीय वर्ष 2024-25 (वित्त वर्ष 25) के दौरान हमारी उपलब्धियों और प्रदर्शन को साझा करते हुए खुशी हो रही है।

प्रदर्शन की मुख्य विशेषताएँ

व्यवसाय

वित्त वर्ष 2025 के दौरान, आपके निगम ने रिकॉर्ड परिचालन उपलब्धियाँ हासिल कीं। निगम की मंजूरी बढ़कर ₹882.98 करोड़ (वित्त वर्ष 2024 में ₹846.37 करोड़) हो गई, जबकि 26,835 परियोजनाओं के लिए संचयी स्वीकृतियाँ ₹9,114.38 करोड़ तक पहुँच गईं। बकाया ऋण बढ़कर ₹2,019.50 करोड़ (वित्त वर्ष 24 में ₹1,833.51 करोड़) हो गया, जो निरंतर विकास गति को दर्शाता है।

आय और लाभ

कुल आय 8.44% बढ़कर ₹259.42 करोड़ हो गई, जो मुख्यतः ब्याज आय में वृद्धि के कारण है। हालांकि, सकल लाभ 2.73% घटकर ₹128.75 करोड़ रहा, और शुद्ध लाभ ₹96.01 करोड़ रहा।

परिसंपत्ति गुणवत्ता

रिकवरी और पोर्टफोलियो गुणवत्ता पर हमारे केंद्रित प्रयासों से उल्लेखनीय परिणाम प्राप्त हुए, सकल एनपीए घटकर 1.88% (वित्त वर्ष 24 में 3.10%) हो गया, और शुद्ध एनपीए घटकर 0.69% (वित्त वर्ष 24 में 1.25%) हो गया, जो बैलेंस शीट की महत्वपूर्ण मजबूती को दर्शाता है।

नॉर्थ ईस्ट वेंचर फंड

पूर्वोत्तर क्षेत्र विकास मंत्रालय और सिडबी के सहयोग से एक अग्रणी पहल, नॉर्थ ईस्ट वेंचर फंड (एनईवीएफ) ने विभिन्न क्षेत्रों में 69 स्टार्ट-अप्स को सहायता प्रदान की है। इसके अतिरिक्त, मणिपुर स्टार्ट-अप वेंचर फंड और एनआरएल आइडिया एंजेल फंड ने मिलकर उच्च-संभावित उद्यमों के लिए लगभग 19 करोड़ रुपये की प्रतिबद्धता जताई है, जिससे क्षेत्र में उद्यमिता को बढ़ावा मिला है।

असेवित और अल्पसेवित क्षेत्रों की सेवा

वित्तीय संसाधनों, प्रशिक्षण और सहायता सेवाओं के साथ क्षेत्र के सबसे दूरस्थ समुदायों तक पहुँचने की पहल, साथ ही ब्याज लागत को कम करने और ग्रामीण गरीबों को कर्ज के जाल से बाहर निकालने में मदद करने की पहल

उल्लेखनीय रूप से सफल रही है, जिससे कम लागत वाले कर्ज पर निर्भर 16,000 से अधिक लोगों की आय के स्तर में सुधार हुआ है।

निगम का सामाजिक उत्तरदायित्व

निगम अपने सामाजिक उत्तरदायित्व के अंतर्गत महिलाओं के सशक्तिकरण, आजीविका संवर्धन, कौशल प्रशिक्षण एवं ग्रामीण शिल्प क्षेत्र के विकास पर ध्यान केंद्रित करता है। वर्ष के दौरान 368 लाभार्थियों को विभिन्न क्षेत्रों में सहायता प्रदान की गई।

इसके अलावा, शिल्पकारों को विपणन सहायता प्रदान करने में भी निगम की भूमिका अहम रही है। प्रदर्शनियों, व्यापार मेलों और बिक्री आयोजनों के माध्यम से 4,883 शिल्पकारों को बाजार तक पहुँच प्रदान की गई।

आगे के लक्ष्य

नेडफ्री भविष्य की विकासात्मक आवश्यकताओं को देखते हुए खुद को निरंतर रूप से ढाल रहा है। वित्तीय वर्ष 2026 में हमारा लक्ष्य है— सूक्ष्म, लघु और मध्यम उद्यम और सूक्ष्म वित्त क्षेत्र में ऋण पहुँच का विस्तार करना, कम लागत वाली निधियाँ जुटाकर प्रतिस्पर्धा बढ़ाना, स्टार्टअप्स, पारंपरिक शिल्प, कौशल विकास, रोजगार सृजन और महिला सशक्तिकरण को प्रोत्साहित करना।

साथ ही, हम जोखिम प्रबंधन को सशक्त करेंगे, एनपीए को और कम करेंगे और राज्य सरकारों की प्राथमिकताओं के अनुरूप अपनी पहुँच का विस्तार करेंगे। परिचालन कुशलता को तकनीकी नवाचार, पोर्टफोलियो निगरानी, कर्मचारियों के क्षमता निर्माण और ग्राहक-केंद्रित दृष्टिकोण से आगे बढ़ाया जाएगा।

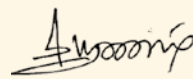
नेडफ्री उत्तर-पूर्व क्षेत्र में उद्यमिता, सतत विकास और समावेशी सामाजिक-आर्थिक विकास के लिए प्रतिबद्ध है।

आभार

मैं निदेशक मंडल के सदस्यों को उनके अमूल्य मार्गदर्शन एवं समर्थन के लिए हार्दिक धन्यवाद देता हूँ। साथ ही, मैं उत्तर पूर्वी क्षेत्र विकास मंत्रालय, भारत सरकार के अन्य मंत्रालयों एवं संस्थाओं, राज्य सरकारों, बैंकों/वित्तीय संस्थाओं और उत्तर-पूर्व के विभिन्न संगठनों से प्राप्त सहयोग के लिए भी हार्दिक कृतज्ञता व्यक्त करता हूँ। मैं आईडीबीआई बैंक, एलआईसी, एसबीआई, सिडबी, आईसीआईसीआई बैंक, आईएफसीआई, सूटि, जीआईसी एवं उसकी सहायक कंपनियों सहित सभी शेयरधारकों के निरंतर विश्वास और समर्थन के लिए भी आभारी हूँ।

मुझे पूर्ण विश्वास है कि हमारी युवा, उत्साही और पेशेवर रूप से योग्य टीम के समर्पण और प्रतिबद्धता से प्रेरित होकर, आपका निगम पूर्वोत्तर क्षेत्र के आर्थिक विकास में उत्प्रेरक की भूमिका निभाने के लिए हितधारकों की अपेक्षाओं पर खरा उतरेगा, तथा पूर्वोत्तर के दूर-दराज और असेवित क्षेत्रों में भी अपनी पहुँच बनाएगा।

मैं आप सभी के निरंतर सहयोग की अपेक्षा करता हूँ ताकि हम इस परिवर्तनकारी यात्रा को आगे बढ़ाते रहें।



(पी. वी. एस. एल. एन. मूर्ति)

NEDFi'S ESG AGENDA

As a responsible financial institution, NEDFi has embedded Environmental, Social and Governance (ESG) and climate risk considerations into its operations aiming to drive inclusive economic growth while preserving the vital natural environment for sustainability. At NEDFi, ESG principles are implemented with long-term planning integrating sustainable practices and shaped by stakeholder priorities across its business operations in the North Eastern Region (NER).

ENVIRONMENTAL:

- **Environmental Risks:** NEDFi integrates environmental risks into its overall credit risk assessment framework and continues to invest in responsible financing prioritising ESG-aligned sectors and activities as well as exploring sustainable finance options in accordance with the United Nation's Sustainable Development Goals (SDGs).
- **Rooftop Solar Plant:** NEDFi has installed 70 KW Rooftop Solar Plant in its Head Office premises, reducing its operational environmental footprint by enhancing energy efficiency underscoring its strong commitment to sustainability.



70 KW Solar Plant installed in the Head Office premises



- Greenery Expansion Efforts:** NEDFi regularly conducts tree plantation campaigns across various locations in the North East to preserve and enrich the region's natural ecosystem. Recently, on 9th August 2025, NEDFi reinforced its green commitment by distributing 30,000 saplings, promoting sustainable practices and supporting the region's journey towards a cleaner and greener future.



SOCIAL:

NEDFi's MICRO CREDIT OUTREACH



- **Strengthening Livelihoods through NEDFi Micro Lending Scheme (NMLS):** Under this scheme, NEDFi provides direct financial assistance to micro-borrowers, offering collateral-free loans at affordable interest rates for setting up or expanding income-generating activities pushing for financial inclusion with a specific focus on supporting weaker sections, especially women, in underserved, unserved and unbanked areas of the region.
- **Corporate Social Responsibility (CSR):** NEDFi's CSR policy ensures that its initiatives are meaningful, impactful and aligned with the needs of the region. CSR interventions of NEDFi

is aimed at enhancing livelihoods, empowering women and youth, supporting local artisans, imparting valuable employment skills and nurturing the growth of the craft sector in rural and underserved areas. Rooted in its commitment to inclusive development.

- ❖ **Water Hyacinth Craft Training:** NEDFi empowers local artisans through specialized training programs that transform water hyacinth—an abundant natural resource—into eco-friendly, marketable products. These initiatives not only create sustainable livelihoods but also promote women's empowerment and encourage the growth of green enterprises across the region.

- ❖ **Sustainable Energy for Educational Centre:** NEDFi has provided support for the installation of 3 kW solar power plants at educational centre in Dima Hasao district of Assam. These installations ensure uninterrupted electricity for lighting, studying and basic utilities—enhancing the quality of life for students and setting a benchmark for sustainable development among tribal communities.



Water Hyacinth Craft Training under CSR initiatives of NEDFi.



3 KW Solar Power plant installed in Dima Hasao district, Assam under CSR initiatives of NEDFi.



Sewing Machine donated under CSR initiatives of NEDFi.

GOVERNANCE:

NEDFi is a Board managed organisation and the Board consists of 10 (ten) Directors, including 1 (one) Representative from the Ministry of DoNER, 1(one) Whole-time Director, 3 (three) nominee Directors from State Bank of India, LIC of India and IDBI Bank respectively, Chief Secretary of two North Eastern States on rotation basis for a period of 2 (two) years, 2 (two) Independent Directors and 1 (one) Woman Director.

The corporate governance framework of NEDFi promotes good governance practices in every aspect of its functioning complying with all applicable laws, rules and regulations. NEDFi is committed to conduct its business based on stakeholder-centric approach with the employees at the centre, maintaining the highest ethical standards, integrity, transparency, stakeholder trust and continually strives to elevate its standards.

STAKEHOLDERS



BOARD OF DIRECTORS



SHRI P.V.S.L.N. MURTY

Shri P.V.S.L.N. Murty, Chairman & Managing Director (CMD) of NEDFi, has over 45 years of rich commercial as well as development banking experience in diverse and varied areas of Financial System. A graduate in Commerce and Master in IR & PM, Shri Murty previously served the State Bank of India (SBI). Prior to joining NEDFi as CMD, Shri Murty was posted as Chief Strategy Officer (CSO) at SBI, based at the Corporate Office, Mumbai.

He has the experience of serving the North Eastern Region for over 3 years as Chief General Manager (CGM) of SBI. Shri Murty has worked in operations all throughout his career and has wide experience in the areas of Credit, NPA Recovery & Monitoring, Basel-III Norms etc. Besides, serving as Member on the Board of Directors of NEDFi from December 2015 to November 2018, he was also on the Boards of Indian Institute of Bank Management (IIBM), ATTF and many large Industrial Corporates.

While serving as CGM of SBI, he was instrumental in introducing 'APONGHAR', a popular Housing loan scheme for the Govt. of Assam employees, in collaboration with Assam Government and also in launching the YONO Banking App [which stands for "You Only Need One" is a digital banking and lifestyle platform offered by the SBI] in the North Eastern Region. Incidentally, after taking charge as CSO at Corporate Office in Mumbai, he was assigned the task of positioning YONO as a credible powerful brand of SBI across Pan-India that represents innovation in its futurism with promises of customer convenience and quality.



DR. RAVI KOTA, IAS

Dr. Ravi Kota, IAS, Chief Secretary to the Govt. of Assam, brings with him over 30 years of distinguished service. A 1993 batch officer of the Assam-Meghalaya cadre and a gold medalist with a Ph.D. in Agronomy, Dr. Kota has excelled in various key governmental roles, both in India and abroad. Internationally, he has represented India as the Minister (Economic) at the Indian Embassy in Washington, D.C., where he played a crucial role in strengthening India-US economic relations, managing monetary issues and attracting global investments. Dr. Kota's substantial contributions to India's fiscal policy, particularly during his tenure as Joint Secretary in the Fifteenth Finance

Commission and as Principal Finance Secretary in Assam, highlight his adeptness in navigating complex financial landscapes. He also handled matters related to the World Bank, IMF and the US-India Clean Energy and Climate Partnership 2030, further underscoring his wide-ranging expertise.



SHRI DONALD PHILLIPS WAHLANG, IAS

Shri Donald Phillips Wahlang, IAS, Chief Secretary to the Govt. of Meghalaya, is a 1993 batch officer of the Assam-Meghalaya Cadre. With over 30 years of experience in the government, predominantly in the social sector, Shri Wahlang has served in various key capacities. His roles have spanned departments such as Information & Technology, Health & Family Welfare, Finance (including banking operations), Sports & Youth Affairs, Labour, Community & Rural Development, Urban Affairs, Education, and Public Health Engineering in the Govt. of Meghalaya. A graduate in Electronics and Electrical Engineering, Shri Wahlang is a Post Graduate in Management

from the Indian Institute of Management, Calcutta.



SHRI NIRAJ KUMAR

Shri Niraj Kumar currently serves as Joint Secretary in the Ministry of Development of North Eastern Region (MDoNER), Government of India. He represents the Ministry on the Board of NEDFi and brings extensive experience across various departments of the Union Government. Shri Niraj Kumar is a well-known scholar on geopolitics and Indian culture. He is well-known commentator on Shakta and Buddhist Tantras, His first work, on Asian Integration, "Arise, Asia!" was published in October, 2002. The sequel "Asia in Post-Western Age" was published in 2014, His edited work on Himalayan Studies,

"Himalayan Bridge" (KW Publisher: 2016, Routledge: London & New York, 2020, 2021) is widely recognised. His ongoing work is five volume translation and commentary on the Kalachakra Tantra. This complete work runs into 2700 pages. The last verse by verse commentary, Vimalprabha, was written by Kalki Pundarika in the middle of the 11th century. Shri Kumar has been addressing international audience and strategic organizations on philosophy and geopolitics of Buddhism. He was instrumental in exposition of Holy relics of Buddha in Thailand in 2024.



SHRI UGEN TASHI

Shri Ugen Tashi is the Executive Director, Human Resources, Training, Administration and Infrastructure Management Department at IDBI Bank Ltd. He holds a Bachelor's Degree in Technology and a Master's Degree in Business Administration.

Shri Tashi joined IDBI Bank in 1997 and during his tenure of over 25 years he has worked in various capacities across locations in India, in the areas of Venture Capital, Corporate Finance, MSME Finance and Retail Banking.



SHRI PRABHAS BOSE

Shri Prabhas Bose assumed charge as Chief General Manager, State Bank of India, Guwahati Circle on June 3, 2025. A career banker with over 25 years of experience, he joined SBI as a Probationary Officer in 1997 and has held key leadership roles across Retail Banking, International Banking, Credit, IT, and Operations. Prior to this, he served as General Manager, SBI Patna Circle, overseeing operations across Bihar and Jharkhand. He brings valuable international experience from postings in Tokyo and Sydney. Known for his strategic acumen, Shri Bose is committed to driving digital innovation, operational excellence, and inclusive banking in the region.



SHRI BIBEKANANDA ACHARYA

Shri Bibekananda Acharya represents the LIC of India as a Nominee Director at NEDFi, where he served in the Director cadre. He holds a Post Graduate degree in Agriculture, a Post Graduate Diploma in Computer Applications, a Diploma in Health Insurance, and a Fellowship from the Insurance Institute of India.

With over 34 years of distinguished service at LIC, Shri Acharya held multiple leadership roles across four zones, driving improvements in operations and key organizational metrics. A people-centric leader, he is known for his ability to mentor, motivate, and optimize teams. His expertise spans

Sales & Marketing, Customer Relationship Management, Human Resources Management, Finance & Accounts and Training, particularly in leadership development and sales methodologies. With a strategic mindset and comprehensive exposure to the insurance sector, Shri Acharya continues to contribute as a socially conscious leader, supporting NEDFi's mission of catalyzing economic development in the North Eastern Region of India.



SHRI ANOOP KUMAR

Shri Anoop Kumar served as Zonal Manager (Executive Director) of LIC of India, North Zone. Prior to that, Shri Kumar served as the Director of Zonal Training Centre (North Zone) based at Gurugram. A respected life insurance executive with extensive experience and established track record of leading and guiding large cross functional teams of sales, operations, human resources and training executives. He is an experienced leader in knowledge management and training initiatives, launching products, driving efficiencies, engagement and revenue. He is also an expert public speaker and presenter with ability to forge lasting relationships with strategic partners and other financial institutions in the public

sector and private sector. Shri Kumar is considered among the top rated motivational speakers in LIC for life insurance sales and marketing, human resource management, customer relationship management and sales through multiple distribution channels and verticals among the target groups consisting of executives, bank officials, marketing teams, sales managers (Development Officers), agents, trainers and executives representing different verticals and distribution channels.



SHRI KAUSHIK SINHA

Shri Kaushik Sinha retired as CGM from State Bank of India. He retired on 31st March'22 after serving the Bank for 37 years 3 months. He has an experience of more than 35 years in the banking industry and has held key positions in the top management. The myriad of his experiences includes managing branches/offices of State Bank of India at the apex level in the capacity of Chief General Manager, developing policies at the top level, developing strategies and equipping staff to implementing these strategies thereby enabling development of core competencies in staff and effective team building.

He had the privilege to handle one of the toughest terrain of Madhya Pradesh as General Manager of Gwalior and Jabalpur module, that includes branches in the most remote and sensitive areas of Gwalior and outskirts. He has more than 25 years of experience of working in operations with direct contact with the customers and retail oriented product and services. He has been instrumental in delivering good financial results, managing the business by creating proactive marketing strategies that maximizes employees sales activities and customer service effectiveness. From August 2015 to October 2017 he had the opportunity to work in North East. During his tenure as Circle Development Officer in North East Circle, there was overall improvement in HR related areas. The role of CDO who is the HR Head of the Circle is very tough in North East as it covers 7 states and wide divergence in culture.



MS. NANDITA HAZARIKA

Ms. Nandita Hazarika, with over 27 years of service in Govt. of Assam, retired as the Addl. Secretary & State Mission Director of the Assam State Rural Livelihood Mission, where she was instrumental in developing and implementing strategies aimed at empowering poor rural women towards sustainable livelihoods.

Ms. Hazarika has also held a senior position as the State Coordinator for disaster management in Assam, working with the UN Disaster Risk Reduction Project. She spent nearly a decade with the United Nations Development Programme (UNDP) on deputation from the Government of Assam, focusing on disaster management initiatives. Selected by the Government of India as an ITEC expert, she was assigned to Mauritius for one and a half years to conduct a Training Needs Assessment (TNA) for the Mauritius Civil Service in Port Louis, Mauritius.

Ms. Hazarika is also a Master Trainer for the Government of India and has developed various training modules, including one on which she had co-authored on Gender and Disaster Management, published by UNDP, India and the Ministry of Home Affairs, Govt. of India. She was developed as a trainer on Gender & Disaster Management by UNDP at Colombo, Shri Lanka and has the experience of training the Afghanistan National Disaster Management Authority officials on Gendering Disaster Risk Reduction which was held at Kabul, Afghanistan. Ms Hazarika has also been trained on Distance Learning at Manchester University and has prepared distance learning training modules on Assam Civil Service Conduct Rules, Discipline and Appeal Rules and Assam Leave Rules.



FINANCIAL HIGHLIGHTS

STANDALONE

(Rs. in Crore)

Financial Year	2024-25	2023-24
Authorised Capital	500.00	500.00
Paid up Capital	100.00	100.00
Net worth	1180.81	1113.45
Loan Outstanding	2019.50	1833.51
Capital to Risk (Weighted) Assets Ratio (CRAR) (%)	53.49	55.72
Working Results		
Gross Income	259.42	239.22
Interest Income	195.89	172.29
Non-Interest Income	63.53	66.93
Gross Expenditure	130.66	106.85
Profit Before Tax	128.75	132.37
Tax Expenses	32.74	32.17
Profit After Tax	96.01	100.20
Earning per share (in Rs.)	9.59	10.09

CONSOLIDATED

(Rs. in Crore)

Financial Year	2024-25	2023-24
Total Income	261.94	242.11
Total Expenses	133.50	108.85
Profit Before Tax	128.44	133.26
Tax Expense	32.83	32.22
Profit After Tax	95.60	101.04
Earnings Per Share (Rs.)	9.54	10.18

PERFORMANCE HIGHLIGHTS

SANCTION

(Rs. in Crore)

Financial Year	Arunachal Pradesh	Assam	Manipur	Meghalaya	Mizoram	Nagaland	Sikkim	Tripura	Total
Cumulative 1996-2015	297.63	2,241.48	178.56	552.50	69.36	74.18	81.12	146.90	3,641.74
2015-2016	10.47	246.55	20.49	45.88	5.71	4.89	20.96	6.92	361.86
2016-2017	32.73	210.91	33.00	71.67	4.90	6.23	21.17	14.27	394.88
2017-2018	16.00	150.88	39.58	14.63	6.24	11.75	13.22	36.88	289.16
2018-2019	15.50	188.82	49.01	49.45	7.80	7.16	14.44	27.38	359.55
2019-2020	16.20	273.30	57.93	20.49	24.08	13.01	17.49	18.24	440.73
2020-2021	14.19	235.85	55.33	36.91	7.42	8.76	10.21	11.40	380.06
2021-2022	20.16	503.62	36.25	94.32	9.38	11.15	31.96	12.18	719.01
2022-2023	18.71	522.68	103.57	27.39	34.56	20.63	38.21	32.30	798.04
2023-2024	17.94	583.11	21.64	87.96	47.15	31.41	25.57	31.61	846.37
2024-2025	93.82	501.57	75.74	41.89	50.52	36.45	22.05	60.95	882.98
Total	553.33	5,658.77	671.08	1,043.07	267.12	225.61	296.38	399.02	9,114.38

DISBURSEMENT

(Rs. in Crore)

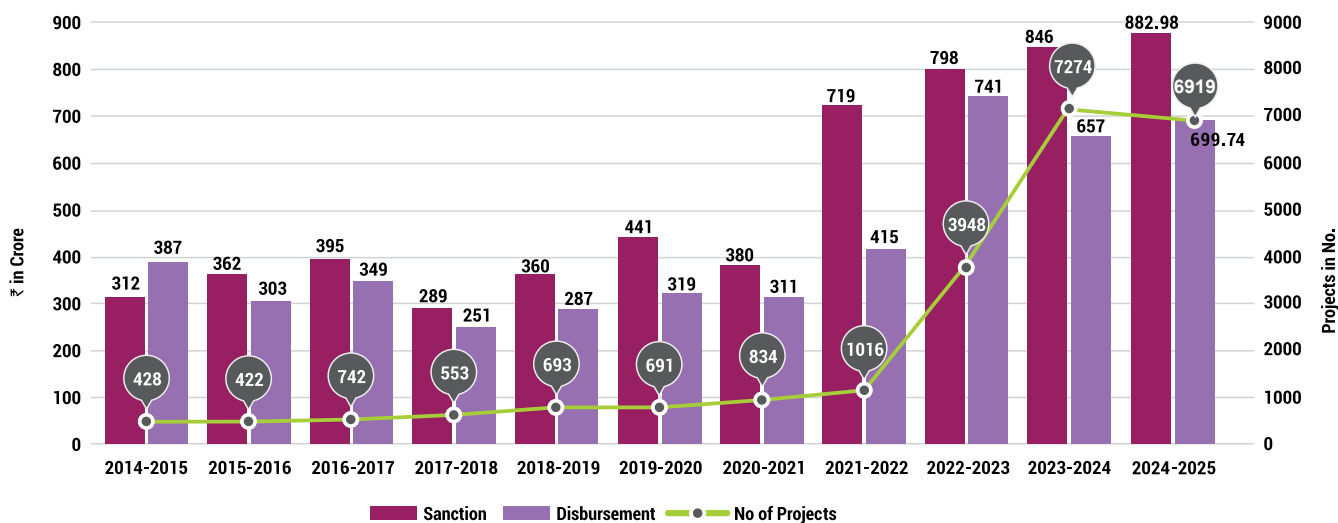
Financial Year	Arunachal Pradesh	Assam	Manipur	Meghalaya	Mizoram	Nagaland	Sikkim	Tripura	Total
Cumulative 1996-2015	217.84	1,673.75	138.09	424.07	54.29	54.60	61.33	89.00	2,712.96
2015-2016	10.72	172.78	28.96	55.11	5.57	6.33	14.68	8.83	302.99
2016-2017	23.72	185.27	46.44	44.63	4.75	5.54	24.36	14.38	349.09
2017-2018	17.81	156.72	26.37	12.90	4.79	9.17	12.53	11.15	251.41
2018-2019	8.04	155.18	43.72	35.07	7.95	7.54	12.45	16.83	286.77
2019-2020	7.95	168.19	64.96	17.27	18.60	10.61	12.86	18.99	319.43
2020-2021	17.10	196.46	41.44	18.78	9.37	9.49	9.61	9.05	311.29
2021-2022	15.83	272.51	43.84	31.62	13.16	11.09	12.81	14.37	415.23
2022-2023	16.15	462.70	64.26	79.87	35.16	18.49	39.50	25.00	741.14
2023-2024	16.05	395.69	45.10	79.25	41.29	27.02	23.68	29.30	657.38
2024-2025	42.32	413.94	51.59	52.74	32.82	36.46	19.92	49.95	699.74
Total	393.52	4,253.19	594.78	851.32	227.73	196.34	243.72	286.84	7,047.43

PROJECTS

(In Nos.)

Financial Year	Arunachal Pradesh	Assam	Manipur	Meghalaya	Mizoram	Nagaland	Sikkim	Tripura	Total
Cumulative 1996-2015	365	1369	374	257	344	419	450	435	4013
2015-2016	43	66	68	18	36	45	69	77	422
2016-2017	35	77	71	21	32	41	120	75	472
2017-2018	32	98	113	18	48	35	121	88	553
2018-2019	32	123	102	22	41	75	152	146	693
2019-2020	36	144	79	27	77	94	111	123	691
2020-2021	48	204	119	25	82	111	115	130	834
2021-2022	64	351	83	21	112	108	124	153	1016
2022-2023	81	2176	419	68	437	174	275	318	3948
2023-2024	112	3990	676	232	933	277	508	546	7274
2024-2025	148	3597	1154	309	579	507	333	292	6919
Total	996	12195	3258	1018	2721	1886	2378	2383	26835

SANCTION, DISBURSEMENT AND PROJECTS



SUCCESS STORIES

NEDFi's loan products are structured mainly towards development of the Micro, Small and Medium Enterprises (MSME) segment which is a key driver of economic growth and capital formation in the North Eastern Region. For development of the Micro and Small Enterprises (MSE) segment, NEDFi has taken initiative to identify and nurture potential first generation local entrepreneurs and provide finance on easy terms to them to set up viable industrial projects. Presented below are a few success stories where NEDFi has played a significant role in crafting - some of them big, while some of them small; some startups while others are expansion of existing units; some creating wealth & employment in a small way while some making appreciable impact; but all of them play a significant role in development of the Region.

JERICOHO FOODS AND BEVERAGES LLP



Jericho Foods and Beverages LLP is a packaged carbonated soft drink manufacturing unit located at Kamrup (R), Assam. NEDFi sanctioned Rs.2500.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

THE SOLITAIRE BLISS



The Solitaire Bliss is a 3 star category resort located at Tinsukia, Assam. NEDFi sanctioned Rs.975.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

TREVI HOSPITAL



Trevi Hospital is located at Imphal West, Manipur. NEDFi sanctioned Rs.1000.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

HEALTH PLANET HOSPITAL



Health Planet Hospital is located at Nagaon, Assam. NEDFi sanctioned Rs.960.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

SAI VIKASH EDUCATIONAL INSTITUTIONS PVT. LTD.



Sai Vikash Educational Institutions Pvt. Ltd is located at Guwahati, Assam. NEDFi sanctioned Rs.850.00 lakh under Rupee Term Loan (RTL) scheme for setting up additional infrastructure of the unit.

THANGJAM AGRO INDUSTRIES PVT. LTD.



Thangjam Agro Industries Private Limited is an organic food processing unit located at Imphal East, Manipur. NEDFi sanctioned Rs.550.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

ROYAL TEA COMPANY



Royal Tea Company is a CTC Black Tea manufacturing unit located at Tinsukia, Assam. NEDFi sanctioned Rs.400.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

SURINDER AGRO PROCESSING CLUSTER



Surindera Agro Processing Cluster is a agro processing cluster unit located at Tezpur, Assam. NEDFi sanctioned Rs.725.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

BLUEBIRD INTEGRATED FARM



Bluebird Integrated Farm is a layer bird farm located at Nagaon, Assam. NEDFi sanctioned Rs.350 lakh (Term Loan) & Rs.100 lakh (Working Capital Term Loan) under Rupee Term Loan (RTL) scheme for setting up the unit.

JALANS INVESTMENTS PVT. LTD.



Jalans Investments Private Limited is a tea resort located at Tezpur, Assam. NEDFi sanctioned Rs.350.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

SWASTIK ENTERPRISES



Swastik Enterprises is a plastic water tank manufacturing unit located at Silchar, Assam. NEDFi sanctioned Rs.350.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

TRANQUILA COTTAGE



Tranquila Cottage is a hotel located at Gangtok, Sikkim. NEDFi sanctioned Rs.145.51 lakh under Rupee Term Loan (RTL) scheme for its expansion.

SHASNAKHA SEKHAR PAUL



Shasnakha Sekhar Paul commercial complex is located at Silchar, Assam. NEDFi sanctioned Rs.100.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

241 BEER GARDEN



241 Beer Garden is a microbrewery cum restaurant located at Gangtok, Sikkim. NEDFi sanctioned Rs.150.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

VANTAWNG VILLAGE



Vantawng Village is a resort and restaurant located at Serchhip, Mizoram. NEDFi sanctioned Rs. 100.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

THE MIRAGE HOTEL



The Mirage Hotel is located at Kohima, Nagaland. NEDFi sanctioned Rs.100.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

A&L ENTERPRISE



A&L Enterprise is a roofing sheet manufacturing unit located at Senapati District, Manipur. NEDFi sanctioned Rs.100.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

SONARI SENIOR SECONDARY SCHOOL



Sonari Senior Secondary School is located at Charaideo District, Assam. NEDFi sanctioned Rs.100.00 lakh under NEDFi Opportunity Scheme for Small Enterprises (NOSSE) for its expansion.

DHABA 37 NH



Dhaba 37 NH is a dhaba located at Tinsukia, Assam. NEDFi sanctioned Rs.95.00 lakh under NEDFi Opportunity Scheme for Small Enterprises (NOSSE) for its expansion.

HOTEL PHURUMBOO RETREAT



Hotel Phurumboo Retreat is located at Pelling, West Sikkim. NEDFi sanctioned Rs.100.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

TERRACE FARM



Terrace Farms is a resort located at Lunglei, Mizoram. NEDFi sanctioned Rs.100.00 lakh under NEDFi Opportunity Scheme for Small Enterprises (NOSSE) for setting up the unit.

PATILADAHA ANANTA KISAN SEVA KENDRA



Patiladaha Ananta Kisan Seva Kendra is a fuelling station located at Bongaigaon, Assam. NEDFi sanctioned Rs.90.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

SIANG RIVER FRONT RESORT



Siang River Front Resort is located at Pasighat, Arunachal Pradesh. NEDFi sanctioned Rs.80.00 lakh under NEDFi Opportunity Scheme for Small Enterprises (NOSSE) for setting up the unit.

SARADAMOYEE STORE



Saradamoyee Store is a grocery shop located at Panisagar, North Tripura. NEDFi sanctioned Rs.75.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

MEHAK ENTERPRISE



Mehak Enterprise is a hardware unit located at Unakoti, Tripura. NEDFi sanctioned Rs.65.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

AYUSHMAN BORUAH



Ayushman Boruah is a poultry farm located at Golaghat, Assam. NEDFi sanctioned Rs. 65.00 lakh under NEDFi Opportunity Scheme for Small Enterprise (NOSSE) for its expansion.

MAA FUEL STATION



Maa Fuel Station is located at Tezpur, Assam. NEDFi sanctioned Rs.60.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

GOURI SANKAR BASTRALAYA



Gouri Sankar Bastralaya is a readymade garment dealer located at Teliamura, Tripura. NEDFi sanctioned Rs.50.00 lakh under Rupee Term Loan (RTL) scheme for its expansion.

MAA KAMAKHYA SANITARY & HARDWARE



Maa Kamakhya Sanitary & Hardware is located at Guwahati, Assam. NEDFi sanctioned Rs.50.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

BANGSON CORPORATION



Bangson Corporation is a uniforms & accessories manufacturing and supplies unit located at Guwahati, Assam. NEDFi sanctioned Rs.50.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

HOTEL MOMON



Hotel Momon is located at Guwahati, Assam. NEDFi sanctioned Rs.50.00 lakh under NEDFi Opportunity Scheme for Small Enterprises (NOSSE) for setting up the unit.

MILAN KUMAR NATH



Milan Kumar Nath, running a fruit shop located at Panisagar, North Tripura. NEDFi sanctioned Rs.50.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

TISA INDUSTRIES



Tisa Industries is a Pre-Stressed Concrete (PSC) Porcupine manufacturing unit located at Dibrugarh, Assam. NEDFi sanctioned Rs.50.00 lakh under NEDFi Opportunity Scheme for Small Enterprises (NOSSE) for setting up the unit.

BHAGABATI JEWELLERY



Bhagabati Jewellery is a Jewellery shop located at Panisagar, North Tripura. NEDFi sanctioned Rs.50.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

ANULOCHAN KHESANGHEY FUELS



Anulochan Khesanghey Fuels is located at Namthang, South Sikkim. NEDFi sanctioned Rs.50.00 lakh under NEDFi Opportunity Scheme for Small Enterprises (NOSSE) Scheme for setting up the unit.

DEY TRADERS



Dey Traders is a bitumen, emulsion trading unit located at Manubazar, South Tripura. NEDFi sanctioned Rs.40.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

JK METAL



JK Metal is an aluminum utensil manufacturing unit located at Barpeta, Assam. NEDFi sanctioned Rs.25.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

SREE KRISHNA BROILER FEED & CHICKS CENTRE



Sree Krishna Broiler Feed & Chicks Centre is located at Gomati, Tripura. NEDFi sanctioned Rs.45.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

MEADOW MUSE ECO RESORT



Meadow Muse Eco Resort is located at Ziro, Subansiri District, Arunachal Pradesh. NEDFi sanctioned Rs. 35.00 lakh under NEDFi Opportunity Scheme for Small Enterprises (NOSSE) for setting up the unit.

NAHOR NURSERY



Nahor Nursery is located at Barpeta, Assam. NEDFi sanctioned Rs.25.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

DIYA STORE



Diya Store is a grocery shop located at Panisagar, North Tripura. NEDFi sanctioned Rs.25.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

RADHARAMAN STORES



Radharaman Stores is a grocery shop located at Dharmanagar, North Tripura. NEDFi sanctioned Rs.25.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

WK ENTERPRISE



WK Enterprise is a retailing of US Dollar products located at Dimapur, Nagaland. NEDFi sanctioned Rs.25.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up of the unit.

AYUSH HARDWARE



Ayush Hardware is located at Sabroom, South Tripura. NEDFi sanctioned Rs.25.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

AARPEE EDVENTURES



Aarpee Edventures is a soft play area for children located at Tezpur, Assam. NEDFi sanctioned Rs.25.00 lakh under NEDFi Opportunity Scheme for Small Enterprises (NOSSE) for setting up the unit.

HOTEL SILVER MOUNT



Hotel Silver Mount is located at Lunglei, Mizoram. NEDFi sanctioned Rs.25.00 lakh under NEDFi Opportunity Scheme for Small Enterprises (NOSSE) for setting up the unit.

CAFÉ SOLA



Café Sola is a Café located at Shillong, Meghalaya. NEDFi sanctioned Rs.25.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

UNIVERSAL GYM



Universal Gym is located at Dimapur, Nagaland. NEDFi sanctioned Rs.20.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up of the unit.

MAGNUSS



Magnuss is a furniture retail unit located at Guwahati, Assam. NEDFi sanctioned Rs.20.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

HELION CAREER ACADEMY



Helion Career Academy is a coaching center located at Biswanath Chariali, Assam. NEDFi sanctioned Rs.20.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

CREAMY DELIGHT



Creamy Delight is an ice-cream parlor located at Nagaon, Assam. NEDFi sanctioned Rs. 20.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

ZORIN AUTO CENTRE



Zorin Auto Centre is a automobile spare parts and tyre trading unit located at Lunglei, Mizoram. NEDFi sanctioned Rs. 20.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

KUSHAL TRADING



Kushal Trading is a hardware shop located at Lalganesh, Guwahati, Assam. NEDFi sanctioned Rs.15.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

PURABI MEDICAL HALL



Purabi Medical Hall is located at Gomati Tripura. NEDFi sanctioned Rs.15.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

ROMA EATERY



Roma Eatery is a Cafe located at Shillong, Meghalaya. NEDFi sanctioned Rs.15.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

AUSHADH



Aushadh is a pharmacy located at Sixmile, Guwahati, Assam. NEDFi sanctioned Rs.15.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

MAITRI HARDWARE & RUBBER



Maitri Hardware & Rubber is located at Sabroom, South Tripura. NEDFi sanctioned Rs.15.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

NA KPER HOMEGARDENS'HARVEST



Na Kper Home Garden is a convenience store located at Shillong, Meghalaya. NEDFi sanctioned Rs.15.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

WIN O DENTAL NAMCHI CLINIC



Win O Dental Namchi Clinic is located at Namchi, South Sikkim. NEDFi sanctioned Rs.15.00 lakh under Health Care Development Scheme (HDS) for setting up the unit.

ONAJI PARLOUR & TATTOOS



Onaji Parlour & Tattoos is a salon located at Barpeta, Assam. NEDFi sanctioned Rs.10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

CHOUDHURY DRUGS



Choudhury Drugs is a pharmacy located at Dharmanagar, North Tripura. NEDFi sanctioned Rs.10.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

NEW CITY RESORT



New City Resort is a resort located at Lokhra, Guwahati, Assam. NEDFi sanctioned Rs.10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

SHYAMA DRUG HOUSE



Shyama Drug House is a medicine shop located at Damcherra, North Tripura. NEDFi sanctioned Rs.10.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

PARJANA ENTERPRISE



Parjana Enterprise is a grocery shop located at Churaibari, North Tripura. NEDFi sanctioned Rs.10.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

SANTANA HARDWARE



Santana Hardware is a hardware shop located at Panisagar, North Tripura. NEDFi sanctioned Rs.10.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

PEACE NAIL BOX



Peace Nail Box is a nail equipment store located at Aizawl, Mizoram. NEDFi sanctioned Rs.10.00 lakh under Women Enterprise Development Scheme (WEDS) for setting up the unit.

SOUTHERN ELECTRICAL



Southern Electrical is a electrical store located at Lunglei, Mizoram. NEDFi sanctioned Rs.10.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

BISWAKARMA WORKSHOP



Biswakarma Workshop is a vehicle servicing centre located at Dharmanagar, North Tripura. NEDFi sanctioned Rs.10.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

ZO AW MAWI



Zo Aw Mawi is a restaurant located at Aizawl, Mizoram. NEDFi sanctioned Rs.10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

JOSEPH RESORT



Joseph Resort is located at Lunglei, Mizoram. NEDFi sanctioned Rs.10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

MONALISHA STORE



Monalisha Store is a grocery shop located at Guwahati, Assam. NEDFi sanctioned Rs.10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

HOTEL ARJUN RESIDENCY



Hotel Arjun Residency is located at Guwahati, Assam. NEDFi sanctioned Rs.10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

DARA CHOKA



Dara Choka is a catering unit located at Aizawl, Mizoram. NEDFi sanctioned Rs. 10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

AMAZING HOMESTAY



Amazing Homestay is located at Guwahati, Assam. NEDFi sanctioned Rs.10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

LIANA'S



Liana's is a ladies garment store located at Kohima, Nagaland. NEDFi sanctioned Rs.10.00 lakh under Women Enterprise Development Scheme (WEDS) for its expansion.

KI & KA



Ki & Ka is a beauty parlour clinic located at Naharlagun, Papum Pare District, Arunachal Pradesh. NEDFi sanctioned Rs.10.00 lakh under Women Enterprise Development Scheme (WEDS) for setting up the unit.

THE BOBA CRUSH



The Boba Crush is a quaint and refreshing bubble tea shop located at Gangtok, Sikkim. NEDFi sanctioned Rs.10.00 lakh under Women Enterprise Development Scheme (WEDS) for setting up the unit.

RUGUOVINUO CAMPSITE



Ruguovinu Campsite is a Cabins Campsite located at Kohima, Nagaland. NEDFi sanctioned Rs. 10.00 lakh under Women Enterprises Development Scheme (WEDS) for setting up the unit.

HIMALAYAN WOK



Himalayan Wok is a restaurant located at Itanagar, Arunachal Pradesh. NEDFi sanctioned Rs. 10.00 lakh under Women Enterprise Development Scheme (WEDS) for setting up the unit.

ZOOMIN LIMBOO



Zoomin Limboo is a multi cuisine restaurant located at Manshila, North Sikkim. NEDFi sanctioned Rs.10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

CAPITAL 24X7 STUDY CENTRE



Capital 24x7 Study Centre is a library located at Itanagar, Arunachal Pradesh. NEDFi sanctioned Rs. 10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

YANGS SHOPPE CENTRE



Yangs Shoppe Centre is a departmental store located at Itanagar, Arunachal Pradesh. NEDFi sanctioned Rs.10.00 lakh under Women Enterprise Development Scheme (WEDS) for its expansion.

L&K STATIONERY



L&K Stationery is a stationery shop located at Champhai, Mizoram. NEDFi sanctioned Rs.10.00 lakh under Women Enterprise Development Scheme (WEDS) for its expansion.

ZORUNA CAFÉ



Zoruna Cafe is located at Champhai, Mizoram. NEDFi sanctioned Rs.10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

HMINGTEI BEAUTY STUDIO



Hmingtei Beauty Studio is located at Champhai, Mizoram. NEDFi sanctioned Rs.8.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

PINDAN HOME APPLIANCE



Pindan Home Appliance is located at Champhai, Mizoram. NEDFi sanctioned Rs.10.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

NS HOMESTAY



NS Homestay is located at Champhai, Mizoram. NEDFi sanctioned Rs. 10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

EPHRAIM LAUNDRY SERVICE



Ephraim Laundry Service is located at Aizawl, Mizoram. NEDFi sanctioned Rs. 7.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

EPICENTRE COACHING INSTITUTE



Epicentre Coaching Institute is located at Kohima, Nagaland. NEDFi sanctioned Rs. 9.00 lakh under Women Enterprise Development Scheme (WEDS) for its expansion.

CHONG PHARMACY



Chong Pharmacy is located at Churachandpur District, Manipur. NEDFi sanctioned Rs. 7.00 lakh under Women Enterprise Development Scheme (WEDS) for its expansion.

THE POPULAR



The Popular is a stationery shop located at Namchi, South Sikkim. NEDFi sanctioned Rs. 5.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

STYLE MAVEN



Style Maven is a clothing shop located at Kohima Nagaland. NEDFi sanctioned Rs. 8.00 lakh under Women Enterprise Development Scheme (WEDS) for its expansion.

HALLUCINATE



Hallucinate is a digital gaming lounge located at Agartala, Tripura. NEDFi sanctioned Rs. 6.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

TITABOR PAAT MUGA FARMERS PRODUCER COMPANY LIMITED



Titabor Paat Muga Farmers Producer Company Limited is a silk production and processing unit located at Jorhat, Assam. NEDFi sanctioned Rs. 2.00 lakh under the North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

MICRO LENDING

NEDFi Micro Lending Scheme (NMLS) is a strategic initiative designed to empower micro borrowers, particularly women, in the North Eastern Region by providing affordable credit and reducing dependence on high-interest informal lending. By collaborating with experienced Business Correspondents and utilizing innovative financial tools, the scheme prioritizes inclusive economic development, employment generation and the upliftment of socially vulnerable groups, driving significant socio-economic transformation in the North East. NEDFi aims to extend its services to remote areas, lowering credit costs for first-generation entrepreneurs. Below are some examples of how NMLS has positively impacted the lives of its beneficiaries.

Mrs. Rekha Devi, a resident of Udalguri, Kokrajhar, Assam, established her Sweet & Fast Food business in 2022 with an amount of Rs. 1.10 lakh loan from Grameen Development and Finance Pvt. Ltd. (GDF). The investment in equipment, shop enhancement, and menu diversification led to strong business growth. In 2024, she availed a second loan of Rs.1.50 lakh to meet rising demand. Her success reflects the impact of NEDFi-supported microfinance in fostering women-led enterprises.



Mrs. Dawa Yangzom, a resident of Bomdila, Arunachal Pradesh, along with co-applicant Mr. Ashok Kumar Tamang, availed a loan of Rs 1.00 lakh from Grameen Development and Finance Pvt. Ltd. (GDF) to upgrade her small hotel business. The funds were used to improve the kitchen, enhance the dining area, and add customer amenities, resulting in increased patronage and higher income. Their success reflects the role of NEDFi-supported

microfinance in strengthening rural enterprises and promoting financial inclusion.



Mrs. Nioti Sarkar, a resident of Kokrajhar, Assam, availed a loan of Rs 80,000 from Grameen Development and Finance Pvt. Ltd. (GDF) through the NEDFi BC loan program to expand her grocery shop. The funds enabled her to widen her product range, improve sales, and enhance customer satisfaction. Her steady growth highlights the role of



NEDFi-supported microfinance in fostering women's self-reliance and sustainable livelihoods.

Mrs. Keviyiebeii, a resident of Kohima Village, Nagaland, availed her first loan of Rs 70,000/- from Grameen Development and Finance Pvt. Ltd. (GDF) through the NEDFi BC initiative to expand her thrift store business. The funds enabled her to source trendy merchandise from Delhi and Burma, resulting in a substantial increase in sales and monthly income, which now exceeds Rs. 1.00 lakh. Her journey reflects the impact of NEDFi-supported microfinance in fostering entrepreneurship and enhancing livelihoods.



Mr. Sourav Sikdar, a resident of Kokrajhar, Assam, availed a loan of Rs. 2.00 lakh from Grameen Development and Finance Pvt. Ltd. (GDF) to upgrade his bakery with modern equipment, quality ingredients, and improved infrastructure. The investment led to higher sales and enhanced customer satisfaction. His success demonstrates the role of NEDFi-supported microfinance in strengthening small enterprises and improving livelihoods.



Shri Tapan Kumar Choudhury, a resident of Odalbakra, Guwahati, hails from a family of traditional bell metal artisans of Sarthebari, Assam. To establish this heritage craft in the Guwahati market, he initially availed micro-credit from a NEDFi-assisted NBFC-MFI. Later, under the Entrepreneur Upgradation Programme, he received a loan of Rs. 5.00 lakh in 2024. His enterprise not only sustains his family



livelihood but also preserves Assam's rich bell metal tradition for future generations.

Shri Abhijit Paul, a resident of Mangaldai, Darrang, Assam, began selling readymade garments from a small roadside stall with credit from local moneylenders and MFIs. Identified by a NEDFi-appointed Business Correspondent, he availed a loan at concessional rate of interest under the NEDFi Micro Lending Scheme to replace high-cost debt and strengthen his business. Recognising his financial discipline and entrepreneurial drive, NEDFi



later extended a loan of Rs. 5.00 lakh enabling him to expand into a well-stocked retail shop. His journey demonstrates how affordable financing fosters youth entrepreneurship and sustainable livelihoods.

ADVISORY & CONSULTANCY

NEDFi has positioned itself as a one-stop solution for Advisory & Consultancy services to the State Governments, Central Ministries/ Institutions, Public Sector Undertakings working in the North East Region of India, mainly executing consultancy projects/assignments in the functional areas of *Monitoring & Evaluation, Government and Public Sector Advisory, Programme Implementation Support, Training and Capacity Building, Engineering Services and Management Consultancy*. The domains in which these services offered are *Agriculture & Allied Sectors, Food Processing, Handloom, Textile & Handicrafts, Tourism & Hospitality, Urban Infrastructure, Water Resources, Natural Resources Management, Environment & Forest, Education & Skill Development, and IT & ITES*.

Some of the assignments undertaken by NEDFi during the FY 2024-25 are enumerated below:

Monitoring & Evaluation

Monitoring and Evaluation (M&E) Consulting segment focuses on improving the Programme implementation of projects implemented by Government Ministries, Departments and Institutions both at Central and State level by offering solutions such as Concurrent Process Monitoring, Post Implementation Evaluation, Impact Assessment & Performance Audit have been a forte of NEDFi's Advisory & Consultancy business since its inception. During the year, some consulting works carried out in this area are – *"TPIA for Jal Jeevan Mission, Meghalaya", "Third Party Monitoring of PMGSY Roads in Arunachal Pradesh & Assam", "Third Party Quality Monitoring of CSS & State Funded Projects in Arunachal Pradesh", "Third Party Quality Monitoring on 852 dwelling Units under PMAY (U) Meghalaya", and "Mid Term evaluation of PMKSY projects in Mizoram"*.



Third Party Inspection of Jal Jeevan Mission (JJM) Scheme in Meghalaya

Government and Public Sector Advisory

Government and Public Sector Advisory is aimed at delivering practical solutions to the multiple challenges faced by Governments (Central, State & Local) and Public Sector organizations focusing on areas such as Public Sector Policy, Vision Formulation, Strategic Planning, Governance Mechanism and Sustainability Strategy.

During the year, NEDFi carried out certain prestigious Strategy Consulting assignments such as *"NEC Yearbook 2025" "Study on Connectivity Projects between the North Eastern Region and Neighbouring Countries", "Conducting Annual Outcome Survey (AOS) under MLAMP", "Enhancing State Revenue through new taxation in Assam", "Diagnostic Study of the existing Biotechnology Policy for the State of Assam", "Study to improve air connectivity in North East India with special focus on AP", and "Study on the status of Oil Palm Cultivation and Processing in the NER"*.



Stakeholder discussion at Gauhati University during the study on Biotechnology Policy for the State of Assam

Programme Implementation Support



Launch of the Web-portal and App on NE-RACE by Hon'ble Union Minister of Communications and M-DoNER Shri Jyotiraditya Scindia on 12th July 2024.



Farmers from Mizoram sold 11 MT of ginger in the month of December 24 through NE RACE platform.



Flipkart in collaboration with NEDFi organised a workshop at NEDFi House, Guwahati, in August 2025.

Program Management & Implementation Support Services specially designed for Government Ministries, Departments and Institutions both at Central and State level primarily deals with setting up of Program Management Units (PMUs) for implementation of the projects and schemes, providing policy, program and knowledge management support along with support in designing and implementation of day-to-day

activities. In this functional area, NEDFi has carried out assignments like "State of the Art Resource Centre (SAREC) for Career & Livelihood Opportunities for Youth of the NE Region", "Field level Technical Support Unit (FTSU) for monitoring of MDoNER & NEC schemes in NER", "Central Nodal Agency (CNA) for revised procedure for flow of funds under Central Sector Schemes for M-DoNER" and "Development of an information repository for Agri-Horti products of

NE" which is an innovative digital platform designed to revolutionize agricultural trade in Northeast India. It aims to bridge the gap between Agri-Horticultural producers and global markets.



Winners of the B-Plan competition held under ANE Career Conclave 2025 organised by NEDFi at Bir Bikram Memorial College, Agartala, Tripura.



Training Program on Decorative Candle making at Khetri and at Numaligarh Refinery Limited.

Engineering Services

Engineering Services is aimed at Infrastructure requirements of multiple sectors of Economy focusing on services related to Project Management Consultancy (PMC) which involve Project Conceptualization, Preparation of Feasibility and Detailed Project Report, Project Planning & Scheduling, Contract Management & Supervision of Works Contract. In this area, NEDFi is working on the project "Preparation of sector specific DPR for BTR in Bee Keeping unit, Maize based feed production unit and Mushroom based food processing unit".

Training and Capacity Building

Training and Capacity Building focuses on capacity building and upgrading the operational capabilities of clients for implementing various projects, regular training of various departments to improve their operational capabilities, advising policy makers, central and state government and its agencies in developing systems to create responsive institutional and administrative structures. NEDFi is working on projects such as "Conducting Training Program on Decorative Candle making at Khetri and Tinsukia" and "Capacity Building of artisans on Digital Marketing".



VENTURE CAPITAL

To nurture the entrepreneurial spirit of the start-ups from the North Eastern Region, NEDFi has launched SEBI registered venture funds to contribute to the development of start-up ecosystem of NER and to extend investment to the start-ups. To operate these funds, two subsidiary companies of the Corporation, viz. (i) NEDFi Venture Capital Ltd. (NVCL) and (ii) NEDFi Trustee Ltd. (NTL) incorporated for carrying out Investment Management and Trusteeship functions. Details of the funds managed by NVCL are as below:

NORTH EAST VENTURE FUND (NEVF)

The Corporation, jointly with the Ministry of DoNER had set up the North East Venture Fund (NEVF) with a corpus of Rs. 100 crore. It is the first dedicated venture capital fund for the region and has been operational since April 2017.

Investment under North East Venture Fund (NEVF) typically targets growth start-ups companies with new products and technologies or innovative business model. NEVF targets to fill in the much-felt equity-gap faced by the startup entrepreneurs of the region. As on March 31, 2025, the Fund had provided, in-principle, commitment (sanction) of almost Rs. 100 crore to 69 startup companies.

MANIPUR STARTUP VENTURE FUND (MSVF)

Backed by the success of NEVF, NEDFi has collaborated with Government of Manipur to launch Manipur Startup Venture Fund (MSVF), a fund dedicated to the startups from the state of Manipur. The fund has a corpus of Rs. 30 crore and operational since August 2024. Under the fund 4 startups have received an in principle investment commitment (sanction) of Rs. 4.50 crore.

NRL IDEATION ANGEL FUND (NRLIAF)

NEDFi has tied up with Numaligarh Refinery Limited (NRL), to launch NRL Ideation Angel Fund (NRL IAF). The fund has a total corpus of Rs. 35 crore and operational since October 2023. Since its inception the fund has given a total in principle commitment (sanction) of Rs. 14.30 crore to 4 startups.

SYMBOTIC FOODS PVT. LTD.



Inauguration of new outlet at Guwahati by Shri P.V.S.L.N. Murty, CMD, NEDFi.

Symbiotic Foods Pvt. Ltd. a rural enterprise in Northeast India, operates a breeding farm, fattening farm, and slaughter-cum-processing plant for pigs. It employs 40 people & has trained over 10,000 farmers in commercial piggery, and formed piggery clusters in Sonitpur district with bank-linked credit and buy-back facilities. The company markets pork products under the brand PIGGMAN, offering various cuts and ready-to-eat items through four café and store outlets in Guwahati and Tezpur. It has been recognised by NITI Aayog among 75 innovative agribusinesses and assisted the Bodoland Territorial Region government in launching the Bodoland Pig Mission. Its Co-founder Shri Manoj Kr. Basumatary received the Assam Gaurav award in 2021.

MOMSIE ENTERPRISE PVT. LTD.

Momsie Enterprise Pvt. Ltd. (a sub-brand of Saucy Joe's) is a food production company founded in 2023 by Chef Joel Basumatry from Nagaland. The company sources organic ingredients from the fertile lands of Nagaland, working directly with farmers from interior



regions to ensure fresh produce and contribute to the socio-economic growth of the State. It began with a simple setup and has since established its presence in the culinary sector, aiming to expand internationally.

ERI WEAVES PVT. LTD.



Eri Weaves Pvt. Ltd., founded in 2019 by laishah Rymbai in Shillong, produces handwoven Eri silk textiles using traditional, non-violent methods, creating hand-spun yarn and fabric for stoles,

scarves, and yardage. The company engages over 100 local women through employment and training programs and has initiated efforts to revive Eri culture and handloom weaving in Meghalaya's Ribhoi District, enhancing production and supporting family incomes. In 2022, NEDFi invested Rs. 35 lakh through its Venture Capital division to help scale the business. On Shark Tank India Season 4, investors Namita Thapar and Anupam Mittal offered Rs. 20 lakh for a 12% equity stake, further supporting the company's growth while preserving traditional practices and community livelihoods

HAPPYSUN FOODS PVT. LTD.

Happysun Foods Pvt. Ltd., incorporated in 2024 at Guwahati, Assam, operates in the millet-based snack industry, producing gluten-free, preservative-free, and other millet-based value-added products using locally sourced ingredients and indigenous North-East flavours. The company has showcased its products at national and regional platforms, including G20 First Spouses exhibition at IARI, the ASEAN India Millet Festival in New Delhi, Rongali Exhibition in Guwahati and NEDFi Auditorium and has received Bharat Woman Entrepreneur Award at the Bharat Entrepreneurship Summit. By promoting millet-based snacks and supporting sustainable, chemical-free farming practices, Happysun Foods contributes to local sourcing, farmer engagement and the agricultural economy of the North-East region.



Handing over of Cheque to the beneficiary by Shri Jyotiraditya Scindia, Hon'ble Union Minister of Communications and M-DoNER in presence of Shri Ashok Singhal, Hon'ble Minister, Govt. of Assam



PWLO ENTERTAINMENT PVT. LTD.

PWLO Entertainment Pvt. Ltd. is promoting music, entertainment, sustainability, and tourism in the state of Arunachal Pradesh and expanding to rest of India with Ziro Festival of Music. Ziro Festival of Music (ZFM), held at Ziro, Arunachal Pradesh, is the leading indigenous Music festival of North East India and regarded as India's largest outdoor music festival. It has grown to a massive ten thousand visitors in recent years. It attracts a large contingent of visitors from mainland India and neighboring countries. PWLO Entertainment Pvt. Ltd. manage ZFM and provide amenities to tourist during the festival. In recent years, PWLO has organized ZFM at Hyderabad with plans to have the event in other places in the country.

INGELEI PAPER & PRINT PRIVATE LIMITED

Ingelei Paper & Print Private Limited is a startup from state of Manipur and engaged in the manufacturing and supply of a wide range of paper and printing-related products. The company has established itself as a B2B supplier, offering eco-friendly and customized solutions such as packaging boxes,

office supplies, stationery and premium paper bags etc. It has provided training to more than 500 individuals, generating employment for youth, women, internally displaced persons (IDPs), and physically challenged people, thereby contributing to both social and economic upliftment. With operations expanded to Guwahati, Assam, the company leverages its dual-location model to ensure efficiency in production, raw material sourcing, and market access across Northeast India.



TECHNO ECONOMIC DEVELOPMENT FUND (TEDF)

The Techno Economic Development fund (TEDF) of NEDFi undertakes techno economic feasibility studies for resource mapping and identification of investment potential, sector specific and state specific techno economic project profiles for entrepreneurs and prospective investors, strategic plans and road maps in crucial sectors for policy implementation by North East State governments.



Shri Niraj Kumar Joint Secretary M-DoNER released the TEDF study report on 'Tea & Economic importance of Siliguri'.



Shri Niraj Kumar Joint Secretary M-DoNER released the TEDF study report on 'Organic Farming and Promotion of livelihood in the North Eastern Region'.



Draft Final Report Presentation Meeting for the TEDF study on 'Setting up a new township near the Makhru River Bank in Tousem Sub Division, Tamenglong District, Manipur'.



Agreement Signing for the TEDF study on 'Status of Investment by Private sectors in respect of Tourism in Arunachal Pradesh'.



Stakeholder cum Presentation Meeting for release of TEDF studies on:

'Urban Renewal in Towns and Cities of Meghalaya and Measures for transforming them as Engines of Sustainable Growth and Development' & 'Status of Investment by Private Sectors in respect of Tourism in Meghalaya'.



Mid-Term Report Presentation Meeting for the TEDF Study on 'Comprehensive study on promotion of Medicinal & Aromatic plants including Homalomena Aromatica & Paris Polyphylla in Northeast India'.

CORPORATE SOCIAL RESPONSIBILITY

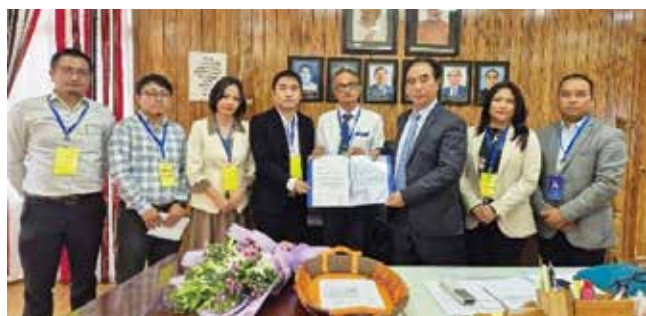
NEDFi's Corporate Social Responsibility (CSR) policy emphasizes women's empowerment, development of the craft sector in rural and backward areas, promotion of healthcare including preventive care, and marketing support for artisans through exhibitions, trade fairs, and sales from a network of outlets/showrooms. Below are a few snapshots of CSR initiatives undertaken by NEDFi.



NEDFi Pre Rongali Mela inaugurated on April 7, 2025, at NEDFi Haat, Rupnagar, by Shri Venkata Ramana Sarma Podury, eminent author in presence of Shri P.V.S.L.N. Murty, CMD, NEDFi and Smt. Santa Sharmah, Master Chef India 1st Runner up, providing marketing linkage programme for the local artisans products.



Upgradation Training on Multiple crafts for 50 nos. of artisans & weavers at NEDFi Craft Incubation Centre, Khetri in the month of August-September, 2024.



Handing over Cheque to NGO through Hon'ble CM of Mizoram for relief and rehabilitation work to Cyclone affected Communities in June, 2024.



Flood Relief for affected communities in Tripura by distributing blanket, bed sheet, saari, notebook, schoolbag and pencil in September, 2024.



NEDFi distributed food packets to 885 patients for six months under Pradhan Mantri TB Mukta Bharat Abhiyaan.



Workshops on Creating Awareness about Organ Donation in NER in association with Zublee Foundation & covered 3283 participants.



Training on Bee Keeping to 20 farmers of Hatimura Chapari, Jakhalabandha, Nagaon District, Assam in December, 2024.



Training on Beautician courses at Khoirabari and Tangla in BTAD, Assam in October 2024.



Visitors from United Kingdom appreciating the local handicraft products at NEDFi Haat, Guwahati, Assam.



Training program on Loin loom at Churachandpur district of Manipur where 15 beneficiaries participated.



Support to Janakalyan Trust for establishing 10 Tailoring Schools in the districts of Kamrup (Metro), Morigaon, Barpeta, North Lakhimpur, Dibrugarh and Dhemaji.



Dr. Ravi Kota , IAS, Chief Secretary to Govt. of Assam visited NEDFi stall at IITF, Delhi on 17th November, 2024.



NEDFi's commencement of support to 100 TB patients under TMTBMA in the State of Mizoram in presence of Hon'ble Health Minister, Govt. of Mizoram

NORTH EAST BANKERS' CONCLAVE 2.0



NEDFi organised North East Bankers' Conclave 2.0 on 21st December, 2024 at Agartala, Tripura, under the aegis of the Ministry of DoNER.

NEDFi GUESTS



Shri Kamal Pradhan, Vice President of the Bhutan Chamber of Commerce and Industry, visited NEDFi House, Guwahati.



U.S. Consul General Ms. Kathy Giles-Diaz met CMD, NEDFi, Shri P.V.S.L.N. Murty, to explore collaboration and U.S. engagement in the Northeast.

CMD VISITS



Shri P.V.S.L.N. Murty, CMD, NEDFi attending inauguration of NEDFi financed Tea Tourism Project in Sonitpur, Assam by Dr. Himanta Biswa Sharma, Hon'ble Chief Minister, Assam.



Meeting of Shri P.V.S.L.N. Murty, CMD, NEDFi with Shri Pema Khandu, Hon'ble Chief Minister, Arunachal Pradesh.



Meeting of Shri P.V.S.L.N. Murty, CMD, NEDFi with Shri N. Biren Singh, Hon'ble Chief Minister, Manipur.



Shri P.V.S.L.N. Murty, CMD, NEDFi met Hon'ble Governor of Tripura Shri N. Indrasena Reddy, discussed development plans in Tripura.



Shri P.V.S.L.N. Murty, CMD, NEDFi attending Rising NorthEast Investment Summit 2025 in New Delhi.



Shri P.V.S.L.N. Murty, CMD, NEDFi With US Ambassador to India Mr. Eric Garcetti and US Consulate General Kolkata Ms. Melinda Pavek on the occasion of US Independence Day.

AWARDS



NEDFi has been awarded the 15th National Digital Transformation Award in the category of 'Initiative in Agri Tech' for the Ministry of DoNER and NEC-funded project, North Eastern Region Agri-Commodity e-Connect (NE-RACE).



DTS Award 2024 for Digital Transformation in Agri-Tech.



Shri P.V.S.L.N. Murty, CMD, NEDFi, was honoured with the Times Business Award North East for Excellence in Banking and Financial Services.

INCORPORATION DAY



NEDFi celebrated the 30th Incorporation day graced by Dr. Ravi Kota, Chief Secretary, Assam, Shri Niraj Kumar, Joint Secretary, MDoNER and Shri Satinder Kumar Bhalla, Secretary, North Eastern Council. A book on NEDFi's 30-year journey and two TEDF studies were released, along with the inauguration of NEDFi Information and Resource Centre (NIRC) and the NER Databank.

PRADHAN MANTRI TB MUKT BHARAT ABHIYAAN (PMTBMBA)



Under the Pradhan Mantri TB Mukta Bharat Abhiyaan, NEDFi celebrating its 30th Anniversary on 9th August 2025, distributed nutritious food baskets to 100 patients each across the North Eastern Region through its Branch Offices.

INTERNATIONAL YOGA DAY



International Yoga Day celebrated at NEDFi House, Guwahati.

HINDI WEEK



नेड्फी ने मनाया हिंदी सप्ताह

INDEPENDENCE DAY



Independence Day 2025 celebrated at NEDFi House, Guwahati.

BUSINESS MEETS



Arunachal Pradesh



Assam



Meghalaya



Mizoram



Nagaland



Sikkim



Tripura

ENVIRONMENT DAY



Shri P.V.S.L.N. Murty, CMD, NEDFi planted trees in the premises of NEDFi H.O. Guwahati on the occasion of Environment Day.



NEDFi was associated with the SeSTA Green Million Programme held at Bijni, Chirang District, Bodoland, which envisions planting one million fruit-bearing and timber trees.

TALK ON BUDDHISM



Shri Niraj Kumar, Joint Secretary, MDoNER, delivered a NEDFi-organized talk on Buddhism in NER in the presence of NEDFi Board, NCC cadets, ex-Army personnel, faculty, students, and the Greater Guwahati Buddhist Association.

KALAGURU BISHNU PRASAD RABHA DIVAS



NEDFi celebrated Kalaguru Bishnu Prasad Rabha Divas 2025 at NEDFi House.

VIGILANCE AWARENESS WEEK

HEAD OFFICE



Pledge taken by NEDFi Officials at Head Office during Vigilance Awareness Week.



Shri. A.C. Sarma, Chief Manager (Retired) SBI, delivered a speech on "Culture of Integrity for Nation's Prosperity."



Prize Distribution for a slogan competition on the theme "Culture of Integrity for Nation's Prosperity" in the Organisation.

BRANCH OFFICES



Itanagar Branch



Imphal Branch



Shillong Branch



Lunglei Branch



Kohima Branch



Namchi Branch



Agartala Branch

DIRECTORS' REPORT

The Directors of your Corporation have the pleasure in presenting their 30th Annual Report together with the Audited Statement of Accounts for the financial year ended March 31, 2025 (FY 25).

FINANCIAL REVIEW

The Standalone financial results for the year are highlighted below:

(Rs. in Crore)

Financial Year	2024-25	2023-24
Authorised Capital	500.00	500.00
Paid up Capital	100.00	100.00
Net worth	1180.81	1113.45
Loan Outstanding	2019.50	1833.51
Capital to Risk (Weighted) Assets Ratio (CRAR) (%)	53.49	55.72
Working Results		
Gross Income	259.42	239.22
Interest Income	195.89	172.29
Non-Interest Income	63.53	66.93
Gross Expenditure	130.66	106.85
Profit Before Tax	128.75	132.37
Tax Expenses	32.74	32.17
Profit After Tax	96.01	100.20
Earnings per share (in Rs.)	9.59	10.09

The Consolidated financial results for the year are highlighted below:

(Rs. in Crore)

Financial Year	2024-25	2023-24
Total Income	261.94	242.11
Total Expenses	133.50	108.85
Profit Before Tax	128.44	133.26
Tax Expense	32.83	32.22
Profit After Tax	95.60	101.04
Earnings Per Share (in Rs.)	9.54	10.18

PERFORMANCE OF THE CORPORATION

During the year under review NEDFi's sanctions and disbursements were Rs. 882.98 crore and Rs. 699.74 crore against the previous year's figure of Rs. 846.37 crore and Rs. 657.38 crore respectively. As on March 31, 2025, the Corporation had extended financial assistance to 26,835 projects with cumulative sanctions & disbursements of Rs. 9114.38 crore and Rs. 7047.43 crore respectively. The loan outstanding as on March

31, 2025 was Rs. 2019.50 crore against Rs. 1833.51 crore in the previous year.

The gross income of the Corporation grew year-on-year by 8.44% to Rs. 259.42 crore against Rs. 239.22 crore. The interest income grew by 13.69% to Rs. 195.89 crore against Rs. 172.29 crore in the previous year and non-interest income decreased by 5.08% to Rs. 63.53 crore from Rs. 66.93 crore. The gross expenditure increased by 22.29% to Rs. 130.66 crore from Rs. 106.85 crore. Gross profit of the Corporation decreased by 2.73% to Rs. 128.75 crore against Rs. 132.37 crore and net profit decreased by 4.18% to Rs. 96.01 crore against Rs. 100.20 crore in the previous year; due to arrear salary outgo.

The gross NPAs of the Corporation reduced to 1.88% as on March 31, 2025, from 3.10% in the previous financial year, while the net NPAs decreased to 0.69% from 1.25%. As on March 31, 2025, the gross NPAs and net NPAs were Rs. 37.96 crore and Rs. 13.84 crore respectively, against the corresponding figures of Rs. 56.80 crore and Rs. 22.41 crore in the previous year.

The Capital Adequacy Ratio was 53.49% as on March 31, 2025, against 55.72% in the previous year.

The Corporation has been making provisions for NPAs as mandated under the prudential norms for NBFCs issued by the Reserve Bank of India from time to time.

As per the requirement of regulations under RBI, the Corporation has transferred the following amounts to various reserves during the financial year ended March 31, 2025:

Amount transferred to	Rs. in crore
Statutory Reserve	19.20
Special Reserve	19.74

MICRO CREDIT

NEDFi Micro Finance Scheme: The “NEDFi Micro Finance Scheme” was launched by the Corporation to assist the grass-root small borrowers in un-served and under-served areas of the North Eastern Region. Through the Scheme, the Corporation provides wholesale micro credit to Micro Finance Institutions (MFIs) of the region for on-lending to low-income

individuals for carrying out various income generating activities in farm and non-farm sectors.

During the financial year, the Corporation sanctioned Rs. 47.90 crore and disbursed Rs. 45.40 crore under the Micro Finance Scheme. As on March 31, 2025, the cumulative sanctions and disbursements, under the scheme reached Rs. 1083.01 crore and Rs. 1073.07 crore respectively, which touched the lives of over nine lakh beneficiaries. More than 90% of the beneficiaries under the scheme are women which has enabled them to improve their economic status and move up above the poverty line.

NEDFi Micro Lending Scheme: “NEDFi Micro Lending Scheme” was launched, to provide financial assistance to the micro borrowers directly, through Business Correspondents (BC Model), for setting-up / expansion of their income generation activities, at cheaper interest rate. This Scheme is a commendable initiative that bridges the gap for grassroots beneficiaries whose growing financial needs surpass Microfinance Institutions’ lending limits and shields them from exorbitant interest rates charged by informal money lenders. By offering collateral-free loans, the scheme not only provides accessible credit but also eliminates logistical barriers, exemplifying NEDFi’s dedication to equitable financial access and fostering beneficiaries’ economic growth.

During the period, the Corporation extended financial assistance of Rs. 62.46 crore to 5,681 borrowers under the Scheme. As on March 31, 2025, an amount of Rs. 166.82 crore was extended to 14,490 beneficiaries under the Scheme.

PROMOTIONAL & DEVELOPMENTAL ACTIVITIES IN MICRO & SMALL ENTERPRISES & MICROFINANCE SEGMENT

For development of the micro & small enterprises (MSE) & microfinance segment the Corporation has taken various initiatives to identify and nurture potential first generation local entrepreneurs and extend financial assistance on easy terms to set up viable industrial projects. During the year, the Corporation undertook following initiatives for entrepreneurship development: -

- **Business Meets:** NEDFi organises business meets on each NE states for dissemination of information on various schemes & programmes. During the year, 17 business meets were conducted with participation of 445 first generation entrepreneurs.
- **Business Facilitation Centre:** NEDFi's Business Facilitation Centres in all the NE States provides mentoring assistance to the first generation entrepreneurs, on managerial, technical, financial, commercial & marketing, preparation of project reports and credit linkages. During the year, 1,481 first generation entrepreneurs were provided mentoring services through the Corporation's BFCs, out of which 525 entrepreneurs were provided credit linkage.
- **Capacity building programmes for NGOs/ MFIs:** NEDFi assists Microfinance Institutions (MFIs) by conducting capacity building programmes on risk management, operation management, systems and processes, financial management, human resource management, etc. The capacity building programme is a continuous exercise and to cope up with the changes & developments in the sector, the functionaries and staff of MFIs need to continuously upgrade their knowledge and skill sets. During the year, the Corporation conducted capacity building programmes for 62 participants from various NGOs/ MFIs.
- **Sustainable Livelihood Programmes:** NEDFi undertakes various initiatives to organise programmes on various trades for providing alternative sustainable livelihood to the artisans in water hyacinth craft, handloom & handicraft sectors etc. The objective of conducting such programmes is to ensure that the participants are able to learn successful strategies and acquire appropriate tools for self/ wage employment. They will also be able to contribute towards poverty alleviation of their community. During the year, the Corporation organised 9 training programmes, where 368 beneficiaries were participated.

- **Marketing Support:** NEDFi provides marketing support to the artisans of NER through exhibition participation and its various showrooms at Guwahati & Khetri in Assam, Aizawl in Mizoram, Namchi in Sikkim, IEML in Grater Noida, Mahabalipuram & Kanyakumari in Tamil Nadu. During the year, the Corporation facilitated marketing support to 4,883 artisans of NER through showrooms/ outlets and participation in fairs/ exhibitions.

TECHNO-ECONOMIC FEASIBILITY STUDIES

The Corporation conducts various techno-economic feasibility studies for industry and infrastructure projects suitable to the region. The areas of studies covered are Agriculture & Allied Sector, Horticulture, IT/ ITES, Fishery, Tourism & Hospitality, Handloom & Handicraft, MSME, Education & Training, Trade & Commerce, Animal Husbandry & Dairy, Post-Harvest Management, Forestry, Sericulture, Service Sector, Leather & Rubber industries, Evaluation/ Revival/ Impact/ Market Study, Skill development, Natural Gas & Minerals, Planning & Development, Pearl Culture, Health & Allied etc. As on 31st March, 2025, 122 studies were completed, and 17 studies were at various stages of progress.

NODAL AGENCY ROLE

Nodal Agency for Central Subsidies:

The Corporation is the Nodal Agency for disbursement of Central Subsidies under North East Industrial Policy (NEIP) 1997, North East Industrial & Investment Promotion & Policy (NEIIPP) 2007, North East Industrial Development Scheme (NEIDS) 2017 and Uttar Poorva Transformative Industrialization Scheme (UNNATI) – 2024), which is administered by the Department for Promotion of Industry and Internal Trade, Ministry of Commerce & Industry, Government of India. The Corporation facilitates disbursement of subsidies to industrial units of all the eight NE States under the Transport Subsidy Scheme, Central Capital Investment Subsidy Scheme, Central Interest Subsidy Scheme, Freight Subsidy Scheme, Central Comprehensive Insurance Subsidy Scheme & Central Capital Investment Incentive for Access to Credit of NEIDS, 2017.

During the year under review, an amount of Rs. 551.29 crore was released under various Central Subsidy Schemes. The details of disbursements under various schemes are given below.

(Rs. in Crore)

Scheme	F.Y. 2023-24	F.Y. 2024-25	Cumulative as on 31.03.2025
Transport Subsidy Scheme	5.81	6.54	4439.74
Central Capital Investment Subsidy Scheme	185.67	46.22	3164.43
Central Interest Subsidy Scheme	26.26	8.49	534.40
Central Comprehensive Insurance Subsidy Scheme	8.42	20.30	165.41
Freight Subsidy Scheme	69.40	107.34	1051.13
Central Capital Investment Incentive for Access to Credit of NEIDS, 2017	321.81	307.60	783.29
GST Reimbursement Incentive	-	54.80	54.80
Total	617.37	551.29	10193.20

Central Nodal Agency of MDoNER Schemes

NEDFi has been designated as Central Nodal Agency under revised procedure for flow of funds for Central Sector Schemes for MDoNER & NEC. The projects implemented under various Schemes/ Packages under Central Sector Schemes in MDoNER & NEC, with the involvement of Central/ State Government Agencies & Autonomous bodies, flow of funds under the Schemes/ Packages are operated by NEDFi through RBI for Model-1 Schemes & through Scheduled Commercial Banks for Model-2 Schemes.

In addition, the Ministry has also awarded NEDFi as Field Level Technical Support Unit (FTSU) for coordination and field level assessment of schemes, programmes and projects funded by MDoNER & North Eastern Council (NEC) in NE States.

ADVISORY AND CONSULTANCY SERVICES

The Corporation provides Advisory & Consultancy Services to the State Governments, Central

Ministries/ Institutions & Public Sector Undertakings working in the region by undertaking consultancy projects/ assignments in the functional areas of Monitoring & Evaluation, Government and Public Sector Advisory, Programme Implementation Support, Training and Capacity Building, Engineering Services and Management Consultancy. The domains in which these services are offered are Agriculture & Allied Sectors, Food Processing, Handloom, Textile & Handicrafts, Urban Infrastructure, Water Resources, Natural Resources Management, Environment & Forest, Education & Skill Development, and IT & ITES etc.

During the year, the Corporation executed and inspected numerous roads and bridge projects under the PMGSY Scheme, CSS, State-funded initiatives, the PMAY scheme, RKVY Scheme under State Government. These efforts, along with the implementation of Jal Jeevan Mission (JJM) schemes, significantly benefited the region's infrastructure. Additionally, the Corporation was awarded several key projects, including Concurrent Monitoring, Learning and Documentation of PMKSY projects in Meghalaya & Manipur, Conducting Annual Outcome Survey (AOS) under MLAMP, preparation of the NEC Yearbook 2025, and studies on status of Oil Palm Cultivation and Processing in the NER, Diagnostic Study of the existing Biotechnology Policy for the State of Assam, Enhancing State Revenue through new taxation in Assam, Restructuring of Assam Financial Corporation. Government of Assam has acknowledged that the Biotechnology Policy has strengthened Assam's biotechnology sector, aligning it with the state's sustainable development goals and recent BioE3 Policy of Govt. of India. With support of NRL, NEDFi provided training programme on Decorative Candle for 40 nos. of beneficiaries of the state of Assam. It also conducted impact assessment study of 29 projects funded by NEC across 8 states of NER.

During the year, the total order booked in Advisory & Consultancy Services was Rs. 18.44 Crore.

HRD INITIATIVES

During the year under review, the Corporation reaffirmed its commitment to employee

development through a diverse array of impactful training programs. These covered a wide range of areas including transformational leadership, credit appraisal, Ind AS for NBFCs, information system security, POSH awareness and risk management. Special emphasis was placed on leadership development, with targeted programs such as “The Leader as a Coach” and leadership training for women managers. Additionally, the Corporation organized workshops on workplace ergonomics, conflict resolution and yoga to promote holistic well-being. Beyond training, the Corporation adopted a proactive approach to human resource management through timely promotions, comprehensive job rotations, and restructuring of reporting systems, fostering professional growth and enabling career advancement. Collectively, these initiatives underscore the Corporation’s dedication to cultivating a skilled, motivated, and future-ready workforce aligned with its strategic goals.

NEDFi CONVENTION CENTRE

The NEDFi Convention Centre at NEDFi House, Guwahati is strategically located in the heart of the city with state-of-the-art convention facility to host meetings, conference, exhibitions etc. on a commercial basis. During the period under review, a total of 123 events were held at the Centre.

NER DATABANK

The Corporation is maintaining a web-based portal called “NER Databank” which is a single-point storehouse of information about North East India. Data on various sectors is being updated regularly. The details can be accessed at <https://databank.nedfi.com/>.

NEDFi DATABANK JOURNAL

The Corporation publishes the “NEDFi Databank Journal”, a journal which provides sectoral data of the NE states. The purpose of Journal is to provide an updated single point data for easy reference by potential investors to make informed investment decision in the region as well as be of use for research by students, policy makers and business persons.

MATERIAL CHANGES BETWEEN THE DATE OF THE BOARD REPORT AND END OF FINANCIAL YEAR

No material changes and commitments affecting the financial position of the Corporation occurred between the end of the financial year to which the financial statements relate and the date of this report.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Being a financial institution, energy consumption of the Corporation is low. Also, the Corporation has installed another 20 KW solar plant, in addition to the existing 50 KW, in the office premises to further minimize the energy cost. There was no foreign exchange income and outgo during the year.

RISK MANAGEMENT POLICY

The Corporation has put in place a risk management system to mitigate various risks such as credit, operation, market risks, etc. The Risk Management Committee of the Board (RMCB), Internal Risk Management Committee (IRMC), Asset Liability Management Committee (ALCO) and Risk Management Department oversees various types of risks of the Corporation. The Risk Management Policy of the Corporation is reviewed on regular basis.

CORPORATE SOCIAL RESPONSIBILITY

1. CSR Policy:

The Corporation has been engaging itself in various developmental and promotional activities of North Eastern Region since its inception to improve quality of life of the people belonging to the Region.

Activities Identified under CSR:

- a) To take up initiatives for promotion of employment enhancing vocational skills, livelihood enhancement projects and women empowerment.
- b) To promote the traditional arts and handicraft sector including handloom of the N. E. Region,

by providing necessary support to the artisans, weavers and craftsperson engaged in the sector through skill-up gradation, market linkage and/or infrastructural support, wherever necessary.

- c) To undertake projects and programmes for development of Rural and Backward Areas through promotion of entrepreneurship and income generating activities.
- d) To organise workshop on Creating Awareness about Organ Donation in NE.
- e) To provide nutritional support to TB patients for six months.

The above activities are admissible CSR activities under Section 135 of the Companies Act, 2013.

Highlights of CSR initiatives of the Corporation during the FY 2024-25

- Conducting Skill upgradation training programme on Multi Crafts, and Training on Water Hyacinth Crafts at NEDFi Crafts Incubation Centre (CIC), Khetri
- The corporation has implemented Cluster Level Projects focusing on handloom at Kulpui, Saipung in Meghalaya.
- The Corporation has organised Capacity Building Training on Beautician in Tangla and Khoirabari in BTAD.
- The corporation has organised a training programme on Bee Keeping at Jakhalabandha in Nagaon district.
- The corporation has supported Janakalyan Trust for establishing Tailoring schools in the district of Barpeta, Dibrugarh, Dhemaji, Kamrup (Metro), Morigaon and North Lakhimpur
- Provided market linkage to the artisan produce of NER through showrooms located at NEDFi Haat, Guwahati; India Exposition Mart Limited, Greater Noida; Craft Gallery located at Dispur and Panbazar, Mahabalipuram in Tamil Nadu etc. under NESHILP, a society promoted by NEDFi.
- The Corporation supported to organise workshop on Creating Awareness about Organ Donation in North Eastern region. In the second

phase the Corporation covered 26 number of workshops in four states -Arunachal Pradesh, Manipur, Nagaland and Tripura to create awareness among the younger generation.

- The Corporation provided nutritional support to the 885 nos of TB patients covering 6 states Assam, Arunachal Pradesh, Meghalaya, Mizoram, Nagaland and Tripura under the Pradhan Mantri TB (Tuberculosis) Mukht Bharat Abhiyaan (PMTBMBA).
- The corporation has aided Relief for cyclone Remel affected in Mizoram and flood relief for Assam and Tripura.

CSR Committee:

A. Board Level Committee as on 31st March 2025

Sl. No.	Name of the Director	Designation/ Nature of Directorship	No. of meetings of CSR Committee held during the year	No. of meetings of CSR Committee attended during the year
01	Shri P.V.S.L.N. Murty	Chairman and Managing Director	2	2
02	Smt. Nandita Hazarika	Woman Director	2	2
03	Shri B. Acharya	Director	2	2
04	Shri S. Radhakrishnan	Director	2	0
05	Shri A. Kumar	Director	2	2
06	Shri K. Sinha	Director	2	2

B. Nodal Officer: Shri Ashim Kr. Das, General Manager, CSR Division

CSR Obligation and Related Financial Details for the Year:

Sl No	Particulars	Amount
1	Average net profit of the company as per sub-section (5) of section 135	Rs. 11,952.88 Lakh
2	Two percent (2%) of average net profit of the Company as per sub-section (5) of section 135:	Rs. 239.05 Lakh
3	Surplus arising out of the CSR Projects or programmes or activities of the previous financial years:	Rs. NIL
4	Amount required to be set-off for the financial year, if any:	Rs. NIL
5	Total CSR obligation for the financial year {(b)+(c)-(d)}:	Rs. 239.05 Lakh

Details of CSR spent during FY 2024-25

- (a) Amount spent on CSR Projects (both ongoing projects and other than ongoing projects): Rs. 241.14 Lakh
- (b) Manner in which the amount spent during the financial year is detailed below.

(Rs. in Lakh)

Sl. No.	Head of expenditure	Amount
1	Capacity Building Programmes	26.68
2	Marketing Support: Showrooms & Exhibitions	97.37
3	Promoting Health Care, including preventive health	51.81
4	Miscellaneous and Contingency	9.73
5	Relief & Rehabilitation	55.55
	Total	241.14

CSR Projects:

(Rs. in Lakh)

Sl. No.	CSR Projects Identified	Sector	State and District of Project Coverage		Project wise outlay	Amount spent		Cumulative Expense	Direct Or through agency
			State	District		Direct Exp	Over head		
1	Capacity Building	Livelihood Enhancement	Assam	Kamrup (Metro)	1.75	1.75	Nil	1.75	Direct
			Assam	Kamrup (Metro)	1.36	1.36	Nil	1.36	NESHILP
			Assam	Kamrup (Metro)	2.31	2.31	Nil	2.31	Direct
			Assam	Udalguri	2.48	2.48	Nil	2.48	YPM Education Society
			Assam	Nagaon	3.16	3.16	Nil	3.16	Direct
			Assam	Kamrup (Metro) Morigaon Barpeta North Lakhimpur Dibrugarh Dhemaji	5.00	5.00	Nil	5.00	Janakalyan Trust
			Meghalaya	East Jaintia Hills	8.62	8.62		8.62	Direct
			Manipur	Churachandpur	2.00	2.00		2.00	NESEED Foundation
			Sub Total (A)		26.68	26.68	Nil	26.68	
			Pan North East	Pan North East	97.37	97.37	Nil	97.37	Direct
2	Marketing Support: Showroom & Exhibition	Livelihood Enhancement	Sub Total (B)		97.37	97.37		97.37	

Sl. No.	CSR Projects Identified	Sector	State and District of Project Coverage		Project wise outlay	Amount spent		Cumulative Expense	Direct Or through agency
			State	District		Direct Exp	Over head		
3	Miscellaneous and Contingencies	Livelihood Enhancement	Pan North East	Pan North East	9.73	9.73	Nil	9.73	Direct
			Sub Total (C)		9.73	9.73		9.73	
4	Promoting Health Care including preventive health	Health	Assam	Nalbari	8.67	8.67	Nil	8.67	Gramya Vikash Mancha
			Assam	Kamrup(Rural)	3.10	3.10	Nil	3.10	Gramya Vikash Mancha
			Arunachal Pradesh	Papumpare	1.00	1.00	Nil	1.00	Avenue for Joy Foundation
			Meghalaya	West Khasi Hills	2.16	2.16	Nil	2.16	Direct
				West Garo Hills					
			Mizoram	Aizawl	2.22	2.22	Nil	2.22	Direct
				Lunglei	1.11	1.11	Nil	1.11	
				Champhai	1.11	1.11	Nil	1.11	
			Nagaland	Mon	2.00	2.00	Nil	2.00	Asian Development Foundation
			Assam	Kamrup	10.00	10.00	Nil	10.00	Sewa Bharati Purbanchal
			Tripura	North Tripura	0.97	0.97	Nil	0.97	Direct
			Pan North East	Arunachal Pradesh, Manipur, Nagaland & Tripurra	19.47	19.47		19.47	Zublee Foundation
			Sub Total (D)		51.81	51.81		51.81	
5	Relief & Rehabilitation		Assam	Pan Assam	6.00	6.00		6.00	Sewa Bharati Purbanchal
			Mizoram	Pan Mizoram	25.00	25.00		25.00	Mission Foundation Movement
			Tripura	Pan Tripura	24.55	24.55		24.55	Direct
			Sub Total (E)		55.55	55.55		55.55	
			Grand Total (A+B+C+D+E)		241.14	241.14		241.14	

RESPONSIBILITY STATEMENT

It is ensured that, implementation and monitoring of CSR activity is in compliance with CSR objectives, policy of the company.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT 2013

There were no loans, guarantees or investments made by the Corporation under Section 186 of the

Companies Act, 2013 during the year under review and hence the said provision is not applicable.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES SECTION 188 OF THE COMPANIES ACT 2013

There was no contract or arrangement made with related parties under section 188 of the Companies Act, 2013 during the year under review.

PREVENTION AND REDRESSAL OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE

The Corporation has constituted an in-house Committee for prevention and expeditious redressal of sexual harassment of women at workplace. The Committee examines and recommends actions required for prevention of sexual harassment of women at the workplace. There are no complaint pending before the Committee.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS

There are no significant and material orders passed by the regulators/courts that would impact the going concern status of the Corporation and its future operations.

STATUTORY AUDITOR AND AUDIT REPORT

M/s Vikash Surana & Associates, Chartered Accountants, Guwahati, having firm registration number FRN 324128E, were appointed as Statutory Auditors of the Corporation by the Comptroller and Auditor General of India (C&AG) for FY25. There are no qualifications or adverse remarks in the Statutory Auditors' Report, which require any clarification/ explanation. The Notes on financial statements are self-explanatory and needs no further explanation. The Auditors' Report for the financial year ended March 31, 2025 is annexed herewith.

SECRETARIAL AUDITOR AND AUDIT REPORT

M/s Mamta Binani & Associates, Practicing Company

Secretary, Guwahati, having Firm registration no P2016WB060900, were appointed by the Board of the Corporation to conduct Secretarial Audit for FY25. The Secretarial Audit Report does not contain any major qualification, reservation or adverse remark. The Secretarial Audit Report for the financial year ended March 31, 2025 is annexed herewith.

DIVIDEND

The Board of Directors of your company is pleased to recommend a dividend of 8% per equity share payable to those shareholders whose name appears in the Register of Members as on the Book Closure/ Record date.

APPLICABILITY OF INDIAN ACCOUNTING STANDARDS (IND -AS)

Indian Accounting Standards were applicable to NBFC with effect from 01-04-2018 and the Corporation is complying with the same.

ANNUAL RETURN

The Annual Return as required under section 92 of the Companies Act, 2013 is available at the Corporation's website viz www.nedfi.com.

The Corporation's Policy Relating to Directors Appointment, Payment of Remuneration and discharge of their duties (Nomination and Remuneration Committee):

As per the Provisions of Section 178(1) of the Companies Act, 2013, the Corporation's Nomination and Remuneration Committee comprises of 7 (Seven) Directors; of which 6 (Six) are Non-Executive Directors and 1 (one) Whole Time Director. The table sets out the composition of the Committee as on March 31, 2025. The Chairman is elected among the members.

Name of the Director	Position held in the Committee	Category of the Director
Shri B. Acharya	Member	Non-Executive Non-Independent Director
Shri A. Kumar	Member	Non-Executive Independent Director

Shri U. Tashi	Member	Non-Executive Non-Independent Director
Smt. N. Hazarika	Member	Non-Executive Woman Director
Shri K Sinha	Member	Non-Executive Independent Director
Shri P.V.S.L.N. Murty	Member	Whole Time Director

REMUNERATION POLICY

Remuneration to whole time Executive Director:

The remuneration paid to the Chairman and Managing Director, the only whole time Executive Director in the Corporation is approved by the Board of Directors subject to the approval of the shareholders in the General Meeting. The remuneration is decided after considering various factors such as qualification, experience, performance, responsibilities shouldered, industry standards as well as financial position of the Corporation.

Remuneration to Non-Executive Directors:

The Non-Executive Directors are paid remuneration by way of Sitting Fees for each meeting of the Board and Committee of Directors attended by them.

NUMBER OF BOARD MEETINGS

During FY 25, the Board of Directors met 5 (Five) times viz. on 28th May 2024, 26th July 2024, 6th September 2024, 24th December 2024 and 7th March 2025.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under section 134(3) (C) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, it is hereby confirmed that:

- (i) in the preparation of the annual accounts for the financial year ended 31st March, 2025, the applicable accounting standards had been followed along with proper explanation relating to material departures.
- (ii) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and

prudent so as to give a true and fair view of the state of affairs of the company as at 31st March, 2025 and of the profit and loss of the Corporation for that period.

(iii) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Corporation and for preventing and detecting fraud and other irregularities.

(iv) the directors had prepared the annual accounts on a going concern basis; and

(vi) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

FORMAL ANNUAL EVALUATION OF THE PERFORMANCE OF THE BOARD ITS COMMITTEES AND INDIVIDUAL DIRECTORS

The Board of Directors have evaluated the performance of all the independent Directors, non-independent Directors, Directors and its Committees. The Board deliberated on the various evaluation attributes for all the directors and after due deliberations made an objective assessment and evaluated that all the directors in the Board have adequate expertise drawn from diverse industries and business bring specific competencies relevant to the Company's business and operations. The Board found the performances of all the Directors was quite satisfactory.

The Board also noted of reference and composition of the Committees was clearly defined. The Committees performed their duties diligently and contributed effectively to the decisions of the Board.

DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS UNDER SECTION 143(12)

During the year under review, there were no frauds reported by the Statutory Auditors to the Audit Committee or the Board under section 143(12) of the Companies Act, 2013.

SUBSIDIARY, JOINT VENTURES AND ASSOCIATE COMPANIES:

The details of Subsidiary, Joint Ventures and Associate Companies of the Corporation are given below:

Sl. No.	Name and address of the company	CIN/GLN	Holding/ Subsidiary/ associate	% of shares held	Applicable section
1.	NEDFi Trustee Limited	U65999AS2016GOI017525	Subsidiary	98.80	2(87)(ii)
2.	NEDFi Venture Capital Limited	U65999AS2016GOI017522	Subsidiary	98.80	2(87)(ii)

FINANCIAL DETAILS OF SUBSIDIARIES

To nurture the entrepreneurial spirit of startups from the North Eastern Region, the Corporation has launched SEBI registered venture funds to contribute to the development of startup ecosystem of NER and to extend investment to the startups. To operate these funds, two subsidiary companies of the Corporation, viz. (i) NEDFi Venture Capital Ltd (NVCL) and (ii) NEDFi Trustee Ltd. (NTL) incorporated for carrying out Investment Management and Trusteeship functions. Details of the funds managed by NVCL are as below:

North East Venture Fund (NEVF):

The Corporation, jointly with the Ministry of DoNER had set up the North East Venture Fund (NEVF) with a corpus of Rs. 100 crore. It is the first dedicated venture capital fund for the region and has been operational since April 2017.

Investment under North East Venture Fund (NEVF) typically targets growth start-ups companies with new products and technologies or innovative business models. NEVF aims to fill in the much-felt equity-gap faced by the startup entrepreneurs of the region. As on March 31, 2025, the Fund provided, in-principle, commitment (sanction) of almost Rs. 100 crore to 69 startup companies.

Manipur Startup Venture Fund (MSVF):

Backed by the success of NEVF, NEDFi has collaborated with Government of Manipur to launch Manipur Startup Venture Fund (MSVF), a fund dedicated to the startups from the state of Manipur. The fund has a corpus of Rs. 30 crore and operational since August 2024. Under the fund 4 startups have received in-principal investment commitment (sanction) of Rs. 4.50 crore.

NRL Ideation Angel Fund (NRLIAF):

NEDFi has tied up with Numaligarh Refinery Limited (NRL), PSU (Subsidiary of Oil India Limited) to launch NRL Ideation Angel Fund (NRL IAF). The fund has a total corpus of Rs. 35 crore and operational since October 2023. Since its inception the fund has given a total in principal commitment (sanction) of Rs. 14.30 crore to 4 startups.

The financial performance of NVCL & NTL during the financial year 2024-25 is given below.

(Rs. in Lakh)

PARTICULARS	NVCL	NTL
Total Income	243.65	8.76
Total Expenditure	214.58	0.72
Profit before tax	29.07	8.04
Tax expense	7.32	2.02
Profit for the year	21.75	6.02
Earnings per share (Rs.)	43.50	12.04

DEPOSITS

The Corporation has not accepted deposits since its inception.

ESTABLISHMENT OF VIGIL MECHANISM / WHISTLE BLOWER POLICY

Pursuant to the provisions of section 177(9) the Companies Act, 2013 read with rule 7 of the Companies (Meeting of Board and its powers) Rules, 2014, the company has adopted Whistle Blower Policy/ Vigil Mechanism for the directors and employees to report about the unethical behaviour, actual or suspected fraud, violation of the Code of Conduct. It also provides for adequate safeguards victimization of the directors /employees who avail the Mechanism.

DETAILS OF DIRECTORS/ KEY MANAGERIAL PERSONNEL AND CHANGES THEREON

The Corporation's Board had 10 (ten) Directors, of which all except one were Non-Executive Directors. In the last Annual General Meeting held on September 27, 2024, none of the Directors retired by rotation.

Since the last Annual General Meeting, Dr. Md. Nazmuddin (DIN: 08377468), Senior Economic Advisor, Ministry of DoNER relinquished his office as Director. The Board placed on record its appreciation of the services by him during his tenure at NEDFi.

Shri Niraj Kumar (DIN: 07700903), Joint Secretary, Ministry of DoNER has been appointed as Additional Director, in place of Dr. Md. Nazmuddin, with effect from 18th December 2024 and will hold office upto the date of ensuing Annual General Meeting of the Company.

During the year under review Shri S K Baruah, CFO of the company superannuated his office on 31-01-2025 and Shri Veekash Kumar Agarwal, Company Secretary and GM was appointed as CFO w.e.f 07-03-2025.

Necessary resolution in the above additional director's appointment has been incorporated in the notice of the Thirtieth Annual General Meeting.

There are three Key Managerial Personnel in the Corporation comprising of the Chairman and

Managing Director, Chief Financial Officer, and Company Secretary.

SANCTIONING COMMITTEE

The sanction of loan proposals having loan component above Rs. 1 crore are placed before the Sanctioning Committee for approval. During the year under review, 12 (twelve) Sanctioning Committee meetings were held.

CORPORATE CREDIT COMMITTEE

The Corporate Credit Committee (I), Corporate Credit Committee (II) and Branch Credit Committee were constituted for loan applications upto Rs. 1 crore with sanctioning power of (i) above Rs. 50 lakh upto Rs. 1 crore, (ii) upto Rs. 50 lakh and (iii) upto Rs. 10 lakh respectively. During the year under review, 18 (eighteen) Corporate Credit Committee (I), 30 (thirty) Corporate Credit committee (II) and 243 (two hundred forty-three) Branch Credit Committee meetings were held.

DECLARATION BY INDEPENDENT DIRECTORS

All the Independent directors duly appointed by the Corporation have given the declaration at the time of their appointment that they meet the criteria of independence as provided under section 149(6) of the Companies Act, 2013.

DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE

An Audit Committee comprising of Non-Executive/ Independent Directors provides direction to the audit and risk management function of the Corporation. As per the provisions of section 177 of the Companies Act, 2013 the Audit Committee consists of the following Members as on March 31, 2025.

Name of the Director	Position held in the Committee	Category of the Director
Shri K. Sinha	Member	Non-Executive Independent Director
Shri B. Acharya	Member	Non-Executive Non-Independent Director
Smt. N. Hazarika	Member	Non-Executive Woman Director

Name of the Director	Position held in the Committee	Category of the Director
Shri A. Kumar	Member	Non-Executive Independent Director
Shri S. Radhakrishnan	Member	Non-Executive Non-Independent Director

The Chairman is elected among the members. The responsibilities of the Audit Committee comprise, among others, overseeing the Corporation's financial reporting process to ensure proper disclosure of financial statements, reviewing financial statements before submission to the Board, reviewing adequacy and compliance of internal control systems, reviewing findings of the internal audit and discussions with external auditors.

CORPORATE GOVERNANCE

The Corporation is committed to achieving the highest standards of Corporate Governance and adheres to the Corporate Governance requirements set by the regulators/applicable laws. Accordingly, your Board functions as trustees of the stakeholders and seeks to ensure that the long-term economic value proposition for its stakeholders is achieved. A separate statement on Corporate Governance is produced as a part of Annual Report.

SECRETARIAL STANDARDS OF ICSI

Pursuant to the approval by the Central Government to the Secretarial Standards specified by the Institute of Company Secretaries of India (ICSI), and after amendment the Secretarial Standard on Meetings of Board of Directors (SS-1) and General Meetings (SS-2) come into effect from 1st October, 2017. The Corporation is in compliance with the same.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Management's Discussion and Analysis Report for the year under review is presented in a separate annexure forming part of Annual Report.

INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Corporation had laid down set of standards, processes and structures which enables it to

implement internal financial control across the Corporation and ensure that the same are adequate and operating effectively.

MAINTENANCE OF COST RECORDS AS SPECIFIED UNDER SECTION 148 (1) OF COMPANIES ACT, 2013

The Central Government has not prescribed maintenance of cost records under section 148 (1) of the Companies Act, 2013, for any of the services rendered by the Corporation.

SHARES

Buy Back:

The Corporation has not bought back any shares during the year under review.

Sweat Equity:

The Corporation has not issued any Sweat Equity Shares during the year under review

Bonus shares:

No Bonus Shares were issued during the year under review.

ESOP:

The Company has not provided any Stock Option Scheme to the Employees.

MATERNITY BENEFIT

The Company affirms that it has duly complied with all the provisions of the Maternity Benefit Act, 1961 and has extended all statutory benefits to the eligible women employees during the year.

ANNEXURES

Following statements/reports are set out as Annexure to the Board Report:

- Secretarial Audit Report
- Independent Auditors' Report

ACKNOWLEDGEMENT

The Board of Directors are grateful to the promoters of the Corporation viz., IDBI Bank, LIC, SBI, SIDBI, IFCI, ICICI Bank, Administrator of Specified Undertaking of Unit Trust of India, GIC and its subsidiaries for the support and encouragement extended by them

since its inception. The Corporation is also indebted to the office of His Excellency the President of India, Prime Minister's Office, Ministry of Development of North Eastern Region, and other Ministries/ Departments of Government of India, State Governments of the region, Reserve Bank of India, All India Institutions, Banks/ Financial Institutions and other Organisations of the region for the magnanimous support it has received from them. NEDFi has considerably benefitted from their support, co-operation and guidance. The Board also acknowledges the contribution of the staff & members of the Corporation for their untiring efforts towards its growth.

By order of the Board

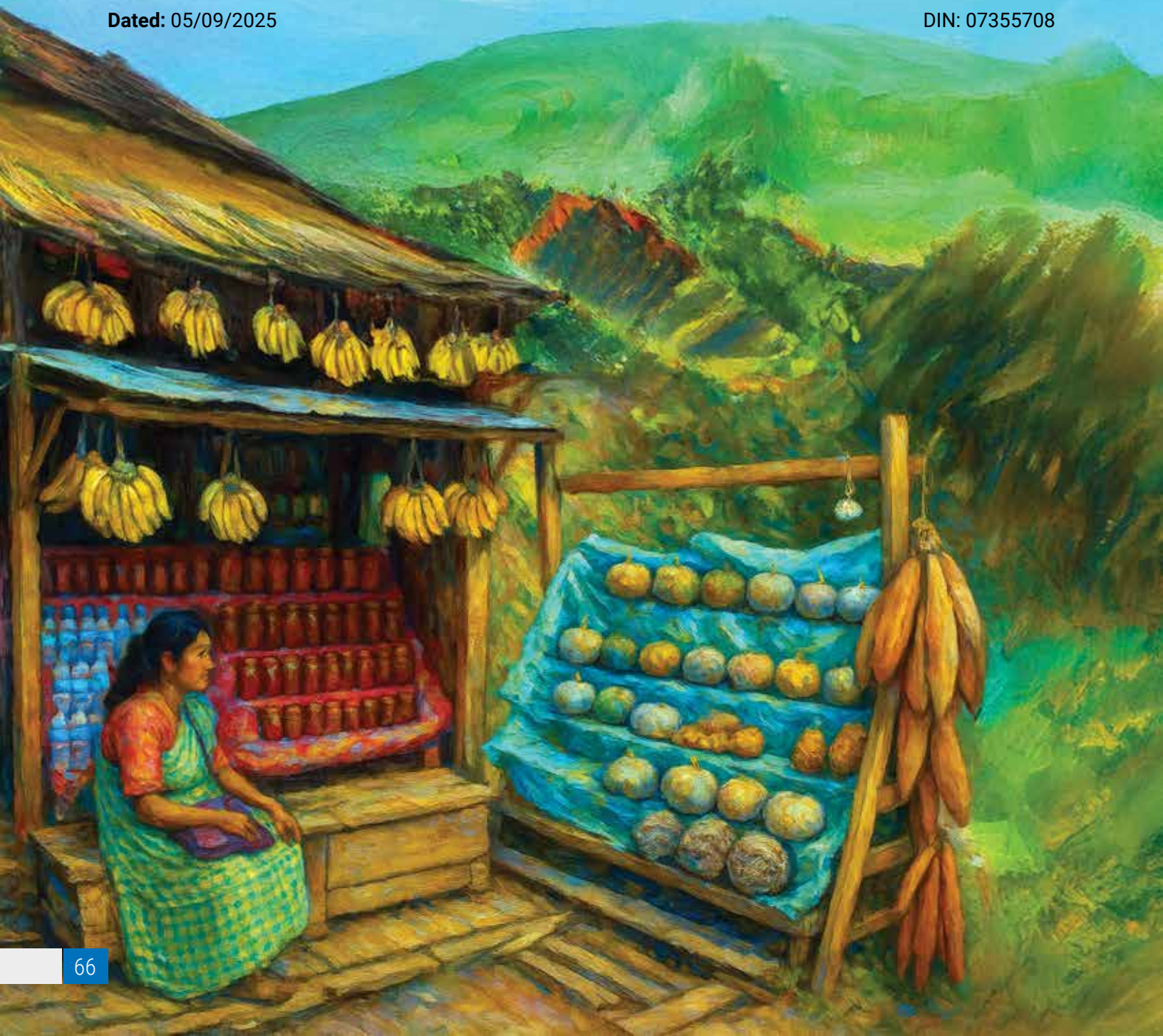


(Chairman & Managing Director)

DIN: 07355708

Place: Guwahati

Dated: 05/09/2025



ATTENDANCE SHEET

ANNEXURE 'A'

BOARD MEETING ATTENDANCE FOR THE FINANCIAL YEAR 2024-25

Sl. No.	NAME OF DIRECTOR	143 rd meeting dated 28-05-2024	144 th meeting dated 26-07-2024	145 th meeting dated 06-09-2024	146 th meeting dated 24-12-2024	147 th meeting dated 07-03-2025
1	Shri P.V.S.L.N. Murty	Present	Present	Present	Present	Present
2	Dr. Md. Nazmuddin, MDoNER	Present	No	Present	Present	--
3	Shri V.M. Devassy, SBI	Present	--	--	--	--
4	Shri U. Tashi, IDBI	Present	Present	Present	Present	Present
5	Shri B. Acharya, LIC	Present	Present	Present	Present	Present
6	Shri K. Sinha, Independent Director	Present	Present	Present	Present	Present
7	Shri A. Kumar, Independent Director	Present	Present	Present	Present	Present
8	Smt. N. Hazarika, Woman Director	Present	Present	Present	Present	Present
9	Dr R. Kota, IAS, Chief Secretary, Assam	Present	No	No	No	Present
10	Shri D.P. Wahlang, IAS, Chief Secretary, Meghalaya	No	No	No	No	No
11	Shri S. Radhakrishnan, SBI	--	--	No	No	No
12	Shri N. Kumar, MDoNER	--	--	--	Present	Present

SANCTIONING COMMITTEE MEETING ATTENDANCE FOR THE FINANCIAL YEAR 2024-25

Sl. No.	Name of Director	185 th meeting dated 27-05-2024	186 th meeting dated 17-06-2024	187 th meeting dated 01-07-2024	188 th meeting dated 19-08-2024	189 th meeting dated 23-09-2024	190 th meeting dated 08-10-2024
1	Shri P.V.S.L.N. Murty	Present	Present	Present	Present	Present	Present
2	Shri U Tashi, IDBI	No	Present	Present	Present	Present	Present
3	Shri B. Acharya, LIC	Present	Present	Present	Present	Present	Present
4	Shri K. Sinha, Independent Director	Present	Present	Present	Present	Present	Present
5	Shri A. Kumar, Independent Director	Present	Present	Present	Present	Present	Present

Sl. No.	Name of Director	191 st meet- ing dated 29-10-2024	192 nd meet- ing dated 13-12-2024	193 rd meet- ing dated 17-12-2024	194 th meet- ing dated 30-01-2025	195 th meet- ing dated 05-03-2025	196 th meet- ing dated 27-03-2025
1	Shri P.V.S.L.N. Murty	Present	Present	Present	Present	Present	Present
2	Shri U Tashi, IDBI	Present	No	No	Present	Present	No
3	Shri B. Acharya, LIC	Present	Present	Present	Present	Present	Present
4	Shri K. Sinha, Inde- pendent Director	Present	Present	Present	Present	Present	Present
5	Shri A. Kumar, Independent Director	Present	Present	Present	Present	Present	Present

AUDIT COMMITTEE MEETING ATTENDANCE FOR THE FINANCIAL YEAR 2024-25

Sl. No.	Name of Director	88 th meeting dated 27-05-2024	89 th meeting dated 25-07-2024	90 th meeting dated 24-12-2024	91 st meeting dated 07-03-2025
1	Shri K. Sinha, Independent Director	Present	Present	Present	Present
2	Shri A. Kumar, Independent Director	Present	Present	Present	Present
3	Smt. N. Hazarika, Woman Director	Present	Present	Present	Present
4	Shri B. Acharya, LIC	Present	Present	Present	Present
5	Shri V.M. Devassy, SBI	No	--	--	--
6	Shri S. Radhakrishnan, SBI	--	--	No	No

CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE MEETING ATTENDANCE FOR THE FINANCIAL YEAR 2024-25

Sl. No.	Name of Director	24 th meeting dated 06-09-2024	25 th meeting dated 27-03-2025
1	Shri P.V.S.L.N. Murty	Present	Present
2	Shri S. Radhakrishnan, SBI	No	No
3	Shri B. Acharya, LIC	Present	Present
4	Shri K. Sinha, Independent Director	Present	Present
5	Shri A. Kumar, Independent Director	Present	Present
6	Smt. N. Hazarika	Present	Present

NOMINATION AND REMUNERATION COMMITTEE (NRC) MEETING ATTENDANCE FOR THE FINANCIAL YEAR 2024-25

Sl. No.	Name of Director	28 th meeting dated 25-07- 2024	29 th meeting dated 27-02-2025
1	Shri P.V.S.L.N. Murty	Present	Present
2	Shri U. Tashi, IDBI Bank	Present	Present
3	Shri B. Acharya, LICl	Present	Present
4	Shri A. Kumar, Independent Director	Present	Present
5	Shri K. Sinha, Independent Director	Present	Present
6	Smt. N. Hazarika, Woman Director	Present	Present

RISK MANAGEMENT COMMITTEE OF THE BOARD (RMCB) MEETING ATTENDANCE FOR THE FINANCIAL YEAR 2024-25

Sl. No.	Name of Director	18 th meeting dated 27-05-2024	19 th meeting dated 06-09-2024	20 th meeting dated 24-12- 2024	21 st meeting dated 27-03-2025
1	Shri P.V.S.L.N. Murty	Present	Present	Present	Present
2	Shri V.M. Devassy, SBI	No	--	--	--
3	Shri S. Radhakrishnan, SBI	--	No	No	Present
4	Shri B. Acharya, LICl	Present	Present	Present	Present
5	Shri K. Sinha, Independent Director	Present	Present	Present	Present
6	Shri A. Kumar, Independent Director	Present	Present	Present	Present
7	Smt. N. Hazarika, Woman Director	Present	Present	Present	Present

REPORT OF CORPORATE GOVERNANCE

Corporate Governance deals with laws, practices and implicit rules that determine a Corporation's ability to take informed managerial decision vis-à-vis its Stakeholders – in particular, its shareholders, customers, government and employees. The management of the Corporation always tries to act for the interest of all stakeholders and has adopted good Corporate Governance practices to benefit the greatest number of Stakeholders.

Philosophy on Code of Governance

- (i) To have adequate control system in operation and provide information to the Board on a timely basis in a transparent manner so as to enable the Board to monitor the performance and ensure accountability of the Management.
- (ii) To increase the efficiency of Business Enterprise for creation of wealth of the Enterprise and Country as a whole.
- (iii) To ensure that Employees and Board subscribe to the corporate values and apply them in their conduct.

1. Composition of Board and Particulars of Directors :

(i) Composition of Board:

The Board of Directors of the Corporation consists of 10 (ten) Directors, including 1(one) Whole-time Director, 3 (three) nominee Directors from State Bank of India, LIC of India and IDBI Bank, Chief Secretary of North Eastern States of Assam and Meghalaya on rotation for a period of 2 (two) years, 1 (one) Representative from the Ministry of DoNER, 2 (two) Independent Directors and 1 (one) Independent Woman Director.

The Composition of the Board and the number of other Directorship and Committee positions held by the Directors during the year ended as on 31st March, 2025 is as under:

Name	Executive / Non – Executive / Independent	No. of Other Directorships held		No. of other committee membership held	
		Public	Private	Public	Private
Shri P.V.S.L.N. Murty	Chairman & Managing Director	2	Nil	Nil	Nil
Shri B. Acharya	Non-Executive Non Independent Director	Nil	Nil	Nil	Nil
Shri D. P. Wahlang, IAS	Non Executive Non Independent Director	1	Nil	Nil	Nil
Dr. R. Kota, IAS	Non Executive Non Independent Director	1	Nil	Nil	Nil
Shri U. Tashi	Non-Executive Non Independent Director	Nil	Nil	Nil	Nil
Smt. N. Hazarika	Woman Director	Nil	Nil	Nil	Nil
Shri K Sinha	Independent Director	Nil	Nil	Nil	Nil
Shri N. Kumar	Non-Executive Non-Independent Director	Nil	Nil	Nil	Nil
Shri S. Radhakrishnan	Non-Executive Non Independent Director	Nil	Nil	Nil	Nil
Shri A. Kumar	Independent Director	Nil	Nil	Nil	Nil

(ii) Non-Executive Director's Compensation & Disclosures:

The Non-Executive Directors of the Corporation has been paid sitting fees.

(iii) Board Meetings, Committee Meetings and Procedures:

- a. Minimum four Board meetings are held in each year. Apart from the four scheduled Board Meetings, additional Board Meeting can be convened by giving appropriate notice and in case of business exigencies or urgency of matters, resolution is passed by circulation.
- b. The Board of Directors is given a presentation on the operation of the Corporation. 5 (five) meetings of the Board of Directors of the Corporation were held during the year under review. The details of the Board meetings are as under:

Sl. No.	Board Meeting No.	Date	Board Strength	No. of Directors present
1	143 rd Board Meeting	28 th May 2024	10	09
2	144 th Board Meeting	26 th July 2024	09	06
3	145 th Board Meeting	6 th September 2024	10	07
4	146 th Board Meeting	24 th December 2024	10	08
5	147 th Board Meeting	7 th March 2025	10	08

- c. The Board of Directors review from time-to-time compliance report on NEDFi's policies presented to the Board.

2. Code of Conduct:

The Corporation is committed to conduct its business in accordance with the highest standards of business ethics and in compliance with all applicable laws, rules and regulations. It is hereby confirmed that the Code of Business Conduct and Ethics for Directors and Core Management was circulated among all concerned and complied with during the year under report.

3. Risk Management Policy:

The Corporation has implemented the Risk Management Policy, as approved by the Board of Directors of the Corporation. Meeting of the Risk Management Committee of the Board was held as follows during 2024-25:

Sl. No.	RMCB Meeting No.	Date	Committee Strength	No. of members present
1.	18 th RMCB Meeting	27 th May 2024	06	05
2.	19 th RMCB Meeting	6 th September 2024	06	05
3.	20 th RMCB Meeting	24 th December 2024	06	05
4.	21 st RMCB Meeting	27 th March 2025	06	06

4. Training of Board Members:

The Board members are provided necessary documents / brochures, report and internal policies to enable them to familiarize with Corporation's procedure and practice.

5. Audit Committee:

The Audit Committee was constituted in the year 2001. The Audit Committee as on 31st March 2025 were as follows:

Sl. No.	Name of the Director & Category	Chairman / Member
1.	Shri K. Sinha, Independent Director	Member
2.	Shri B. Acharya, Nominee Director of LIC of India	Member
3.	Smt. N. Hazarika, Independent Woman Director	Member
4.	Shri S. Radhakrishnan, Nominee Director of State Bank of India	Member
5.	Shri A. Kumar, Independent Director	Member

The Committee met 4 (four) times during the year. The Company Secretary acts as the Secretary to the Committee.

Sl. No.	Audit Meeting No.	Date	Committee Strength	No. of Members present
1.	88 th Audit Committee	27 th May 2024	05	04
2.	89 th Audit Committee	25 th July 2024	04	04
3.	90 th Audit Committee	24 th December 2024	05	04
4.	91 st Audit Committee	7 th March 2025	05	04

The Minutes of the Audit Committee were placed before the Board for information. The terms of reference of the Committee as under:

TERMS AND CONDITIONS OF THE AUDIT COMMITTEE (PURSUANT TO COMPANIES ACT, 2013)

A. Composition:

- The Audit Committee shall consist of a minimum of three directors with independent directors forming a majority.
- The Chairman of the Committee shall be Independent Director.
- Majority of members of Audit Committee including its Chairperson shall be persons with ability to read and understand the financial statement.
- The Company Secretary shall be the Convener of the Meeting of the Audit Committee.
- The statutory Auditor, Head of Internal Audit and Director (Finance) shall also attend the meeting of the audit Committee, but shall not have the right to vote.

B. Meeting of the Committee:

- The Committee shall meet at least three times in a year, and once in six months.
- One meeting of the Committee shall be held before the finalization of the Annual Accounts of the Company.

- The quorum for the meetings of the Committee shall be of 2 (Two) members or 1/3rd (one-third) of the members of the Audit Committee, whichever is higher.

C. Power of the Committee:

The Committee shall have the following powers:

- i) To investigate any activity / matter within its terms of reference
- ii) To seek information from any employee.
- iii) To obtain outside legal or other professional advice.
- iv) To secure attendance of outsiders with relevant expertise, if it considers necessary.

D. Terms of Reference of the Audit Committee:

- a) Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- b) Recommending the fixation of audit fee of the Statutory Auditors and also approval for payment for any other services.
- c) Reviewing with management the annual financial statements before submission to the Board, focusing primarily on:
 - i) Any changes in accounting policies and practices.
 - ii) Major accounting entries based on exercise of judgment by management.
 - iii) Qualifications in draft audit report.
 - iv) Significant adjustments arising out of audit.
 - v) The going concern assumption.
 - vi) Compliance with the accounting standard.
 - vii) Compliance with stock exchange and legal requirements concerning financial statements.
 - viii) Any related party transactions i.e., transactions of the company of material nature, with the promoter or the management, or their subsidiaries or relatives, etc. that may have potential conflict with the interest of company at large.
- d) Reviewing with the management, external and internal auditors, the adequacy of internal control systems.
- e) Reviewing the adequacy of internal audit function, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
- f) Discussions with the internal auditors any significant findings and follow up thereon.
- g) Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
- h) Discussions with external auditors before the audit commences, nature and scope of audit as well as to have post-audit discussion to ascertain any area of concern.
- i) Reviewing the company's financial and risk management policies.

- j) To look into the reasons for substantial defaults in the payment to the depositors (if any), debenture holder, shareholders (in case of non-payment of declared dividend(s) and creditors.
- k) It should review the quarterly and annual financial statements before submission to the Board.
- l) It should ensure compliance of internal control systems.

6. Nomination and Remuneration Committee:

The Remuneration Committee was re-constituted in terms of Section 178 of the Companies Act, 2013 in the 120th Board of Directors Meeting held on 21-10-2019. The Nomination and Remuneration Committee as on 31st March, 2025 were as follows:

Name of the Director	Position held in the Committee	Category of the Director
Shri K. Sinha	Member	Non-Executive Independent Director
Shri A. Kumar	Member	Non-Executive Independent Director
Smt. N. Hazarika	Member	Non-Executive Independent Woman Director
Shri U. Tashi	Member	Non-Executive Non-Independent Director
Shri B. Acharya	Member	Non-Executive Non-Independent Director
Shri P.V.S.L.N. Murty	Member	Whole Time Director

7. Directors Remuneration:

The remuneration paid to the Chairman and Managing Director, the only whole time Functional Director in the Corporation is approved by the Board of Directors subject to the approval of the shareholders in the General Meeting. Details of remuneration of Functional Director of the Corporation during the year 2024-25 are given below:

Director	Designation	Salary (Rs.)	Perquisites (Rs.)	Total (Rs.)
Shri P.V.S.L.N. Murty	Chairman & Managing Director	72,97,616/-	23,84,873/-	96,82,489/-

Non-Executive /Independent Directors are paid only sitting fees as approved by the Board for attending the Board Meetings as well as Committee Meetings.

8. Disclosures:

There were no transactions of material nature with the directors or the Management etc., which have potential conflict with the interest of the Corporation at large. The Corporation has been particular in adhering to the provisions of the laws and guidelines of regulatory authorities

9. General Body Meeting:

The date, time and location where the last three Annual General Meeting were held are as under:

Financial Year	Date	Time	Location
2021-22	27 th September, 2022	3:00 P.M.	NEDFi House, Guwahati
2022-23	29 th September, 2023	3:00 P.M.	NEDFi House, Guwahati
2023-24	27 th September, 2024	3:00 P.M.	NEDFi House, Guwahati

10. Shareholders Information:

The pattern of distribution of shareholdings is given as under:

Name of Shareholder	No. of equity share held	Percentage
IDBI Bank Ltd.	250,00002	25%
Life Insurance Corporation of India	150,00001	15%
State Bank of India	150,00001	15%
Industrial Finance Corporation of India	100,00001	10%
ICICI Bank Ltd.	100,00001	10%
Small Industries Development Bank of India	100,00000	10%
Administrator of the Specified Undertaking of the Unit Trust of India	100,00001	10%
General Insurance Corporation of India	10,00000	1%
United India Insurance Co. Ltd.	10,00000	1%
The New India Insurance Co. Ltd	10,00000	1%
The Oriental Insurance Co. Ltd.	10,00000	1%
National Insurance Co. Ltd.	10,00000	1%

For and on behalf of the Board of Directors



(P.V.S.L.N. Murty)

Chairman & Managing Director
DIN: 07355708

Place : Guwahati
Date : 05/09/2025

REPORT OF CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES FOR FINANCIAL YEAR 2024-25

1. **Brief outline on CSR Policy of the Company:** The Corporation has been engaging itself in various developmental and promotional activities of North Eastern Region since its inception to improve quality of life of the people belonging to the 8 States of the Region.

2. **Composition of the CSR Committee:**

Sl. No.	Name of the Director	Designation/Nature of Directorship	No. of meetings of CSR Committee held during the year	No. of meetings of CSR Committee attended during the year
01	Shri P.V.S.L.N. Murty	Chairman and Managing Director	2	2
02	Smt. Nandita Hazari-ka	Woman Director	2	2
03	Shri Archarya B	Director	2	2
04	Shri S. Radhakrishnan	Director	2	0
05	Shri A. Kumar	Director	2	2
06	Shri K. Sinha	Director	2	2

3. Provide the web-link(s) where Composition of CSR Committee, CSR Policy and CSR Projects approved by the board are disclosed on the website of the company.

https://www.nedfi.com/wp-content/uploads/2021/08/New_CSR_Policy.pdf

[nedfi.com/csr-activities](https://www.nedfi.com/csr-activities)

4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable.

Not Applicable

5.

(a) Average net profit of the company as per sub-section (5) of section 135. **Rs.11952.88 Lakh.**

(b) Two percent of average net profit of the Company as per sub-section (5) of section 135. **Rs. 239.05 lakh**

(c) Surplus arising out of the CSR Projects or programmes or activities of the previous financial years.; **Rs. NIL**

(d) Amount required to be set-off for the financial year. If any. **Rs. NIL**

(e) Total CSR obligation for the financial year {(b)+(c)-(d)}. **Rs. 239.05 lakh**

6.

(a) Amount spent on CSR Projects (both ongoing project and other then ongoing project) : **Rs.241.14 Lakh**

Sl. No.	CSR Projects Identified	Sector	State and District of Project Coverage		Project wise outlay	Amount spent		Cumulative Expense	Direct Or through agency
			State	District		Direct Exp	Over head		
1	Capacity Building		Assam	Kamrup (Metro)	1.75	1.75	Nil	1.75	Direct
			Assam	Kamrup (Metro)	1.36	1.36	Nil	1.36	NESHILP
			Assam	Kamrup (Metro)	2.31	2.31	Nil	2.31	Direct
			Assam	Udalguri	2.48	2.48	Nil	2.48	YPM Education Society
			Assam	Nagaon	3.16	3.16	Nil	3.16	Direct
			Assam	Kamrup (Metro) Morigaon Barpeta North Lakhimpur Dibrugarh Dhemaji	5.00	5.00	Nil	5.00	Janakalyan Trust
			Meghalaya	East Jaintia Hills	8.62	8.62		8.62	Direct
			Manipur	Churachandpur	2.00	2.00		2.00	NESEED Foundation
			Sub Total (A)		26.68	26.68	Nil	26.68	
		Livelihood Enhancement							
2	Marketing Support: Showroom & Exhibition	Livelihood Enhancement	Pan North East	Pan North East	97.37	97.37	Nil	97.37	Direct
			Sub Total (B)		97.37	97.37		97.37	
3	Miscellaneous and Contingencies	Livelihood Enhancement	Pan North East	Pan North East	9.73	9.73	Nil	9.73	Direct
			Sub Total (C)		9.73	9.73		9.73	
4	Promoting Health Care including preventive health		Assam	Nalbari	8.67	8.67	Nil	8.67	Gramya Vikash Mancha
			Assam	Kamrup(Rural)	3.10	3.10	Nil	3.10	Gramya Vikash Mancha
			Arunachal Pradesh	Papumpare	1.00	1.00	Nil	1.00	Avenue for Joy Foundation
			Meghalaya	West Khasi Hills West Garo Hills	2.16	2.16	Nil	2.16	Direct
			Mizoram	Aizawl Lunglei Champhai	2.22 1.11 1.11	2.22 1.11 1.11	Nil Nil Nil	2.22 1.11 1.11	Direct
			Nagaland	Mon	2.00	2.00	Nil	2.00	Asian Development Foundation
			Assam	Kamrup	10.00	10.00	Nil	10.00	Sewa Bharati Purbanchal
			Tripura	North Tripura	0.97	0.97	Nil	0.97	Direct
			Pan North East	Arunachal Pradesh, Manipur, Nagaland & Tripurra	19.47	19.47		19.47	Zublee Foundation
			Sub Total (D)		51.81	51.81		51.81	
		Health							

Sl. No.	CSR Projects Identified	Sector	State and District of Project Coverage		Project wise outlay	Amount spent		Cumulative Expense	Direct Or through agency
			State	District		Direct Exp	Over head		
5	Relief & Rehabilitation		Assam	Pan Assam	6.00	6.00		6.00	Sewa Bharati Purbanchal
			Mizoram	Pan Mizoram	25.00	25.00		25.00	Mission Foundation Movement
			Tripura	Pan Tripura	24.55	24.55		24.55	Direct
			Sub Total (E)		55.55	55.55		55.55	
Grand Total (A+B+C+D+E)					241.14	241.14		241.14	

(b) Amount spent in Administrative Overheads **NIL**

(c) Total amount spent for the Financial Year {(a)+(b)+(c)+ (d)+(e)} **241.14 lakh**

(d) CSR amount spent or unspent for the Financial Year.

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per sub-section (6) of section 135		Amount transferred to any fund specified under schedule VII as per sub-section (5) of section 135		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
241.14 Lakh	NIL	NA	NA	NIL	NA

(f) Excess amount for set-off, if any:

Sl. No.	Particular	Amount (in Rs.)
1	2	3
(i)	Two percent of average net profit of the company as per sub-section (5) of section 135	239.05 lakh
(ii)	Total amount spent for the Financial Year	241.14 Lakh
(iii)	Excess amount spent for the Financial Year {(ii)-(i)}	2.09 Lakh
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous Financial Year, if any	NIL
(v)	Amount available for set off in succeeding Financial Years {(iii)-(iv)}	2.09 Lakh

7. Details of Unspent Corporate Social Responsibilities amount for the preceding three Financial Years:

1	2	3	4	5	6		7	8
Sl. No.	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account as per sub-section (6) of section 135 (in Rs.)	Balance Amount in Unspent CSR Account under sub-section (6) of section 135 (in Rs.)	Amount Spent in the Financial Year (in Rs.)	Amount transferred to a Fund as specified under Schedule VII as per second proviso to sub-section (5) of section 135, if any		Amount remaining to be spent in preceding Financial Years (in Rs.)	Deficiency, if any
					Amount (in Rs.)	Date of Transfer		
1	2023-24	NIL	NIL	221.62 Lakh	Nil	Nil	Nil	Nil
2	2022-23	NIL	NIL	204.66 lakh	NIL	NIL	NIL	NIL
3	2021-22	NIL	NIL	128.19 lakh	NIL	NIL	18.97 Lakh	NIL

8. Whether any capital assets have been created or acquired through Corporate Social Responsibilities amount spent in the Financial Year:

No.

If yes, enter the number of Capital assets created/acquired: **Not applicable.**

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibilities amount spent in the Financial Year:

Sl. No.	Short particulars of the property or asset(s) [including complete address and location of the project of the property]	Pincode of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details entity /Authority/beneficiary of the registered owner		
1	2	3	4	5	6		
					CSR Registration Number, if applicable	Name	Registered address

(All the field should be captured as appearing in the revenue record, flat no, house no, Municipal Office/ Municipal Corporation/Gram panchayat are to be specified and also the area of the immovable property as well as boundaries)

9. Specify the reason(s), if the company has failed to spend two percent of the average net profit as per sub-section(5) of section 135.

Not applicable, since the Corporation has spent **Rs. 241.14 Lakh** during the financial year 2024-25 as against the prescribed CSR obligation of **Rs. 239.05 lakh**



(Chairman CSR Committee)

MANAGEMENT'S DISCUSSION & ANALYSIS

MACRO-ECONOMIC ENVIRONMENT DURING THE FINANCIAL YEAR 2024-25 (FY 25)

In FY25 the global economy struggled to regain momentum amid persistent trade barriers, volatile currencies and disrupted capital flows. The IMF (April 2025) projected global growth at 2.8% in 2025 and 3.0% in 2026—well below the long-term average of 3.7%. Inflation is easing but at a slower pace, with advanced economies facing upward revisions. Restrictive trade policies and fragmentation risk resulted in long-term shifts in trade patterns, raising costs for businesses & consumers while amplifying volatility across financial markets. Central banks remain cautious as uncertainty continues to weigh on growth, investments and asset prices.

Despite global headwinds, India continued to demonstrate resilience, with GDP growth at 6.5% in FY25 (NSO estimates), supported by robust consumption, government capital expenditure and investments. Domestic demand, infrastructure push and private sector participation remain key growth drivers, while India's export competitiveness is reinforced through strategic FTAs and policy reforms. Inflation is expected to ease below 4%, creating fiscal and monetary space for growth-supportive measures. Strong corporate and bank balance sheets, along with expanding opportunities in manufacturing, MSMEs and services, further anchor India's journey toward *Viksit Bharat*.

The Indian banking sector remained strong, well-capitalized and profitable in FY25. Credit growth moderated to 11% (from 20.2% last year) due to a high base effect and global uncertainty, while aggregate deposit growth eased to 10.3% (from 13.5%). Asset quality improved, with CRAR comfortably above regulatory requirements. Public Sector Banks reported healthy business growth and stronger profitability. Supported by financial deepening and rapid digital transformation, the banking system continues to serve as a key pillar of macroeconomic

stability amidst global volatility. This has created an enabling ecosystem for NEDFi to expand credit delivery and deepen its development impact in the North East.

ECONOMIC ENVIRONMENT IN THE NORTH-EAST DURING THE FINANCIAL YEAR 2024-25 (FY 25)

In FY25, the North Eastern region demonstrated resilience and strong growth momentum, expanding at a pace surpassing the national average. Growth was driven by accelerated infrastructure development, connectivity upgrades and targeted government initiatives, which bolstered tourism, industry and agriculture while laying a solid foundation for future investment inflows. Despite global trade tensions, the region leveraged domestic demand and policy support, with agriculture gaining traction through organic farming and sustainable practices. Trade and economic integration improved, though industrial growth remained uneven due to weak external demand. The banking sector maintained robust capitalization, with an improving credit-deposit ratio and deeper financial inclusion, creating a stronger base for sustainable investment inflows.

PERFORMANCE OF THE CORPORATION DURING THE FINANCIAL YEAR 2024-25 (FY 25)

During FY25, NEDFi experienced significant growth across key operational parameters, including sanctions, disbursements, assistance to the micro and small enterprises segment, loan outstanding, facilitation of private capital investments, etc. The Corporation's Sanctions and disbursements stood at Rs. 882.98 crore (Rs. 846.37 crore in FY24) and Rs. 699.74 crore (Rs. 657.38 crore in FY24), reflecting steady growth. As on March 31, 2025, the Corporation had extended financial assistance to 26,835 projects with cumulative sanctions & disbursements of Rs.9114.38 crore and Rs.7047.43

crore respectively. The loan outstanding as on March 31, 2025 was Rs.2019.50 crore against Rs.1833.51 crore in the previous year.

The gross income of the Corporation grew year-on-year by 8.44% to Rs.259.42 crore against Rs.239.22 crore. The interest income grew by 13.69% to Rs.195.89 crore against Rs.172.29 crore in the previous year and non-interest income decreased by 5.08% to Rs.63.53 crore from Rs.66.93 crore. The gross expenditure increased by 22.29% to Rs.130.66 crore from Rs.106.85 crore, mainly attributed to arrear salary outgo. Accordingly, gross profit of the Corporation decreased by 2.73% to Rs.128.75 crore against Rs.132.37 crore and net profit decreased by 4.18% to Rs.96.01 crore against Rs.100.20 crore in the previous year.

The gross NPAs of the Corporation reduced to 1.88% as on March 31, 2025, from 3.10% in the previous financial year, while the net NPAs decreased to 0.69% from 1.25%. As on March 31, 2025, the gross NPAs and net NPAs were Rs.37.96 crore and Rs.13.84 crore respectively, against the corresponding figures of Rs.56.80 crore and Rs.22.41 crore in the previous year.

MACRO-ECONOMIC OUTLOOK FOR THE FINANCIAL YEAR 2025-26 (FY 26)

Based on RBI's Monetary Policy Statement, 2025-26 (August 6, 2025) India's macroeconomic outlook for FY26 remains broadly positive, supported by resilient private consumption, strong government capital expenditure, robust services and construction activity, and favourable monsoon conditions. Inflation has moderated significantly, with CPI inflation projected at 3.1% for the year, driven by lower food prices, comfortable buffer stocks, and healthy kharif sowing, though it is expected to rise above 4% in Q4 due to base effects and demand pressures. Global uncertainties, including trade tensions and geopolitical risks, remain key headwinds, but domestic fundamentals, improved rural demand, and accommodative monetary and fiscal conditions are expected to sustain growth momentum. The MPC has maintained the repo rate at 5.5% with a neutral stance, balancing the need to support growth while keeping inflation within the target band.

The North East region of India is poised for accelerated economic growth in FY 2025–26, supported by robust domestic demand, government capital expenditure, and a favorable monsoon. This momentum is further strengthened by transformative initiatives such as the *Advantage Assam 2.0 Investment and Infrastructure Summit 2025*, which attracted investment proposals worth Rs.4.91 lakh crore and the *Rising North East Investors Summit 2025*, which drew Rs.4.3 lakh crore in investment interest. These initiatives are positioning the region as an emerging powerhouse in sectors like industry, agriculture, and infrastructure. Schemes like *UNNATI-2024* for industrial incentives, *PM-DevINE* with a Rs.6,600 crore outlay for infrastructure and livelihoods, and hydro projects adding 15,000 MW of capacity, alongside advances in organic farming and connectivity, are expected to bridge developmental gaps and deliver growth above the national average. These developments will significantly benefit the banking sector, as rising business activity and startup growth drive demand for credit. Improved connectivity will deepen financial inclusion across remote areas. Collectively, these factors are set to create a stronger, more dynamic banking and financial ecosystem in the North East.

OUTLOOK FOR THE CORPORATION FOR THE FINANCIAL YEAR 2025-26 (FY 26)

Over the past four years, the Corporation has embraced a growth-oriented model driven by enhanced credit delivery, product and service innovation, strengthened governance and technology-led transformation. In FY26, NEDFi aims to sustain this growth momentum and further deepen its impact across the region. NEDFi will deepen outreach in underserved districts through decentralized operations, targeting entrepreneurs reliant on high-cost informal credit. The business strategy emphasizes maintaining high asset quality, coupled with focused efforts on NPA management. In addition, the plan prioritizes faster loan processing, sector-specific support, expansion of partnerships and strengthening internal governance and risk management systems. Guided by its vision, mission and core values, NEDFi remains committed to supporting entrepreneurship, employment

generation and inclusive growth in the NER. By balancing growth with prudent risk management, the Corporation aims to strengthen its role as a key development financial institution for the region.

SAFE HARBOUR

This document contains certain forward-looking statements based on current expectations of NEDFi Management. Actual results may vary due

to various risks and uncertainties. These risks and uncertainties include the effect of economic and political conditions in the region and other parts of the country, volatility in interest rates and in the securities market; new regulations and government policies that may impact the businesses of NEDFi as well as its ability to implement the strategy. NEDFi does not undertake to update these forward-looking statements.



FORM MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2025

[Pursuant to section 204(1) of the Companies Act, 2013, and rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members
North Eastern Development Finance Corporation Limited
NEDFi House, G.S. Road
Dispur, Guwahati,
Assam - 781006

We have conducted the Secretarial Audit (hereinafter called "**Audit**") of the compliance of applicable statutory provisions and the adherence to good corporate practices by **North Eastern Development Finance Corporation Limited** (hereinafter called the "**Company**", "**Non-Banking Financial Institution without accepting deposits registered under RBI**"), bearing CIN: **U65923AS1995401004529**) for the year ended March 31, 2025 (hereinafter called "**Period under Review**"). The Audit was conducted in a manner that provided us with a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of the Audit, we hereby report that in our opinion, the Company has, during the period under review, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March 2025, to the extent applicable, according to the provisions of:

1. The Companies Act, 2013 ('the Act') read with the Rules made thereunder;
2. The Depositories Act, 1996 and the Regulations and bye-laws framed thereunder;
3. Laws specifically applicable to the industry to which the Company belongs, as confirmed by the management, that is to say:
 - Reserve Bank of India Act, 1934
 - Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013
 - Payment of Gratuity Act, 1972
 - Payment of Gratuity (Amendment) Act, 1987
 - Employees' Provident Funds and Miscellaneous Provisions Act, 1952
 - Employees State Insurance Act, 1948
 - Employer's Liability Insurance Act, 1938

We have also examined the compliance with Secretarial Standards-1 and Secretarial Standards-2 issued by the Institute of Company Secretaries of India.

MANAGEMENT RESPONSIBILITY

Kindly refer to our letter which is annexed as Annexure 'I' which is to be read and forms an integral part of this report. We report that during the Period under Review, the Company has complied with the provisions of the Act, rules, regulations, guidelines, standards etc.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors and Non-Executive Directors. No changes took place in the composition of Board of Directors during the period under review except the following:

- Mr. Niraj Kumar (DIN: 10893090) w.e.f. 18th December, 2024, Mr. Ravi Kota (DIN: 07090704) w.e.f. 23rd May, 2024 and Mr. S. Radhakrishnan (DIN: 10707454) w.e.f. 26th July, 2024, were appointed as Additional Directors on the Board.

Adequate notices were given to all directors to schedule the Board meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. As per the minutes of the meetings duly recorded and signed by the Chairman, the decisions of the Board were

unanimous and therefore there were no dissenting views that were required to be recorded.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines. and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

We further report that no other specific events or actions having a major bearing on the Company's affairs in pursuance to the laws, rules, regulations, guidelines, etc. referred to above.

We further report that during the period under Review:

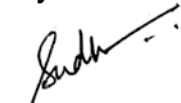
- Director Shri Donald Phillips Wahlang (DIN: 02600478) did not attend any Board meetings during the 12 months.

Section 167 of the Act provides that if a director absents himself from all the Board Meetings held during a period of 12 months with or without seeking leave of absence of the Board, he shall vacate his office of Director and consequently the office of the above director have been vacated as on the date of this report.

APPOINTMENT OF CHIEF FINANCIAL OFFICER

Shri Veekash Kumar Agarwal, Company Secretary of the Company was appointed by the Board as the Chief Financial Officer of the Company w.e.f 7th March, 2025.

For **Mamta Binani & Associates**
Company Secretaries


CS Sudha Sarma

Partner

CP No.: 15754

Membership No.: F6278

UDIN: F006278G001062520

Place: Guwahati

Dated: 22/08/2025

This report is to be read with Annexure I which forms an integral part of this report.

Annexure I

To,
The Members
North Eastern Development Finance Corporation Limited
NEDFi HOUSE
GS Road, Dispur,
Guwahati – 781 006

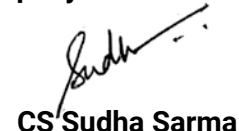
Our report is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the Management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records.

The verification was done on a test basis to ensure that accurate facts are reflected in secretarial records. We believe that the processes and practices we followed provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the Management Representation about the compliance of laws and regulations and the happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, and standards is the responsibility of management. Our examination was limited to the verification of procedures on a test basis.
6. The Secretarial Audit report is neither an assurance of the future viability of the Company nor of the efficacy or effectiveness with which the Management has conducted the affairs of the Company.

**For Mamta Binani & Associates
Company Secretaries**



CS Sudha Sarma

Partner

CP No.: 15754

Membership No.: F6278

UDIN: F006278G001062520

Place: Guwahati

Dated: 22/08/2025

INDEPENDENT AUDITORS' REPORT

**TO THE MEMBERS OF
NORTH EASTERN DEVELOPMENT FINANCE CORPORATION LIMITED
REVISED REPORT ON THE AUDIT OF THE STANDALONE FINANCIAL STATEMENTS**

OPINION

We have audited the accompanying standalone financial statements of North Eastern Development Finance Corporation Limited ("the company"), which comprise the Balance Sheet as at 31 March 2025 and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year ended on that date, and notes to the standalone financial statements, including a summary of material accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone financial statements give the information required by the Companies Act, 2013 (hereinafter referred to as the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under sec 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2025, and its profit (including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

BASIS FOR OPINION

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion on the Standalone Financial Statements.

KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current year. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report:

Sr. No.	Key Audit Matters	Auditor's Response
1	<u>Allowances for Expected Credit Losses ("ECL"):</u> As at 31st March 2025, the carrying value of loan assets measured at amortised cost, aggregated Rs. 197292.97 Lakhs (net of allowance of expected credit loss Rs. 4074.28 lakhs) constituting approximately 77.81% of the Company's total assets. Significant judgment is used in classifying these loan assets and applying appropriate measurement principles. ECL on such loan assets measured at amortized cost is a critical estimate involving greater level of management judgement. As part of our risk assessment, we determined that the ECL on such loan assets has a high degree of estimation uncertainty, with a potential range of reasonable outcomes for the Standalone Financial Statements. The elements of estimating ECL which involved increased level of audit focus are the following: - Qualitative and quantitative factors used in staging the loan assets measured at amortised cost; - Basis used for estimating Probabilities of Default ("PD"), Loss Given Default ("LGD") and Exposure at Default ("EAD") at product level with past trends; - Judgements used in projecting economic scenarios and probability weights applied to reflect future economic conditions; and - Adjustments to model driven ECL results to address emerging trends. These parameters are derived from the Company's internally developed statistical models with the help of management experts and other historical data. Considering the significance of the above matter to the standalone financial statements and since the matter required our significant attention to test the calculation of expected credit losses, we have identified this as a key audit matter for current year audit.	We have examined the policies approved by the Board of Directors of the Company that articulate the objectives of managing each portfolio and their business models. We have also verified the methodology adopted for computation of ECL ("ECL Model") that addresses policies approved by the Board of Directors, procedures and controls for assessing and measuring credit risk on all lending exposures measured at amortised cost. Our audit procedures related to the allowance for ECL included the following, among others: A. Testing the design and operating effectiveness of the following: - completeness and accuracy of the EAD and the classification thereof into stages consistent with the definitions applied in accordance with the policy approved by the Board of Directors including the appropriateness of the qualitative factors to be applied; - completeness, accuracy and appropriateness of information used in the estimation of the PD and LGD for the different stages depending on the nature of the portfolio; and - accuracy of the computation of the ECL estimate including reasonableness of the methodology used to determine macro-economic adjustment basis forward looking information. B. Test of details on a sample in respect of the following: - accuracy and completeness of the input data such as period of default and other related information used in estimating the PD; - the mathematical accuracy of the ECL computation by using the same input data as used by the Company; - completeness and accuracy of the staging of the loans and the underlying data based on which the ECL estimates have been computed; - assessed whether the disclosures on key judgements, assumptions and quantitative data with respect to impairment loss allowance in standalone financial statements are appropriate and sufficient.

2	<u>Information Technology and General Controls:</u> The Company is dependent on its Information Technology ("IT") systems due to the significant number of transactions that are processed daily across such multiple and discrete IT systems. Also, IT application controls are critical to ensure that changes to applications and underlying data are made in an appropriate manner and under controlled environments. Appropriate controls contribute to mitigating the risk of potential fraud or errors as a result of changes to applications and data. On account of the pervasive use of its IT systems, the testing of the general computer controls of the IT systems used in financial reporting was considered to be a Key Audit Matter.	We have obtained an understanding of the Company's IT applications, databases and operating systems relevant to financial reporting and the control environment. For these elements of the IT infrastructure the areas of our focus included access security (including controls over privileged access), program change controls, database management and network operations. In particular: • We tested the design, implementation, and operating effectiveness of the Company's general IT controls over the IT systems relevant to financial reporting. This included evaluation of Company's controls over segregation of duties and access rights being provisioned / modified based on duly approved requests and access for exit cases being revoked in a timely manner. • We also tested key automated business cycle controls and logic for the reports generated through the IT infrastructure that were relevant for financial reporting or were used in the exercise of internal financial controls with reference to financial statements. Our tests included testing of the compensating controls or alternate procedures to assess whether there were any unaddressed IT risks that would materially impact the standalone Financial Statements.
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INFORMATION OTHER THAN THE FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON

The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Director's Report, but does not include the Standalone Financial Statements and our auditors' report thereon. The Other Information is expected to be made available to us after the date of this auditor's report.

Our opinion on the Standalone Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

RESPONSIBILITY OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE STANDALONE FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the company in accordance with the accounting principles generally accepted in India, including Ind AS specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management and Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Company's Board of Directors are also responsible for overseeing the Company's financial reporting process.

AUDITOR'S RESPONSIBILITY FOR THE AUDIT OF THE STANDALONE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the Standalone 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 Standalone financial statements.

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

- Identify and assess the risks of material misstatement of the Standalone 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. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system with reference to Standalone financial statements in place and the operating effectiveness of such controls.

- 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 Company'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 Standalone 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 Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Standalone financial statements, including the disclosures, and whether the Standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone 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 financial controls 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.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the provisions of the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of section 143(11) of the Companies Act, 2013 we give in the Annexure "A" a statement on the matters specified in paragraph 3 and 4 of the Order to the extent applicable.
2. The Comptroller and Auditor General of India has issued the new directions and sub directions dated 23.05.2025 indicating the areas to be examined in term of Sub-section 5 of Section 143 of the Act, the compliance of which is set out in Annexure "B".
3. Further to our comments in Annexure A, as required by section 143(3) of the Act, based on our audit, we report, to the extent applicable 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.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except for not complying with the requirement of audit trail as stated in h (vi) below.

- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Cash Flows and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account except for IND-AS adjustment that is being calculated outside the IT system, as application for implementation of IND-AS is yet to be configured in the existing IT system.
- d) In our opinion, the aforesaid Standalone financial statements comply with the Ind AS specified under Section 133 of the Act.
- e) On the basis of written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2025, from being appointed as a director in terms of Section 164(2) of the Act;
- f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in **Annexure "C"**. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the company's internal financial controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor's report in accordance with the requirements of sec 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h) With respect to other matters to be included in the auditor's report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its Standalone financial statements. Refer Note 33 to the standalone financial statements.
 - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses as at 31st March, 2025.
 - iii. There were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund during the year ended 31st March, 2025.
 - iv. (a) The management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement.

- v. The final dividend paid by the Company during the year in respect of the same declared in the previous year, is in accordance with section 123 of the Act, to the extent it applies to payment of dividend.

No dividend is proposed for the financial year 2024-25 by the Board of Directors of the Company till the date of our audit report.

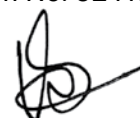
- vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended 31st March, 2025 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software except that audit trail feature was not enabled at the database level to log any direct data changes for the accounting software used for maintaining the books of accounts. Further, during the course of our audit, we did not come across any instance of audit trail feature being tampered with, in respect of accounting software for the period for which the audit trail feature was enabled and operating. Additionally, the audit trial has been preserved by the Company as per the statutory requirements for record retention.

STANDALONE

For Vikash Surana and Associates

Chartered accountants

Firm's Registration No. 324128E



(CA. Vikash Surana)

Partner

Membership No. 059958

UDIN: 25059958BMIMAE3327

Place: Guwahati

Dated: 19/08/2025

ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' of our Report of even date to the members of North Eastern Development Finance Corporation Limited on the Standalone Financial Statements for the year ended 31st March, 2025]

In terms of the information and explanations sought by us and given by the company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we report that:

- (i) In respect of the Company's Property, Plant and Equipment and Intangible Assets
 - (a) **(A)** The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.
 - (B)** The Company has maintained proper records showing full particulars of intangible assets.
- (b) As explained to us, Property, Plant and Equipment were physically verified by the management at reasonable intervals during the year. In our opinion the periodicity of physical verification is reasonable having regard to the size of the company and the nature of its assets. As explained to us no material discrepancies were noticed on such physical verification.
- (c) Based on the examination of documents provided to us, we report that the title in respect of self-constructed buildings and title deeds of all other immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the company), disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the

company as at the balance sheet date.

- (d) The company has not revalued its Property, Plant and Equipment (including right of-use assets) and intangible assets during the year. Accordingly, clause 3(i)(d) of the Companies (Auditor's Report) Order, 2020 is not applicable to the company.
 - (e) No proceedings have been initiated during the year or are pending against the company as at 31st March, 2025 for holding any benami property under The Benami Transactions (Prohibition) Act, 1988 (as amended) and the rules made thereunder.
- (ii) (a) The Company is engaged primarily in lending activities and consequently does not hold any physical inventories. Thus, clause 3 (ii) (a) of the Companies (Auditor's Report) Order, 2020 is not applicable.
 - (b) According to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of ₹ 5 crore, in aggregate, from financial institutions on the basis of security of book debt & Loan receivables (assets). We have observed that the monthly/quarterly returns or statements filed by the company with such Financial Institutions are in agreement with the books of accounts maintained by the company except for the fact that the statements have been prepared at historic cost method instead of Effective Interest Rate/Amortised cost method as per Ind AS. However we have not carried out a specific audit of such statements.
 - (iii) As explained in Note 1 to the Standalone financial statements, the Company is a non-deposit-taking non-banking financial company ("NBFC") registered with the Reserve Bank of

India ("RBI") as a loan company.

During the year, in the ordinary course of its business, the Company has made investments in, provided guarantee /security to and granted loans and advances in the nature of loans, secured and unsecured, to companies, firms, limited liability partnerships and other parties. With respect to such investments, guarantees / security and loans and advances:

(a) The principal business of the Company is to give loans and hence reporting under clause (iii)(a) of the Order is not applicable;

(b) In our opinion, having regard to the nature of the Company's business, the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to the Company's interest;

(c) In respect of loans and advances in the nature of loans (together referred to as "loan assets"), the schedule of repayment of principal and payment of interest has been stipulated. Note 1 (K) to the standalone financial statements explains the Company's accounting policy relating to impairment of financial assets which include loans assets. In accordance with that policy, loan assets with balances as at 31st March, 2025, aggregating Rs. 3,795.39 lakhs were categorised as credit impaired ("Stage 3") and Rs. 10,364.61 lakhs were categorised as those where the credit risk has increased significantly since initial recognition ("Stage 2"). Disclosures in respect of such loans have been provided in Note 45 to the Standalone Financial Statements. Additionally, out of loans and advances in the nature of loans with balances as at 31st March, 2025 aggregating Rs. 1,87,217.95 lakhs, where credit risk has not significantly increased since initial recognition (categorised as "Stage 1"), delinquencies in the repayment of principal and payment of interest aggregating Rs. 149.73 lakhs were also identified, albeit of less than 31 days. In all other cases, the repayment of principal and interest is regular as at 31st March, 2025. Having regard

to the nature of the Company's business and the volume of information involved, it is not practicable to provide an item-wise list of loan assets where delinquencies in the repayment of principal and interest have been identified.

(d) The total amount overdue for more than ninety days, in respect of loans and advances in the nature of loans, as at 31st March, 2025 is Rs. 3795.75 lakhs. Reasonable steps are been taken by the Company for recovery of the principal and interest.

(e) The principal business of the Company is to give loans and hence reporting under clause (iii)(e) of the Order is not applicable.

(f) The Company has not granted any loans or advances in the nature of loans that were either repayable on demand or without specifying any terms or period of repayment.

(iv) In our opinion, Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans, investments, guarantees and security.

(v) The Company has not accepted any deposits or amounts which are deemed to be deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposit) Rules, 2014. Therefore, reporting under clause 3 (v) of the Order is not applicable.

(vi) The maintenance of cost records has not been specified by the Central Government under Section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company. Hence reporting under clause 3 (vi) of the Order is not applicable.

(vii) (a) According to the records of the company and explanations given to us, the company is regular in depositing undisputed statutory dues, including Goods and Services Tax, Provident Fund, Employees' State Insurance, Income-tax, Cess, and other statutory dues applicable to it, with the appropriate authorities.

There were no undisputed amounts payable in respect of Goods and Service Tax, Provident Fund, Employees' State Insurance, Income-tax, Cess and other material statutory dues

in arrears as at 31st March, 2025, for a period of more than six months from the date they became payable.

(b) Details of dues of Income-tax and Service Tax Act which have not been deposited as on 31st March, 2025, on account of disputes are given below:

Name of the statute	Nature of the dues	Amount (Rs. in lakhs)	Period to which the amount relates	Forum where dispute is pending
Finance Act, 1994 (Service Tax)	Service Tax	21.60	FY 2011-12 to FY 2016-17	CESTAT (Custom, Excise and Service Tax Appellate Tribunal, Guwahati)
Income Tax Act, 1961	Income Tax	262.47	FY 2017-18 (AY 2018-19)	Commissioner of Income Tax (Appeals)
Income Tax Act, 1961	Income Tax	598.80	FY 2018-19 (AY 2019-20)	Commissioner of Income Tax (Appeals)

(viii) There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 during the year.

(ix) **(a)** Based on our examinations of records and explanations provided to us, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.

(b) The company has not been declared willful defaulter by any bank or financial institutions or government or any other government authority.

(c) In our opinion, terms loans availed by the company during the year were applied by the company for the purpose for which the loans were obtained.

(d) On an overall examination of the Standalone financial statements of the company, there were no funds raised on short term basis and hence reporting under clause 3(ix)(d) of the Order is not applicable.

(e) Based on our examination of records and explanations provided to us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

(f) On an overall examination of the financial statements of the company, the company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Accordingly, paragraph 3(ix)(f) of the order is not applicable.

(x) **(a)** The company has not raised money by way of Initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) is not applicable to the company.

(b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) during the year under review and hence reporting under clause 3(x)(b) of the order is not applicable to the company.

(xi) **(a)** To the best of our knowledge, no material fraud on the Company and no fraud by the company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in form ADT-4 as prescribed under rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

(c) As represented to us by the Management, there are no whistle blower complaints received by the Company during the year.

(xii) The company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.

(xiii) In our opinion and according to the information and explanation given to us, all transactions with the related parties are in compliance with section 177 and 188 of the Companies Act, 2013, where applicable, and the requisite details have been disclosed in the Standalone Financial Statements as required by the applicable accounting standard.

(xiv) **(a)** In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business. The Company needs to enhance the

coverage / scope of the internal audit in certain areas.

(b) We have taken into consideration, the reports of the Internal Auditor received by the company during the year and provided to us while determining the nature, timing and extent of our audit procedures.

(xv) In our opinion, the company has not entered into any non-cash transactions with its directors or persons connected with them and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

(xvi) (a) The Company is required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934 and the Company has obtained the required registration

(b) The company has conducted the Non-Banking Financial activities with a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934. The Company has not conducted any Housing Finance Activities and is not required to obtain CoR for such activities from the RBI.

(c) The company is a not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India and therefore, reporting under clause 3(xvi)(c) of the Order is not applicable to the Company.

(d) The Group has no CIC as part of the Group.

(xvii) The company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors of the company during the year. Hence, reporting under clause 3(xviii) of

the order is not applicable to the company.

(xix) On the basis of financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and management plans and based on our examination of the evidences supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that company is not capable of meeting its liabilities existing as on the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give an any guarantee not any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharge by the company as in when they fall due.

(xx) As per our examination of the financial statements, the company does not have any unspent amounts towards Corporate Social Responsibility (CSR) in respect of any ongoing or other than ongoing project as at the end of the financial year. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.

(xxi) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For Vikash Surana and Associates

Chartered accountants

Firm's Registration No. 324128E



(CA. Vikash Surana)

Partner

Membership No. 059958

UDIN: 25059958BMIMAE3327

Place: Guwahati

Dated: 19/08/2025

ANNEXURE "B" TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in Para 2 under the heading 'Report on other Legal and Regulatory Requirements' of our report of even date to The Members of North Eastern Development Finance Corporation Ltd on the standalone financial statements for the year ended 31st March, 2025)

As required under Section 143(5) of the Companies Act., 2013, with respect to the directions and sub-directions issued by The Comptroller & Auditor General of India, we report that:

Sl. No.	Questionnaire	Replies
1	Assess the fair valuation of all the investments, both quoted and unquoted, made directly by the Company or through Trusts, for Post retirement benefits of the employees. This includes verifying valuation methodologies, ensuring consistency with Ind AS and reviewing supporting documentation. The auditor shall provide a brief note on the valuation approach, its reasonability, and compliance with applicable regulations, reporting any material deviations or misstatements.	i. Fair valuation of investment in equity & preference shares(unquoted) is ascertained by dividing the net worth with the number of shares as per the latest available audited Balance Sheet. Equity investment in subsidiaries and funds controlled by the company are kept at cost. ii. The company deducts and deposits provident fund contribution of the employees to the EPFO Fund. iii. For post-retirement benefits like Gratuity and Leave Encashment, the Company has taken policy from LIC and HDFC respectively. Actuarial valuation as per provisions of Ind AS 19 is considered for ascertaining liabilities.
2	Whether the Company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	Company has a system in place to process all the accounting transactions through IT system. During FY 2024-25, all the accounting transactions have been processed through IT system. Since system of processing all financial transactions is in place, all transactions are done mandatorily through system only, as such question of processing of transactions outside IT system on the integrity of the accounts doesn't arise. However, application for implementation of IND-AS is yet to be configured in the system and adjustments relating to the same is being calculated outside the IT system.

STANDALONE

3	Whether funds (grants/ subsidy etc.) received/ receivable for specific schemes from Central/ State Government or its agencies were properly accounted for as per the applicable accounting standards or norms and whether the received funds were utilised as per its terms and conditions? Whether accounting of interest earned on grants received has been done as per terms and conditions of the Grant. List the cases of deviation.	Based on our audit procedures carried out and as per the explanation and information given to us and based on our examination of records fund received/ receivables for specific schemes from Central/state government were properly accounted for/utilized as per the terms and conditions of the scheme. Yes, interest earned on funds received has been done as per terms and conditions of the funds.
4	Whether the Company has identified the key Risk areas? If yes, whether the Company has formulated any Risk Management Policy to mitigate these risks? If yes, (a) whether the Risk Management Policy has been formulated considering global best practices? (b) Whether the Company has identified its data assets and whether it has been valued appropriately?	The Company has formulated and implemented a Risk Management Policy to identify, assess, and mitigate key risks in alignment with industry best practices. a) Yes, the Risk Management Policy has been designed in alignment with widely accepted global best practices and RBI directions issued from time to time ensuring a comprehensive approach to enterprise risk identification, assessment, and mitigation. b) Yes, the Company has identified its core data assets and has appropriate controls in place for data security, accessibility, and integrity. However, in accordance with prevailing accounting standards, these data assets are not assigned a financial value in the books of accounts.
5	Whether the Company is complying with the Securities and Exchange Board of India (SEBI) (Listing Obligation and Disclosure Requirements) Regulations, 2015, and other applicable rules and regulations of SEBI, Department of Investment and Public Asset Management, Ministry of Corporate Affairs, Department of Public Enterprises, Reserve Bank of India, Telecom Regulatory Authority of India, CERT-IN, Ministry of Electronics and Information Technology and National Payments Corporation of India wherever applicable? If not, the cases of deviation may be highlighted.	The Company is not a Listed Company, hence LODR and other regulations of SEBI are not applicable in the case of the company. For Ministry of Corporate Affairs, the Company has complied with all the rules and regulations as per the provision of the Companies Act, 2013 amended from time to time. The company is a Systemically Important (Non-Deposit Accepting or Holding) Non-Banking Finance Company (NBFC) registered with Reserve Bank of India (RBI) as an Investment and Credit Company (ICC). The Company is following the rules and regulations of Reserve Bank of India issued from time to time.

For Vikash Surana and Associates
Chartered accountants
Firm's Registration No. 324128E



(CA. Vikash Surana)
Partner

A Membership No. 059958
UDIN: 25059958BMIMAE3327

Place: Guwahati
Dated: 19/08/2025

ANNEXURE "C" TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in para 3(f) under the heading 'Report on other Legal and Regulatory Requirements' of our report of even date to The Members of North Eastern Development Finance Corporation Ltd on the standalone financial statements for the year ended 31st March, 2025)

Independent Auditor's Report on the internal financial controls with reference to the aforesaid Standalone Financial Statements under clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 ("the Act")

We have audited the Internal Financial Controls with reference to Standalone Financial Statements of **North Eastern Development Finance Corporation Limited** ("the Company") as of 31 March, 2025, in conjunction with our audit of the Standalone Financial Statements of the company for the year ended on that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Company's management is responsible for establishing and maintaining internal financial controls with reference to Standalone Financial Statements based on criteria established by the Company considering the essential components of internal control stated in guidance note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note"). These responsibilities include the design implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on the Company's Internal Financial Controls with reference to Standalone Financial Statements of the Company based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to standalone financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate Internal Financial Controls with reference to Standalone Financial Statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the Internal Financial Controls System with reference to Standalone Financial Statements and their operating effectiveness. Our audit of Internal Financial Controls with reference to Standalone Financial Statements included obtaining an understanding of Internal Financial Controls with reference to Standalone Financial Statements, assessing the risk that a material weakness exist, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depends on the auditor's judgment, including the assessment of the risks of material misstatement of the Standalone Ind AS financial statements whether due to fraud or error.

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the company's internal financial controls with reference to Standalone Financial Statements.

MEANING OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO STANDALONE FINANCIAL STATEMENTS

A company's Internal Financial Controls with reference to Standalone Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with Generally Accepted Accounting Principles. A company's Internal Financial Controls with reference to Standalone Financial Statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Standalone financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO STANDALONE FINANCIAL STATEMENTS

Because of the inherent limitations of Internal Financial Controls with reference to Standalone Financial Statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the Internal Financial Controls with reference to Standalone Financial Statements to future periods are subject to the risk that the internal financial control with reference to Standalone Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

OPINION

In our opinion, to the best of our Information and according to the explanations given to us, the Company has in all material respects, an adequate internal financial controls with reference to Standalone Financial Statements and such internal financial controls with reference to Standalone Financial Statements are operating effectively as at March 31, 2025, based on the criteria for internal financial control with reference to Standalone Financial Statements established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Vikash Surana and Associates

Chartered accountants

Firm's Registration No. 324128E



(CA. Vikash Surana)

Partner

A Membership No. 059958

UDIN: 25059958BMIMAE3327

Place: Guwahati

Dated: 19/08/2025

NON-BANKING FINANCIAL COMPANIES AUDITORS' REPORT

To,

Board of Directors

North Eastern Development Finance Corporation Ltd

Dear Sir,

We have audited the accompanying Standalone financial statements of North Eastern Development Finance Corporation Ltd ("the Company"), which comprise the Balance Sheet as at March 31, 2025, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and the Cash Flow Statement for the year then ended, and Notes to the standalone financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the Standalone Financial Statements").

As required by the "Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2016" issued by the Reserve Bank of India, on the matters specified in Chapter - II of the said Directions to the extent applicable to the Company, and according to the explanations given to us for the purpose of the audit, we report that:

1. The Company is engaged in the business of non-banking financial institution, having valid certificate of registration as a Loan Company issued by Reserve Bank of India vide No. B- 08.00162 dated 20.12.2002. Further, the Company is entitled to continue to hold such registration in terms of its asset / income pattern as on 31.03.2025.
2. The Company is meeting the requirement of net owned funds applicable to a Loan Company as contained in Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016.
3. The company is registered as Non-deposit accepting Loan Company with RBI. The Board of Directors has passed resolution in its meeting held on 27.04.2023 for non-acceptance of any public deposit during FY 2024-25.
4. The Company has not accepted any public deposits during the financial year 2024-25.
5. The financial statements of the Company for the financial year 2024-2025 have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder. Accordingly, the Company is following Board approved methodology for computation of Impairment Allowance towards provisioning for its loan assets and classification thereof. In view of regulatory compliance of Companies Act, 2013 for adoption of a mechanism for preparation of financial statements, the Company is required to make provision of impairment loss as per Ind AS 109 and not required to follow the Prudential norms relating to income recognition, asset classification and provisioning (IRACP norms) for Bad and Doubtful debts in terms of Directions 2016. However, in this regard, in compliance of RBI Notification No. DOR(NBFC). CC.PD.No.109/22.10.106/2019-20 dated March 13, 2020, the Company has calculated provision required under IRACP Norms (including standard assets provisions).

As on 31st March 2025, the impairment allowance required under Ind AS 109 is lower than the provisions as per IRACP, the difference of Rs. 334.27 lakhs were required to be transferred to Impairment Reserve. However, since the company has already created Impairment Reserve of Rs. 3315.75 lakhs in the earlier years and so, the company is not required to appropriate any further amount to "Impairment Reserve".

As per information and explanation given to us, the statement of capital funds, risk assets/exposures and risk asset ratio (DNBS-3 return) has been filed by company for all the quarters of FY 2024-25 based on provisional financial results of respective quarters, drawn on the date of filing with in the stipulated period including CRAR in compliance with RBI norms. Further, CRAR based on audited financial statements for the year ended 31.03.2025 has been correctly arrived at and it is in compliance with minimum prescribed CRAR by RBI.

For Vikash Surana and Associates

Chartered accountants

Firm's Registration No. 324128E



(CA. Vikash Surana)

Partner

A Membership No. 059958

UDIN: 25059958BMIMAE3327

Place: Guwahati

Dated: 19/08/2025



CAG COMMENTS

COMMENTS OF THE COMPTROLLER & AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT ON THE STANDALONE FINANCIAL STATEMENTS OF NORTH EASTERN DEVELOPMENT FINANCE CORPORATION LIMITED, GUWAHATI FOR THE YEAR ENDING 31 MARCH 2025.

The preparation of financial statements North Eastern Development Finance Corporation Limited, Guwahati for the year ended 31 March 2025 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (the Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139 (5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 19th August 2025 which supersedes their earlier Audit Report dated 22nd July 2025.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of North Eastern Development Finance Corporation Limited, Guwahati for the year ended 31 March 2025 under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit, nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditor's report under section 143(6)(b) of the Act.

For and on behalf of the
Comptroller and Auditor General of India

Place: New Delhi

Dated: 10/09/2025



(Saurav Kumar Jaipuriyar)
Director General of Audit
(Central Expenditure)

STANDALONE BALANCE SHEET

AS AT MARCH 31, 2025

Rs. in lakhs

Particulars	Notes	As at 31 st March, 2025	As at 31 st March, 2024
ASSETS			
(1) Financial Assets			
(a) Cash & Cash Equivalents	2	28,048.58	28,445.52
(b) Bank Balance other than (a) above	3	1,792.72	3,970.13
(c) Receivables			
- Trade receivables	4	1,998.76	2,033.92
(d) Loans	5	2,00,160.84	1,81,421.19
(e) Investments	6	14,145.33	12,414.62
(f) Other Financial Assets	7	3,400.24	2,154.61
		2,49,546.47	2,30,439.98
(2) Non Financial Assets			
(a) Current Tax Assets (Net)	8	859.69	-
(b) Property Plant & Equipment	9	2,720.87	2,686.39
(c) Capital Work-in-progress	9	0.87	0.87
(d) Intangible Assets	9	-	-
(e) Other Non Financial Assets	10	432.37	746.33
		4,013.79	3,433.59
Total Assets		2,53,560.26	2,33,873.57
LIABILITIES AND EQUITY			
Liabilities			
(1) Financial Liabilities			
(a) <u>Payables</u>	11		
Trade Payables			
i) total outstanding dues of micro enterprise and small enterprises		-	-
ii) total outstanding dues of creditors other than micro enterprise and small enterprises		102.97	49.69
<u>Other Payables</u>			
i) total outstanding dues of micro enterprise and small enterprises		-	-
ii) total outstanding dues of creditors other than micro enterprise and small enterprises		-	-
(b) Borrowings (Other than Debt Securities)	12	73,220.24	57,752.41
(c) Other Financial Liabilities	13	49,003.39	51,094.59
		1,22,326.60	1,08,896.68

STANDALONE

(2) Non Financial Liabilities			
(a) Current Tax Liabilities (Net)	14	-	47.23
(b) Provisions	15	1,053.93	2,007.22
(c) Deferred Tax Liabilities (Net)	16	3,146.94	2,227.12
		4,200.87	4,281.57
(3) Equities			
(a) Equity Share Capital	17	10,000.00	10,000.00
(b) Other Equity	18	1,17,032.79	1,10,695.31
		1,27,032.79	1,20,695.32
Total Liabilities and Equity		2,53,560.26	2,33,873.57
The accompanying notes form an integral part of the financial statements	1-51		

As per our Report of even date

For Vikash Surana and Associates

Chartered Accountants
Firm Regn No. 324128E



CA Vikash Surana

Partner
(M. No. 059958)

Place : Guwahati

Date : 17/07/2025

For and on behalf of the Board of Directors



(P.V.S.L.N. Murty)

Chairman and Managing Director
DIN : 07355708



(Smt. Nandita Hazarika)

Director
DIN: 10349292



(V. K. Agarwal)

Chief Financial Officer &
Company Secretary

STANDALONE STATEMENT OF PROFIT AND LOSS

FOR THE YEAR ENDED MARCH 31, 2025

Rs. in lakhs

Particulars	Notes	For the year ended March 31, 2025	For the year ended March 31, 2024
Revenue from operations			
(i) Interest Income	19	19,588.93	17,229.39
(ii) Dividend Income	20	95.15	57.00
(iii) Fees and Commission Income	21	1,065.28	1,286.12
(iv) Net gain/(loss) on Fair value changes	22	587.96	56.52
(v) Other Operating Income	23	3,036.45	3,065.64
I Total Revenue from Operations		24,373.77	21,694.67
II Other Income	24	1,567.75	2,227.34
III Total Income (I + II)		25,941.52	23,922.01
EXPENSES			
(i) Finance Costs	25	4,379.25	3,319.07
(ii) Impairment on financial instruments	26	(427.25)	(16.40)
(iii) Employee Benefit Expenses	27	6,008.86	4,566.02
(iv) Depreciation, amortisation and impairment	28	208.34	240.29
(v) CSR Expenses	29	241.14	222.01
(vi) Other Expenses	30	2,655.92	2,353.88
IV Total Expenses		13,066.26	10,684.87
V Profit / (Loss) before exceptional items and tax (III-IV)		12,875.26	13,237.14
VI Exceptional Items		-	-
VII Profit / (Loss) before Tax (V+VI)		12,875.26	13,237.14
VIII Tax Expense			
Current Tax		2,328.97	2,925.10
Deferred Tax		925.23	553.67
Tax adjustment of earlier years		19.74	(261.92)
		3,273.93	3,216.85
IX Profit / (Loss) for the period (VII-VIII)		9,601.33	10,020.29
X Other Comprehensive Income			
(A) (i) Items that will not be reclassified to profit or loss			

STANDALONE

- Remeasurement gain/(loss) on defined benefits plans		(45.22)	(121.57)
- Net gain/(loss) on equity instruments through OCI		23.76	219.38
(ii) Tax impact thereon		5.40	(24.62)
Subtotal (A)		(16.06)	73.19
(B) (i) Items that will be reclassified to profit or loss		-	-
(ii) Tax impact thereon		-	-
Subtotal (B)		-	-
Other Comprehensive Income (A + B)		(16.06)	73.19
XI Total Comprehensive Income for the period		9,585.27	10,093.49
Earning per equity share of face value of Rs. 10 each	31		
Basic (Rs.)		9.59	10.09
Diluted (Rs.)		9.59	10.09
The accompanying notes form an integral part of the financial statements	1-51		

As per our Report of even date

For Vikash Surana and Associates

Chartered Accountants
Firm Regn No. 324128E



CA Vikash Surana

Partner
(M. No. 059958)

Place : Guwahati

Date : 17/07/2025

For and on behalf of the Board of Directors



(P.V.S.L.N. Murty)

Chairman and Managing Director
DIN : 07355708



(Smt. Nandita Hazarika)

Director
DIN: 10349292



(V. K. Agarwal)

Chief Financial Officer &
Company Secretary

STANDALONE STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED MARCH 31, 2025

Rs. in lakhs

A. Equity share capital:			
Equity shares of Rs. 10 each issued, subscribed and fully paid	No. of Shares	Amount Rs.	
As at April 01, 2023	1,000.00	10,000.00	
Changes in Equity share capital due to prior period errors	-	-	
Restated balance at the beginning of the current reporting period	-	-	
Changes in Equity share capital	-	-	
As at March 31, 2024	1,000.00	10,000.00	
As at April 01, 2024	1,000.00	10,000.00	
Changes in Equity share capital due to prior period errors	-	-	
Restated balance at the beginning of the current reporting period	-	-	
Changes in Equity share capital	-	-	
As at March 31, 2025	1,000.00	10,000.00	

B. Other Equity

Particulars	Reserve and Surplus							Other Comprehensive Income				
	North East Equity Fund	Statutory Reserve u/s 45-IC of RBI Act, 1934	Special Reserve created and maintained u/s 36(1) (viii) of the Income Tax Act, 1961	Venture Capital Fund	General Reserve	India Exposition Mart Stalls	Techno Economic Development Fund	Impairment Reserve	Retained Earnings	Equity Instruments through OCI	Actuarial gain/(losses) on post retirement benefits	Total Other Equity
As at April 01, 2024	617.91	20,414.06	15,884.57	1,352.91	41,323.00	107.74	3,956.42	3,315.75	23,406.93	536.08	(220.06)	1,10,695.31
Changes in accounting policies/prior period errors	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance as at April 01,2024	617.91	20,414.06	15,884.57	1,352.91	41,323.00	107.74	3,956.42	3,315.75	23,406.93	536.08	(220.06)	1,10,695.31
Addition/Deletion during the year	8.71	-	-	28.81	(2,048.59)	(8.58)	(428.15)	-	-	-	-	(2,447.80)
Profit/ (Loss) for the year	-	-	-	-	-	-	-	-	9,601.33	17.78	(33.84)	9,585.27
Total Other Comprehensive Income/(Loss)	-	-	-	-	-	-	-	-	-	-	-	-
Dividend	-	-	-	-	-	-	-	-	(800.00)	-	-	(800.00)
Transfer to / from Retained Earnings	-	1,920.27	1,974.04	-	-	-	-	-	(3,894.30)	-	-	-
As at March 31, 2025	626.62	22,334.33	17,858.61	1,381.72	39,274.41	99.17	3,528.27	3,315.75	28,313.96	553.86	(253.90)	1,17,032.79

B. Other Equity Contd: Rs. in lakhs

Particulars	Reserve and Surplus									Other Comprehensive Income		
	North East Equity Fund	Statutory Reserve under RBI Act, 1934	Special Reserve created and maintained u/s 36(1) (viii) of the Income Tax Act, 1961	Venture Capital Fund	General Reserve	India Exposition Mart Stalls	Techno Economic Development Fund	Impairment Reserve	Retained Earnings	Equity Instruments through OCI	Actuarial gain/(losses) on post retirement benefits	Total Other Equity
As at April 01, 2023	615.26	18,410.00	14,566.90	1,328.21	41,940.42	117.46	4,039.98	3,315.75	17,508.37	371.91	(129.09)	1,02,085.18
Changes in accounting policies/prior period errors	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance as at April 01, 2023	615.26	18,410.00	14,566.90	1,328.21	41,940.42	117.46	4,039.98	3,315.75	17,508.37	371.91	(129.09)	1,02,085.18
Addition/Deletion during the year	2.65	-	-	24.69	(617.42)	(9.72)	(83.56)	-	-	-	-	(683.35)
Profit/ (Loss) for the year	-	-	-	-	-	-	-	-	10,020.29	164.16	(90.97)	10,093.49
Total Other Comprehensive Income/(Loss)	-	-	-	-	-	-	-	-	-	-	-	-
Dividend	-	-	-	-	-	-	-	-	(800.00)	-	-	(800.00)
Transfer to / from Retained Earnings	-	2,004.06	1,317.67	-	-	-	-	-	(3,321.73)	-	-	-
As at March 31, 2024	617.91	20,414.06	15,884.57	1,352.91	41,323.00	107.74	3,956.42	3,315.75	23,406.93	536.08	(220.06)	1,10,695.31

As per our Report of even date

For Vikash Surana and Associates
Chartered Accountants
Firm Regn No. 324128E



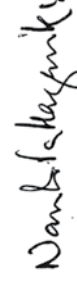
CA Vikash Surana
Partner
(M. No. 059958)

Place : Guwahati
Date : 17/07/2025

For and on behalf of the Board of Directors



(P.V.S.L.N. Murty)
Chairman and Managing Director
DIN : 07355708



(Smt. Nandita Hazarika)
Director
DIN: 10349292



(V. K. Agarwal)
Chief Financial Officer &
Company Secretary

STANDALONE

STANDALONE CASH FLOW STATEMENT

FOR THE YEAR ENDED MARCH 31, 2025

Rs. in lakhs

	For the year ended 31st March, 2025	For the year ended 31st March, 2024
Cash flows from Operating activities		
Net profit before income tax	12,875.26	13,237.14
Adjustment for:		
Depreciation charge for the year	208.34	240.29
Loans Provisions & Write offs	(427.25)	(16.40)
Fixed Assets written off/Loss on sale	-	-
Profit / Loss on sale of Investments	(587.96)	(56.52)
Dividend received	(95.15)	(57.00)
Provision for Gratuity, Leave Encashment and LTC / LTA	571.62	492.21
Operating profit before working capital changes	12,544.86	13,839.73
Adjustments for:		
(Increase) / Decrease in Advances (Financial Assets)	(18,312.40)	(27,521.30)
(Increase) / Decrease in Other Financial Assets	966.93	10,529.34
(Increase) / Decrease in Non Financial Assets	(2,894.43)	(3,186.93)
Increase / (Decrease) in Other Financial Liabilities	(710.02)	11,045.09
Cash Flow from operations	(8,405.06)	4,705.93
Direct Taxes paid (net of refund received)	(2,912.93)	(2,986.13)
Net cash flow / (used in) from operating activities	(11,317.98)	1,719.79
Cash flows from Investing activities		
(Increase) / Decrease in Investment in Equity Instruments	(99.99)	(1,203)
(Increase) / Decrease in Investment in Mutual Funds	(1,630.71)	1,157.18
(Increase)/Decrease in Capital Work in Progress	-	-
Purchase of fixed assets (net of sales)	(251.40)	(104.71)
Dividend Received	95.15	57.00
Profit / Loss on sale of Investments	587.96	56.52
Net cash flow / (used in) from Investing activities	(1,298.99)	(36.60)
Cash flows from Financing activities		
Dividend and Dividend Tax paid	(800.00)	-
Increase / (Decrease) in Borrowings (Financial Liabilities)	15,467.83	8,637.42
Increase / (Decrease) in Capital Reserves / Other Equity Funds	(2,447.80)	(80.91)
Increase / (Decrease) in Non-Financial Liabilities	-	(41.69)
Net cash flow / (used in) from financing activities	12,220.03	8,514.81
Net increase in cash and cash equivalents from Operating, Investing and Financing Activities	(396.94)	10,198
Cash and cash equivalents at beginning of period		
- Own funds	28,364.36	17,881.01
- Nodal Agency and Implementing Agency funds	81.15	366.29
Cash and cash equivalents at end of period		
- Own funds	27,907.60	28,364.36
- Nodal Agency and Implementing Agency funds	140.98	81.15
Note 1		
Cash and cash equivalents consist of cash in hand and balances with banks.		
Cash and cash equivalents included in the cash flow statement comprise the following		
balance sheet amounts:		
Cash and bank balances		
Cash in hand	2	1
Balance at Bank		
-With Scheduled Bank		
(i) In Current Account	27,905	28,364
(ii) In Fixed Deposits		
Balance (TEDF)		
(a) With Scheduled Bank		
(i) In Current Account	141	81
(ii) In Fixed Deposits	-	-
Grand Total	28,049	28,446

As per our Report of even date

For Vikash Surana and Associates

Chartered Accountants
Firm Regn No. 324128E

CA Vikash Surana
Partner
(M. No. 059958)

Place : Guwahati
Date : 17/07/2025

For and on behalf of the Board of Directors

(P.V.S.L.N. Murty)
Chairman and Managing Director
DIN : 07355708

(Smt. Nandita Hazarika)
Director
DIN: 10349292

(V. K. Agarwal)
Chief Financial Officer & Company
Secretary

NOTES TO THE STANDALONE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2025

NOTE 1: MATERIAL ACCOUNTING POLICIES RELATING TO STANDALONE FINANCIAL STATEMENTS

COMPANY INFORMATION

North Eastern Development Finance Corporation Limited ("NEDFi" of the "Company"), CIN no. U65923AS1995GOI004529 was incorporated in the year 1995. The Company is domiciled in India and is limited by shares, having its registered office at NEDFi House, G.S.Road, Guwahati-781006, Assam.

The Company is a Public Limited Company engaged in extending financial assistance in the form of term loans and implementing agency for various government initiatives and schemes, and is a Systemically Important (Non-Deposit Accepting or Holding) Non-Banking Finance Company (NBFC) registered with Reserve Bank of India (RBI) as an Investment and Credit Company (ICC). The Scale Based Regulations ("SBR") were notified by the Reserve Bank of India ("RBI") vide its Master Direction dated October 19, 2023 pursuant to which the company is classified as NBFC in the Middle Layer (ML).

BASIS OF PREPARATION

■ Compliance with IND AS

The financial statements comply in all material aspects with Indian Accounting Standards (IND AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

The accounting policies are consistently followed by the Corporation and changes in accounting policy are separately disclosed.

■ Historical Cost Convention

The financial statements are prepared on the historical cost convention and on the accrual basis of

accounting, except for certain financial instruments which are measured at fair values as required by relevant Ind AS. The financial statements conform to statutory provisions and practices prevailing in India and in accordance with the generally accepted accounting principles,

The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amount of assets and liabilities as on the date of financial statements and the reported income and expenses for the reporting period. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Future results could differ from these estimates. Any revision in the accounting estimates is recognized prospectively in the current and future period.

■ Presentation of Financial Statement

The financial statements of the Corporation are presented as per Schedule III (Division III) of the Companies Act, 2013 applicable to NBFCs, as notified by the Ministry of Corporate Affairs (MCA). The financial statements are presented in Indian Rupees (INR) and all values are rounded to the nearest lakhs, unless otherwise indicated.

A. Use of Estimates

The preparation of financial statements is in conformity with Indian Accounting Standards (IND AS) which requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

Following are the areas that involved a higher degree of estimates and judgements or complexity:

- Effective Interest Rate (EIR) Method.
- Impairment of Financial Assets- Expected Credit Loss model.
- Provisions and other contingent liabilities.
- Defined Benefit Plans.
- Provisions for Income Tax and deferred tax assets.
- Fair value measurements.
- Sole Payments of Principal & Interest Test (SPPI Test).

B. Property, Plant & Equipment

Property, plant and equipment are stated at their cost of acquisition, installation or construction (net of any recoverable amount, wherever applicable) less accumulated depreciation, amortization and impairment losses if any, except freehold land which is carried at cost. Cost comprises the purchase price, installation and attributable cost of bringing the asset to working condition for its intended use. The company depreciates property, plant and equipment over their estimated useful lives using written down value method. The estimated useful lives of assets are as follows:

Building	60 years
Building other than above	30 years
Lift	15 years
Water Installation	15 years
Electrical Installation	10 years
Air Conditioning System	15 years
Fire Alarm System	15 years
UPS System	6 years
Machineries	15 years
Furniture & Fixture	10 years
Interior Furnishings	10 years
Office Equipments	5 years
Computers	3 years
Office Space at Agartala	60 years
Solar Plant at HO	8 years

Useful lives for some assets have been considered different from the useful lives as prescribed in

Companies Act 2013. Advances paid towards the acquisition of property, plant and equipment outstanding at each Balance sheet date is classified under Other Financial Assets.

In accordance with Ind AS 116- Leases, w.e.f 1st April 2019, the Right-of-use assets are initially recognized at cost which comprises of lease liability recognized at inception for lease payments made at commencement date of lease. These are subsequently measured at cost less accumulated depreciation. Right-of -use assets are depreciated on a straight line basis over the shorter of the lease term and useful life of the underlying asset (premature termination of lease).

Collateral repossessed

In the normal course of business, the Corporation repossess assets/properties in its loan portfolio both symbolically or otherwise and also engages recovery agents to repossess and recover funds, generally by selling at auction, to settle outstanding amount. The Corporation's interest lies only in recovery of loan and does not recognize any future economic benefits accruing from such assets as stated in Ind AS 16 : Property, Plant and Equipment. Any surplus funds are returned to the customers/ obligors. As a result of this practice, the assets / properties under legal repossession processes are not separately recorded on the balance sheet.

C. Capital Work In Progress

Capital work in progress is carried at cost and includes any directly attributable cost incurred during construction period.

D. Depreciation

Depreciation on Property, Plant and Equipment is provided on Written Down Value Method in the manner specified in Schedule II to the Companies Act, 2013. Depreciation on the fixed assets added / disposed off during the year is provided on pro rata basis with reference to the date of addition / disposal. The components of property, plant and equipment whose value is Rs. 1 Crore or more and whose life is assessed to be different has been recorded and depreciated separately. The identified components are depreciated over their assessed

useful life. Depreciation methods, useful life and residual values are reviewed in each financial year and changes if any, are accounted for prospectively.

E. Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses.

Amortisation

An intangible asset is recognized when it is probable that the future economic benefits that are attributable to the asset will flow to the Corporation and the cost of the asset can be measured reliably. The depreciate amount of an intangible asset is allocated over its estimated useful life. Expenditure on purchased software and IT related expenditure are amortised over a period of five years.

F. Leases

Where NEDFi is a lessee

The corporation's lease asset classes primarily consist of leases for office spaces. The corporation assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Corporation assesses whether

- a) The contract involves the use of an identified asset.
- b) The corporation has substantially all of the economic benefits from use of the asset through the period of the lease and
- c) The corporation has the right to direct the use of the asset.

At the date of commencement of the lease, the Corporation recognizes a right-of- use asset (ROU) and a corresponding lease liability for all lease arrangements in which it is lessee, except for leases with a term of 12 months or less and low value leases. For these short term leases, the Corporation recognizes the lease payments as an operating

expense on a straight line basis over the term of the lease.

Measurement of lease liability

At the time of initial recognition, NEDFi measures lease liability as PV of all lease payments discounted using Corporation's incremental borrowing rate assumed @ 8% i.e. the rate charged to borrowers from micro, small and medium sector. Subsequently the lease liability is

- a) Increased by interest on lease liability;
- b) Reduced by lease payments made; and
- c) Remeasured to reflect any reassessment or lease modification.

Measurement of rights-of-use assets

At the time of initial recognition, NEDFi measures ROU as PV of all lease payments. Subsequently ROU assets is measured using Cost less accumulated depreciation as per specified in Ind AS 116 "Leases".

Exception on ROU assets for low value assets and short term leases has been adopted by the Corporation.

Where NEDFi is a lessor

Leases in which the Corporation does not transfer substantially all the risks and benefits of the ownership of assets are classified as operating leases. Lease income of operating asset is recognized in the Statement of Profit and loss.

G. Government Grants:

In terms of Ind AS 20 issued by the ICAI, Government grants are recognized as and when it is actually received. Revenue grants are recognized in the Profit and Loss Account. Other grants are credited to the fund accounts / carried over as Deferred Grant against which expenses and provisions & losses for diminution in value of assets representing the fund / depreciation on assets created out of the grant is charged / recouped.

H. Classification and measurement of Financial Assets:

On initial recognition, a financial asset is classified as measured as follows:

Amortized cost –

The Corporation's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios being the level at which they are managed. The financial asset is held with the objective to hold financial asset in order to collect contractual cash flows as per the contractual terms that give rise on specified dates to cash flows that are solely payment of principal and interest ('SPPI') on the principal amount outstanding. Accordingly, the Corporation measures Bank balances, Loans, Trade receivables and other financial instruments at amortized cost.

FVOCI - debt instruments -

The Corporation measures its debt instruments at FVOCI when the instrument is held within a business model, the objective of which is achieved by both collecting contractual cash flows and selling financial assets; and the contractual terms of the financial asset meet the SPPI test.

FVOCI - equity instruments -

The Corporation subsequently measures all equity investments at fair value through profit or loss, unless the management has elected to classify irrevocably some of its equity instruments at FVOCI, when such instruments meet the definition of Equity under Ind AS 32 Financial Instruments and are not held for trading.

If the Corporation decides to classify an equity instrument as at FVOCI, then all fair value changes on the instrument, excluding dividends, are recognised in other comprehensive income. This cumulative gain or loss is not reclassified to statement of profit and loss on disposal of such instruments.

Investments representing equity interest in subsidiary and associate are carried at cost less any provision for impairment.

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Corporation changes its business model for managing financial assets. If the Corporation decides to classify an equity instrument as at FVOCI, then all fair value changes on the

instrument, excluding dividends, are recognised in other comprehensive income. This cumulative gain or loss is not reclassified to statement of profit and loss on disposal of such instruments. Investments representing equity interest in subsidiary and associate are carried at cost less any provision for impairment. All financial assets not classified as measured at amortized cost or FVOCI are measured at FVTPL (E.g. investment in units of mutual funds).

Subsequent measurement of financial assets

Financial assets at amortized cost are subsequently measured at amortized cost using effective interest method. The amortized cost is reduced by impairment losses. Interest income, and impairment provisions are recognized in Statement of profit and loss. Any gain and loss on derecognition is recognized in Statement of profit and loss. Debt investment at FVOCI are subsequently measured at fair value. Interest income at coupon rate and impairment provision, if any, are recognized in Statement of profit and loss. Net gains or losses on fair valuation are recognized in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to Statement of profit and loss. For equity investments, the Corporation makes an election on an instrument-by-instrument basis to designate equity investments as measured at FVOCI. These elected investments are measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in the reserves. The cumulative gain or loss is not reclassified to Statement of profit and loss on disposal of the investments. These investments in equity are not held for trading. Instead, they are held for strategic purpose. Dividend income received on such equity investments are recognized in Statement of profit and loss. Equity investments that are not designated as measured at FVOCI are designated as measured at FVTPL and subsequent changes in fair value are recognized in Statement of profit and loss. Financial assets at FVTPL are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in Statement of profit and loss.

I. Determination of fair value :

On initial recognition, all the financial instruments

are measured at fair value. For subsequent measurements, the Corporation measures certain categories of financial instruments at fair value on each balance sheet date. The Corporation has established procedures with respect to the measurement of fair values. The Corporation uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs. Ind AS 113 : Fair Value Measurement does not prescribe hierarchy for valuation techniques however Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows :

- Level 1: Quoted prices (unadjusted) in active markets for identical assets and liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

J. Impairment of Financial Assets :

As per prudential norms for advances issued by RBI from time to time, assets representing loans and other assistance portfolios are classified based on record of recovery as standard, sub-standard, doubtful and loss assets and provisions is made for assets as per the said guidelines as applicable to Banks, NBFCs etc. In the case of loan accounts classified as NPAs, as account may be reclassified as a performing account if it conforms to the guidelines prescribed by the regulators. A general provision of 0.40% is made against Standard Assets, except in case of Commercial Real Estate, where the provision is made @ 1.00 %. A provision of 5.00 % is made against restructured standard accounts as per extant RBI guidelines. The Corporation is following a higher provisioning norm that that is applicable for NBFC/Bank. This practice is being followed consistently over the years to maintain a higher provisioning coverage ratio and a lower Net NPA Ratio.

The Corporation recognizes lifetime expected credit losses (ECL) when there has been a significant increase in credit risk since initial recognition and when the financial instrument is credit impaired. If the credit risk on the financial instrument has not increased significantly since initial recognition, the Corporation measures the loss allowance for that financial instrument at an amount equal to 12 month ECL. The assessment of whether lifetime ECL should be recognized is based on significant increases in the likelihood or risk of a default occurring since initial recognition. 12 month ECL represents the portion of lifetime ECL that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date. When determining whether credit risk of a financial asset has increased significantly since initial recognition and when estimating expected credit losses, the Corporation considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, including on historical experience and information specific relevant to North East Region of India.

The expected credit losses on these financial assets are estimated using a provision matrix based on the Corporation's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the forecast direction of conditions at the reporting date. Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument. Loss allowances for financial assets including Trade Receivables from Consultancy & Advisory are deducted from the gross carrying amount of the assets. No loss allowance is recognized for loans measured at FVTPL.

The Corporation has not recognized any loss allowance on Trade Receivables of the Corporation comprising of rent receivables from operating leases since the Corporation has no past experience of any impairment on these receivables.

K. Derecognition of financial assets:

A financial asset is derecognised only when :

The Corporation has transferred the rights to receive cash flows from the financial asset, or the contractual rights to the cash flows from the financial assets expires.

Retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the Corporation has transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised.

Where the Corporation has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Corporation has not retained control of the financial asset.

L. Financial liabilities

Initial recognition and measurement

The Corporation recognises all the financial liabilities on initial recognition at fair value minus, in the case of a financial liability not at fair value through Profit and Loss, transaction costs that are directly attributable to the acquisition or issue of the financial liability.

Subsequent measurement

All the financial liabilities are classified as subsequently measured at amortised cost, except for those measured at fair value through profit or loss.

De-recognition of financial liabilities

The Corporation de-recognises financial liabilities when, and only when, the Corporation's obligations are discharged, cancelled or they expire.

M. Cash and Cash Equivalents

Cash and cash equivalents for the purpose of cash flow statement comprise cash in hand, demand deposits with banks and other short-term highly liquid investments/deposits with an original maturity of three months or less.

N. Borrowing

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any

difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method.

Borrowings are removed from the Balance Sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other income or finance costs.

Borrowings are classified as current liabilities unless the Corporation has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

O. Revenue Recognition

- a) Interest income is recognized in Statement of profit and loss using the effective interest method for loans and advances other than credit-impaired assets.

Effective Interest Rate (EIR) Method

The 'effective interest rate' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument and is based on best estimate of a constant rate of return over the expected life of the loans given. The calculation of the effective interest rate considers transaction cost/income (upfront fees) that are an integral part of the contract. Transaction costs/income include incremental costs and income that are directly attributable to the acquisition of financial asset. This estimation, by nature, requires an element of judgement regarding the expected behaviour and life-cycle of the instruments.

- b) Any differences between the fair values of financial assets classified as fair value through the profit or loss, held by the Corporation on the balance sheet date is recognised as an unrealised gain/loss. In cases there is a net gain in the aggregate, the same is recognised in “Net gains on fair value changes” under Revenue from operations and if there is a net loss the same is disclosed under “Expenses” in the statement of profit and loss.

Similarly, any realised gain or loss on sale of financial instruments measured at FVTPL and debt instruments measured at FVOCI is recognised in net gain / loss on fair value changes.

- c) Interest charged from loans provided to staff at concessional rates have been recognized as per market rate and prepaid employee benefit expenses have been recognized in profit and loss as per amortization basis.
- d) Dividends are recognized in Statement of profit and loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company and the amount of the dividend can be measured reliably.
- e) Interest income from investments is recognized when it is certain that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable.
- f) All other incomes and expenses except, interest on refund of tax or on demand tax, rates, taxes & insurance and CSR expenses are accounted for on accrual basis.
- g) The income from Techno Economic Development Fund is accounted on cash basis except interest on fixed deposit which is appropriated to that account resulting in appreciation of fund including changes in fair value.

P. Taxation:

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Current income tax relating to items recognised outside the statement of profit and loss is recognised outside the statement of profit and loss (either in other comprehensive income or in equity). Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax assets and liabilities are recognised for taxable or deductible temporary differences arising between the tax bases of assets and liabilities and their carrying amounts. In case of taxable temporary difference Deferred Tax Liability is created and when there is deductible temporary difference Deferred Tax Asset is created. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the reporting date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets and liabilities are offset where there is a legally enforceable right to offset current tax assets and liabilities and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities are realized simultaneously.

Goods and services tax paid on acquisition of assets or on incurring expenses

Expenses and assets are recognised net of the goods and services tax paid, except when the tax incurred on a purchase of assets or services is not recoverable from the taxation authority or capitalized in the case of Property, Plant and Equipment, in which case, the tax paid is recognised as part of the cost of acquisition of the asset or as part of the expense item, as applicable.

The net amount of tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the balance sheet.

Q. Employee Benefits:

The undiscounted amount of short – term employee benefits, such as medical benefits, casual leave, etc. which are expected to be paid in exchange for the services rendered by employees are recognized during the period when the employee renders the services.

Retirement benefit in the form of Provident Fund is charged to the Profit and Loss Account as an expense in the year to which it relates. The Corporation provides gratuity and leave encashment to all eligible employees, which are defined benefit plans. The Corporation partially makes annual contribution to LIC for gratuity against gratuity policy taken and balance of gratuity amount and full of leave encashment amount is provided based on an independent actuarial valuation carried out annually.

The cost of providing defined benefits is determined using the projected unit credit method, with actuarial valuation being carried out at each balance sheet date. Actuarial gain / losses are immediately recognized in the statement of profit & loss account and are not deferred.

R. Segment Reporting:

The Corporation operates in three segments of business:

1. Lending and Financing Activities
2. Management of Surplus Funds
3. Others

The segments have been identified and reported taking into account the nature, returns and risks involved. The organization structure and internal reporting structure are taken into account for the purpose of determining segment results.

The revenues reported under “Lending and Financing Activities” segment include interest income and other charges on lending. The said segment being the major segment of business of the Corporation, all expenses of the Corporation is classified as expenses against the aforesaid segment.

The revenues reported under “Management of Surplus Funds” segment consist of interest income

and profit / (Loss) on sale of investments of surplus funds.

The revenues reported under “Others” segment consists of segments not classified above.

S. Dividends

Dividends paid is recognised in the period in which the interim dividends are approved by the Board of Directors, or in respect of the final dividend when approved by shareholders. The corresponding amount is recognised directly in equity.

T. Earnings per Share

The Corporation reports basic and diluted earnings per share in accordance with Ind AS 33 – ‘Earnings per Share’ issued by the ICAI. Basic earnings per share are computed by dividing the net profit after tax by the weighted average number of equity shares outstanding for the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share are computed using the weighted average number of equity shares and dilutive potential equity shares outstanding at the year end.

U. Provision, Contingent Liabilities and Contingent Assets:

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the Notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

V. New amendments to existing standards :

Ministry of Corporate Affairs (“MCA”) notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. As on March 31, 2025, there is no new standard notified or amendment to any of the existing standards under Companies (Indian Accounting Standards) Rules, 2015.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2025

Rs. in lakhs

Note 2 : CASH AND CASH EQUIVALENTS	As at 31 st March, 2025	As at 31 st March, 2024
Cash in hand	2.34	0.50
Cheque in hands	42.66	17.16
Balances with banks in current accounts	27,862.60	28,346.70
Balances with banks in current accounts(TEDF)	140.98	81.15
	28,048.58	28,445.52

Rs. in lakhs

Note 3 : BANK BALANCE OTHER THAN (2) above	As at 31 st March, 2025	As at 31 st March, 2024
Term deposits with maturity less than 12 months		
- Free	396.00	564.29
- Under lien	83.67	5.84
- Free (TEDF)	1,313.05	3,400.00
	1,792.72	3,970.13

Rs. in lakhs

Note 4 : Receivables	As at 31 st March, 2025	As at 31 st March, 2024
Trade Receivables(Unsecured, Considered good)		
- Consultancy & Advisory Charges Receivable	1,974.24	1,995.25
- Rent and Hall Charges Receivable	29.98	34.00
Trade Receivables(Unsecured, Which have significant increase in credit risk)		
- Consultancy & Advisory Charges Receivable	18.55	28.66
- Rent and Hall Charges Receivable	-	-
	2,022.76	2,057.92
Less : Impairment Loss Allowance	(24.00)	(24.00)
	1,998.76	2,033.92

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Trade Receivables aging schedule :
As at 31st March 2025 :

Rs. in lakhs

Particulars	Outstanding for following periods from due date of payment				More than 3 years	Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years		
(i) Undisputed Trade receivables - considered good	362.28	208.15	874.98	346.65	212.15	2004.22
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	0.00	0.24	0.73	0.00	17.58	18.55
(iii) Undisputed Trade Receivables - credit impaired						
(iv) Disputed Trade Receivables -considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-

As at 31st March 2024 :

Particulars	Outstanding for following periods from due date of payment				More than 3 years	Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years		
(i) Undisputed Trade receivables - considered good	930.88	232.89	629.18	230.16	6.15	2029.26
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	0.80	3.28	0.00	6.15	18.42	28.66
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables -considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables -	-	-	-	-	-	-

Rs. in lakhs

Note 5 : LOANS	As at 31 st March, 2025	As at 31 st March, 2024
A. Loans :		
(i)Term Loans (at amortised cost)	2,01,367.25	1,82,663.41
Less : Impairment Loss Allowance	4,074.28	4,003.75
Sub total Net (i)	1,97,292.97	1,78,659.65
(ii)Term Loans to staff(at FVTPL)		
Related Party	20.10	31.89
Others	2,847.77	2,729.65
Less : Impairment Loss Allowance	-	-
Sub total Net (ii)	2,867.87	2,761.54
Total (Net)- A (i+ii)	2,00,160.84	1,81,421.19
B.		
(i) Secured by tangible assets	1,95,531	1,77,132
(ii) Secured by intangible assets	-	-
(iii) Covered by Bank/Government guarantees	-	-
(iv) Unsecured	8,704.40	8,293.25
Total (Gross)	2,04,235.12	1,85,424.94
Less : Impairment Loss Allowance	4,074.28	4,003.75
Total (Net)- B	2,00,160.84	1,81,421.19
C.		
(i) Loans in India		
a) Public Sector	-	-
b) Others	2,04,235.12	1,85,424.94
Total (Gross)	2,04,235.12	1,85,424.94
Less : Impairment Loss Allowance	4,074.28	4,003.75
Total (Net) - C (i)	2,00,160.84	1,81,421.19
(ii) loans outside India	-	-
Less : Impairment loss allowance	-	-
Total (Net) - C (ii)	-	-
Total (Net) - C (i+ ii)	2,00,160.84	1,81,421.19

Note: There is no loan asset measured at FVOCI. There is no impairment loss allowance in staff loans which are recognised at FVTPL.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2025

Note 6 : Investments	As at 31 st March 2025						As at 31 st March 2024						Rs. in lakhs
	Fair Value						Fair Value						
	Amortised Cost	Through OCI	Through P & L	Sub-Total	Others (At cost)	Total	Amortised Cost	Through OCI	Through P & L	Sub-Total	Others (At cost)	Total	
Units of mutual funds	-	-	2,808.33	2,808.33	-	2,808.33	-	-	1,177.61	1,177.61	-	1,177.61	
Investment in Equity Instruments													
Unquoted													
Premier Cryogenics Limited (Unquoted 200000 shares of Rs 10/- each)	-	399.65	-	399.65	-	399.65	-	353.17	-	353.17	-	353.17	
Gauhati Neurological Research Centre Limited (Unquoted 250,000 shares @ 10/- per share)	-	449.33	-	449.33	-	449.33	-	347.15	-	347.15	-	347.15	
Konoklota Mahila Urban Co-Op Bank Ltd. (Unquoted 5,000 shares @ 100/- per share)	-	49.11	-	49.11	-	49.11	-	30.58	-	30.58	-	30.58	
RGVN (North East) Microfinance Ltd. (Unquoted 3,000,000 Equity Shares @ 10/- per share)	-	1,312.53	-	1,312.53	-	1,312.53	-	1,312.80	-	1,312.80	-	1,312.80	
Nightingale Finvest Pvt. Ltd. (Unquoted 665,000 Equity Shares of 10/- per share)	-	169.66	-	169.66	-	169.66	-	154.61	-	154.61	-	154.61	
YVU Financial Services Pvt. Ltd. (Unquoted 50,000 Equity Shares of 100/- per share)	-	97.56	-	97.56	-	97.56	-	92.51	-	92.51	-	92.51	
Grameen Development & Finance Pvt. Ltd. (Unquoted 500,000 Equity Shares of 10/- per share)	-	60.37	-	60.37	-	60.37	-	59.17	-	59.17	-	59.17	
North East Small Finance Bank Limited	127.13	-	-	127.13	-	127.13	-	291.61	-	291.61	-	291.61	

Rs. in lakhs

Note 6 : Investments	As at 31 st March 2025						As at 31 st March 2024					
	Fair Value						Fair Value					
	Amortised Cost	Through OCI	Through P & L	Sub-Total	Others (At cost)	Total	Amortised Cost	Through OCI	Through P & L	Sub-Total	Others (At cost)	Total
(Unquoted 97,96,383 Equity Shares of 10/- per share)												
Investment in Equity Instruments of subsidiaries												
NEDFi Venture Capital Ltd.	-	-	-	-	4.94	4.94	-	-	-	-	4.94	4.94
{Unquoted 49,400 Equity Shares of 10/- per share, fair value Rs.355.94/- (P.Y. Rs. 334.45/-)}												
NEDFi Trustee Ltd.	-	-	-	-	4.94	4.94	-	-	-	-	4.94	4.94
{Unquoted 49,400 Equity Shares of 10/- per share, fair value Rs. 24.89/- (P.Y. Rs. 18.93/-)}												
Investment in Preference Shares												
Ajagar Finance Private Limited	-	-	52.42	52.42	-	52.42	-	-	51.85	51.85	-	51.85
(500000 optionally convertible preference shares of Rs.10/- each)												-
Grameen Development & Finance Pvt. Ltd.	-	-	265.65	265.65	-	265.65	-	-	260.35	260.35	-	260.35
(2000000 optionally convertible preference shares of Rs. 10/- each)												-
Nightingale Finvest Pvt. Ltd.	-	-	561.28	561.28	-	561.28	-	-	511.49	511.49	-	511.49
(2000000 optionally convertible preference shares of Rs. 10/- each)												-
YVU Financial Services Private Limited	-	-	214.62	214.62	-	214.62	-	-	203.53	203.53	-	203.53
(1000000 optionally convertible preference shares of Rs. 10/- each)												-
SATRA Development Pvt Ltd	-	-	75.20	75.20	-	75.20	-	-	74.38	74.38	-	74.38
(50000 optionally convertible preference shares of Rs. 100/- each)												-
Investment in Bonds	1,000.00	-	-	-	-	1,000.00	1,000.00	-	-	-	-	1,000.00
North East Small Finance Bank Limited												

STANDALONE

Rs. in lakhs

Note 6 : Investments	As at 31 st March 2025						As at 31 st March 2024					
	Fair Value						Fair Value					
	Amortised Cost	Through OCI	Through P & L	Sub-Total	Others (At cost)	Total	Amortised Cost	Through OCI	Through P & L	Sub-Total	Others (At cost)	Total
(10 Units of Unsecured Redeemable Non-Convertible Subordinated Tier II bonds of 100 lakh each)												
Investment in NRL Ideation Angel Fund					225.00	225.00					215.81	215.81
{Value as on 31.03.2024 Rs. 196.67/- lakhs(P.Y. 200.74)}												
Investment in Associates												
North East Venture Fund		-	-	-	6,267.59	6,267.59		-	-	-	6,268.12	6,268.12
{Value as on 31.03.2025 Rs. 4920.09/- lakhs(P.Y. Rs. 4935.54/- lakhs)}												
Total - Gross (A)	1,000.00	2,665.35	3,977.50	6,642.85	6,502.47	14,145.33	1,000.00	2,641.60	2,279.21	4,920.81	6,493.81	12,414.62
i) Investments outside India	-	-	-	-	-	-	-	-	-	-	-	-
ii) Investments in India	1,000.00	2,665.35	3,977.50	6,642.85	6,502.47	14,145.33	1,000.00	2,641.60	2,279.21	4,920.81	6,493.81	12,414.62
Total- Gross (B)	1,000.00	2,665.35	3,977.50	6,642.85	6,502.47	14,145.33	1,000.00	2,641.60	2,279.21	4,920.81	6,493.81	12,414.62
Less : Allowance for Impairment Loss (C)	-	-	-	-	-	-	-	-	-	-	-	-
Total - Net D (A- C)	1,000.00	2,665.35	3,977.50	6,642.85	6,502.47	14,145.33	1,000.00	2,641.60	2,279.21	4,920.81	6,493.81	12,414.62

Investment in units of mutual funds are measured based on their published NAV- based on quoted market price. Such instruments are usually Level 1 or 2 hierarchy of fair value. In respect of shares / scrips / bonds quoted in recognised stock exchange and traded, latest quotation nearest to the balance sheet date is taken to ascertain the market value. Such instruments are usually Level 1 hierarchy of fair value. In respect of unquoted shares / quoted and non-traded/scrips / bonds/preference shares, fair value is ascertained by dividing the net worth with the number of shares as per the latest available audited Balance Sheet. Such instruments are usually Level 3 hierarchy of fair value (unobservable inputs). All investments other than mutual fund units are valued using net worth method except in case of investment in subsidiary and associate where the investment is recognised at cost. No impairment loss have been recognised.

Rs. in lakhs

Note 7 : OTHER FINANCIAL ASSETS	As at 31 st March, 2025	As at 31 st March, 2024
Interest Receivable on Loans & Advances	848.66	876.66
Interest Receivable on Fixed Deposits	9.15	50.72
Interest Receivable on Fixed Deposits (TEDF)	128.83	225.37
Interest Receivable on Staff Housing Loan	536.66	474.98
Interest Receivable on Bond	11.89	10.67
Advances to Others	74.31	85.12
Advances to Staff	31.43	23.92
Earnest Money Deposit	16.31	38.76
Security Deposits (Unsecured, Considered good)	35.15	35.15
Term deposits with banks (maturity more than 12 months)		
- Free	-	0.45
- Under Lien	44.34	34.91
- Free (TEDF)	1,326.62	-
Other receivables	336.87	297.89
	3,400.24	2,154.61

Note 8 : CURRENT TAX ASSETS(NET)	As at 31 st March, 2025	As at 31 st March, 2024
Advance Payment of Income tax & TDS	3,188.65	-
Less: Provision for Income Tax	(2,328.97)	-
	859.69	-

STANDALONE

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2025

Note: 9A - PROPERTY PLANT AND EQUIPMENT

Sl. No.	Particulars	Gross Block			Depreciation/ Amortisation			Net Block		Rs. in lakhs	
		As on 01.04.2024	Addition/ Adjustment during the period	Deduction/ Adjustment during the period	As on 31.03.2025	Upto 01.04.2024	During the period	Adjustment during the period	Upto 31.03.2025		As on 31.03.2025
1	<u>Land</u>										
	Freehold Land at Dispur	169.70	-	-	169.70	-	-	-	-	169.70	169.70
	Freehold Land at Khanapara	924.00	-	-	924.00	-	-	-	-	924.00	924.00
2	<u>Buildings</u>										
	Head Office Building	1,927.77	-	-	1,927.77	1,009.84	49.56	-	1,059.40	868.37	917.93
	Office at Agartala	143.67	-	-	143.67	47.69	4.67	-	52.37	91.30	95.98
3	<u>Plant & Equipment</u>										
	Air Conditioning System	447.06	4.43	-	451.49	408.08	7.52	-	415.59	35.89	38.98
	Electrical Installation	264.13	-	-	264.13	250.92	-	-	250.92	13.21	13.21
	Fire Alarm System	36.73	-	-	36.73	34.28	0.48	-	34.76	1.97	2.45
	Lift	79.56	-	-	79.56	74.26	1.03	-	75.29	4.27	5.31
	Machineries	107.67	14.45	-	122.12	85.31	4.10	-	89.41	32.71	22.36
	UPS System	14.90	-	-	14.90	14.16	-	-	14.16	0.75	0.75
	Water Installation System	15.88	-	-	15.88	14.82	0.21	-	15.03	0.85	1.06
	Solar Panels	31.19	-	-	31.19	25.09	0.96	-	26.05	5.14	6.10
	Computers	356.04	114.65	0.31	470.38	318.56	41.62	0.30	360	110.49	37.48
4	<u>Furniture & Fixtures</u>										
	Furniture & Fixtures (HO)	158.69	8.54	-	167.23	130.36	6.99	-	137.35	29.88	28.33
	Interior Furnishings & Fittings	1,251.01	-	-	1,251.01	1,113.82	25.54	-	1,139.36	111.65	137.19
5	<u>Vehicle</u>										
		39.84	-	-	39.84	26.08	4.09	-	30.16	9.68	13.77
6	<u>Office Equipments</u>										
		107.37	27.78	-	135.16	98.00	13.29	-	111.29	23.87	9.38
	Total - A	6,075.22	169.85	0.31	6,244.75	3,651.26	160.06	0.30	3,811.02	2,433.74	2,422.96

Rs. in lakhs

Note: 9B -PROPERTY PLANT AND EQUIPMENT- INTANGIBLE ASSETS

		Gross Block				Depreciation/ Amortisation				Net Block	
Sl. No.	Particulars	As on 01.04.2024	Addition/ Adjustment during the period	Deduction/ Adjustment during the period	As on 31.03.2025	Upto 01.04.2024	During the period	Adjust- ment during the period	Upto 31.03.2025	As on 31.03.2025	As on 31.03.2024
1	Computer Software	-	-	-	-	-	-	-	-	-	-
	Total Intangible Assets (B)	-	-	-	-	-	-	-	-	-	-

Rs. in lakhs

Note: 9C -PROPERTY PLANT AND EQUIPMENT- Rights-Of-Use Assets

Sl. No.	Particulars	Gross Block			Depreciation/ Amortisation				Net Block		
		As on 01.04.2024	Addition/ Adjustment during the period	Deduction/ Adjustment during the period	As on 31.03.2025	Upto 01.04.2024	During the period	Adjustment during the period	Upto 31.03.2025	As on 31.03.2025	As on 31.03.2024
1	Rights-Of-Use Assets (Leasehold premises)	413.45	121.22	115.34	419.33	151.02	56.86	75.69	132.20	287.13	262.43
	Total ROU Assets (C)	413.45	121.22	115.34	419.33	151.02	56.86	75.69	132.20	287.13	262.43
	Total Assets (A+B+C)	6,488.66	291.07	115.65	6,664.08	3,802.28	216.91	75.98	3,943.21	2,720.87	2,685.39
	Capital Work In Progress									0.87	0.87

9D * Building includes Rs. 199,51,364/- (previous year Rs. 199,51,364/-) towards Permanent Stalls at India Exposition Mart, Noida, acquired out of grant received from the North Eastern Council, Shillong. As per IND AS-16, the asset has been taken at cost in the books and the corresponding depreciation is charged to the fund every year.

9E On transition to IND AS, NEDFI has elected to continue with the carrying value of all of its property, plant & equipment recognised at gross block as at 1st April, 2018 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

9F Depreciation on permanent stalls at IEM was provided by taking useful life as 60 years till 2019-20. But as per recommendation of CAG, the useful life of the said asset is changed from 60 years to 30 years, and accordingly depreciation for the year was calculated by taking the useful as 30 years. This change of useful life is taken as change in accounting estimate. Had the useful life been taken as 30 years since adoption of Schedule II of Companies Act 2013, since 2014-15, the total depreciation would have been Rs. 11,359,896/- ,whereas by taking useful life as 60 years the total depreciation has amounted to Rs. 78,97,993/- . Thus depreciation to the extent of Rs. 34,61,903/- has remained unabsorbed. This amount will be amortised over the remaining useful life of the asset.

As at 31st March 2024

Note: 9A - PROPERTY PLANT AND EQUIPMENT

Rs. in lakhs

Sl. No.	Particulars	Gross Block			Depreciation/ Amortisation				Net Block		
		As on 01.04.2023	Addition/ Adjustment during the period	Deduction/ Adjustment during the period	As on 31.03.2024	Upto 01.04.2023	During the period	Adjust-ment during the period	Upto 31.03.2024	As on 31.03.2024	As on 31.03.2023
1	<u>Land</u>										
	Freehold Land at Dispur	169.70	-	-	169.70	-	-	-	-	169.70	169.70
	Freehold Land at Khanapara	924.00	-	-	924.00	-	-	-	-	924.00	924.00
2	<u>Buildings</u>										
	Head Office Building	1,927.77	-	-	1,927.77	957.04	52.80	-	1,009.84	917.93	970.72
	Office at Agartala	143.67	-	-	143.67	42.78	4.91	-	47.69	95.98	100.89
3	<u>Plant & Equipment</u>										
	Air Conditioning System	447.06	-	-	447.06	398.96	9.12	-	408.08	38.98	48.10
	Electrical Installation	264.13	-	-	264.13	250.92	-	-	250.92	13.21	13.21
	Fire Alarm System	36.73	-	-	36.73	33.69	0.59	-	34.28	2.45	3.04
	Lift	79.56	-	-	79.56	72.98	1.28	-	74.26	5.31	6.59
	Machineries	105.79	3.72	1.84	107.67	82.63	4.43	1.75	85.31	22.36	23.17
	UPS System	14.90	-	-	14.90	14.16	-	-	14.16	0.75	0.75
	Water Installation System	15.88	-	-	15.88	14.57	0.26	-	14.82	1.06	1.31
	Solar Panels	31.19	-	-	31.19	23.78	1.31	-	25.09	6.10	7.41
	Computers	348.72	8.75	1.43	356.04	286.74	33.18	1.36	318.56	37.48	61.99
4	<u>Furniture & Fixtures</u>										
	Furniture & Fixtures (HO)	145.53	13.15	-	158.69	123.47	6.89	-	130.36	28.33	22.07
	Interior Furnishings & Fittings	1,240.56	10.45	-	1,251.01	1,078.30	35.52	-	1,113.82	137.19	162.26
5	<u>Vehicle</u>										
	Vehicle	39.84	-	-	39.84	20.13	5.95	-	26.08	13.77	19.72
6	<u>Office Equipments</u>										
	Office Equipments	119.34	0.59	12.56	107.37	104.78	5.14	11.93	98.00	9.38	14.56
	Total - A	6,054.38	36.65	15.82	6,075.22	3,504.90	161.38	15.03	3,651.26	2,423.96	2,549.48

Rs. in lakhs

Note: 9B -PROPERTY PLANT AND EQUIPMENT- INTANGIBLE ASSETS

Sl. No.	Particulars	Gross Block				Depreciation/ Amortisation				Net Block	
		As on 01.04.2023	Addition/ Adjustment during the period	Deduction/ Adjustment during the period	As on 31.03.2024	Upto 01.04.2023	During the period	Adjust- ment during the period	Upto 31.03.2024	As on 31.03.2024	As on 31.03.2023
1	Computer Software	342.02	-	-	342.02	307.82	34.20	-	342.02	-	-
	Total Intangible Assets (B)	342.02	-	-	342.02	307.82	34.20	-	342.02	-	-

Note: 9C -PROPERTY PLANT AND EQUIPMENT- Rights-Of-Use Assets

Sl. No.	Particulars	Gross Block				Depreciation/ Amortisation				Net Block	
		As on 01.04.2023	Addition/ Adjustment during the period	Deduction/ Adjustment during the period	As on 31.03.2024	Upto 01.04.2023	During the period	Adjust- ment during the period	Upto 31.03.2024	As on 31.03.2024	As on 31.03.2023
1	Rights-Of-Use Assets (Leasehold premises)	369.36	79.80	35.71	413.45	121.35	54.43	24.76	151.02	262.43	248.00
	Total ROU Assets (C)	369.36	79.80	35.71	413.45	121.35	54.43	24.76	151.02	262.43	248.00
	Total Assets (A+B+C)	6,765.76	116.45	51.53	6,830.69	3,934.07	250.01	39.79	4,144.30	2,686.39	2,797.48
Capital Work In Progress										0.87	0.87

9D * Building includes Rs. 199,51,364/- (previous year Rs. 199,51,364/-) towards Permanent Stalls at India Exposition Mart, Noida, acquired out of grant received from the North Eastern Council, Shillong. As per IND AS-16, the asset has been taken at cost in the books and the corresponding depreciation is charged to the fund every year.

9E On transition to IND AS, NEDFI has elected to continue with the carrying value of all of its property, plant & equipment recognised at gross block as at 1st April, 2018 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

9F Depreciation on permanent stalls at IEM was provided by taking useful life as 60 years till 2019-20. But as per recommendation of CAG, the useful life of the said asset is changed from 60 years to 30 years, and accordingly depreciation for the year was calculated by taking the useful as 30 years. This change of useful life is taken as change in accounting estimate. Had the useful life been taken as 30 years since adoption of Schedule II of Companies Act 2013, since 2014-15, the total depreciation would have been Rs. 11,359,896/-, whereas by taking useful life as 60 years the total depreciation has amounted to Rs. 78,97,993/-. Thus depreciation to the extent of Rs. 34,61,903/- has remained unabsorbed. This amount will be amortised over the remaining useful life of the asset.

Rs. in lakhs

Note 10 : OTHER NON FINANCIAL ASSETS	As at 31 st March, 2025	As at 31 st March, 2024
Income Tax Refundable	-	322.95
Prepaid Employee Benefit Expenses	432.37	423.38
	432.37	746.33

Note 11 : PAYABLES	As at 31 st March, 2025	As at 31 st March, 2024
(I) Trade Payables		
(i) -total outstanding dues of micro & small enterprises	-	-
(ii)- total outstanding dues of creditors other than micro & small enterprises	102.97	49.69
(II) Other Payables	-	-
	102.97	49.69

Trade Payable Aging Schedule :

As at 31st March 2025 :

Particulars	Outstanding for following periods from date of transaction				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	94.70	0.49	0.85	6.93	102.97
(iii) Disputed dues-MSME	-	-	-	-	-
(iv) Disputed dues-Others	-	-	-	-	-

As at 31st March 2024 :

Particulars	Outstanding for following periods from date of transaction				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	41.42	0.00	0.00	8.27	49.69
(iii) Disputed dues-MSME	-	-	-	-	-
(iv) Disputed dues-Others	-	-	-	-	-

Note 12 : BORROWINGS	As at 31 st March, 2025	As at 31 st March, 2024
Term Loan (Unsecured) from Others, amortised at cost (within India)		
Interest free loan from Government of India	44,611.96	45,067.96
Interest free loan from Government for Venture	2,943.81	2,770.65
Term Loan (Secured) from Others, amortised at cost (within India)		
Loan from SIDBI	8,173.36	9,913.80
Loan from SBI	17,491.10	-
	73,220.24	57,752.41

Notes

* The Corporation has been availing Interest Free Unsecured Loans from Govt of India and the same has to be repaid after 15 years from the date of receipt of instalment. The interest rate considered for discounting of Interest free Government loan repayable at maturity is that of Government Bonds which is 6.25% till FY 2019-20, 6.18% for FY 2020-21, 6.84% for FY 21-22, 7.34% for FY 22-23, 7.05% for FY 23-24 and 6.608% for FY 24-25. The total undiscounted amount of Interest Free Unsecured Loans from Govt of India is Rs. 745 Crore(PY Rs. 735 Crore). The deferred income on the interest free loans is presented in Note 13 (Notional Interest).

* The Corporation has been sanctioned Rs. 100 Crore term loan by SIDBI @ 8% p.a. interest rate during FY 22-23 by way of term loan/resource support for already created portfolio of qualifying assets of micro and small enterprises. The loan is secured by first charge by way of hypothecation of book debts and loan receivables from MSE beneficiaries. No discounting has been done to arrive at the carrying value of the term loan at reporting date.

* The Corporation has been sanctioned Rs. 200 Crore term loan by SBI @ 8.85% p.a. interest rate during FY 24-25 by way of term loan/resource support to meet the funding requirements for onward lending to micro, small, medium and large enterprises for setting up industrial, infrastructure and agri-allied projects. No discounting has been done to arrive at the carrying value of the term loan at reporting date.

* The Company has used the borrowings from Govt and financial institutions for the specific purpose for which these were availed

* In respect of all the borrowings, there is no default in payment of either principal or interest.

* Disclosure of information related to borrowings from financial institutions on the basis of security of current assets: The monthly/quarterly returns or statements filed by the company with SIDBI are in agreement with the books of accounts maintained by the company except for the fact that the statements have been prepared at historic cost method instead of Effective Interest Rate/Amortised cost method as per Ind AS.

Rs. in lakhs

Note 13 : OTHER FINANCIAL LIABILITIES	As at 31st March, 2025	As at 31st March, 2024
GST, PF and other statutory liabilities	28.22	37.13
Notional Interest*	26,944.23	25,661.39
Undisbursed Central Subsidies	14,824.68	21,056.55
NEIDS 2017 Incentives	2,663.45	-
Lease liability	321.70	292.28
Security Deposit	71.80	70.64
Other Liabilities	4,105.64	3,934.76
Interest payable on loans	43.68	41.83
	49,003.39	51,094.59

* Represents the deferred interest portion of the Interest Free Unsecured Loans from Govt. of India.

Rs. in lakhs

Note 14 : CURRENT TAX LIABILITIES(NET)	As at 31st March, 2025	As at 31st March, 2024
Provision of Income Tax	-	2,925.10
Less: Advance Payment of Income tax & TDS	-	(2,877.87)
	-	47.23

Note 15 : PROVISIONS	As at 31st March, 2025	As at 31st March, 2024
Provisions for employee benefits		
- Leave Encashment	741.38	448.75
- Gratuity	70.29	-
- Leave Travel Concession / Allowance	28.92	28.92
- Salaries(Arrears)	-	1,316.20
Others		
Floating Provision against Advances	200.00	200.00
Provision for Diminution in Fair Value of Restructured Advance	13.35	13.35
	1,053.93	2,007.22

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Note 16 : DEFERRED TAX LIABILITIES (net) and Tax expense

(i) Rs. in lakhs

Tax effect of items constituting (DTL)	As at 1 st April 2023	(Charge)/ credit to P & L	(Charge)/ credit to OCI	Adjustments	Balance as at 31 st March 2024	(Charge)/ credit to P & L	(Charge)/ credit to OCI	Balance as at 31 st March 2025
Related to Property, plant and equipment	(10.10)	(6.27)	-	-	(16.37)	(25.58)	-	(41.95)
Related to Right to Use Assets	(3,666.20)	(331.63)	-	-	(3,997.83)	(496.83)	-	(4,494.66)
Related to Special Reserve u/s 36(1)(viii) of the Income Tax Act, 1961	(62.42)	(3.63)	-	-	(66.05)	(6.22)	-	(72.27)
Others	-	-	(55.21)	(158.12)	(213.34)	-	(5.98)	(219.32)
	(3,738.72)	(341.53)	(55.21)	(158.12)	(4,293.59)	(528.62)	(5.98)	(4,828.19)
Tax effect of items constituting DTA	As at 1 st April 2023	(Charge)/ credit to P & L	(Charge)/ credit to OCI	Adjustments	Balance as at 31 st March 2024	(Charge)/ credit to P & L	(Charge)/ credit to OCI	Balance as at 31 st March 2025
Related to Provisions	2,035.84	(246.87)	-	-	1,788.96	(419.22)	-	1,369.74
Related to Lease liability	68.20	5.36	-	-	73.56	7.40	-	80.97
Related to Effective Interest Rate	143.97	29.38	-	-	173.35	15.21	-	188.56
Others	-	-	30.60	-	30.60	-	11.38	41.98
	2248.01	(212.14)	30.60	-	2,066.47	(396.61)	11.38	1,681.24
Net DTA/(DTL)	(1,490.71)	(553.67)	(24.62)	(158.12)	(2,227.12)	(925.23)	5.40	(3,146.94)

Rs. in lakhs

Others include deferred tax on account of employee benefits & fair valuation.

(ii)

Income tax recognised in Statement of profit and loss	As at 31 st March, 2025	As at 31 st March, 2024
(a) Current tax :		
In respect of current year	2328.97	2925.10
In respect of prior years	19.74	(261.92)
	2348.70	2663.18
(b) Deferred tax :		
In respect of current year origination and reversal of temporary differences	925.23	553.67
	925.23	553.67
	3273.93	3216.85

(iii)

Income tax recognised in Other Comprehensive Income	As at 31 st March, 2025	As at 31 st March, 2024
Tax related to items recognised in OCI during the year		-
Remeasurement of defined employee benefits	(11.38)	(30.60)
Net gain/(loss) on equity instruments through OCI	5.98	55.21
	(5.40)	24.62

(iv)

Reconciliation of estimated Income Tax expenses at tax rate to income tax expenses reported in the Statement of profit and loss :	As at 31 st March, 2025	As at 31 st March, 2024
Profit before tax	12,875	13,237
Applicable income tax rate	25.168%	25.168%
Expected income tax expense	3,240.45	3,331.52
Adjustment in respect of current income tax of prior years	19.74	(261.92)
Non-deductible expenses		
Corporate social responsibility expenditure not deductible	241.14	222.01
Effect of other expenses/provisions not deductible	(27.21)	(170.55)
Adjustment in respect of prior years	(19.74)	(261.92)
Reported income tax expense	3,273.93	3,216.85

STANDALONE

Rs. in lakhs

Note17 : SHARE CAPITAL	As at 31 st March, 2025	As at 31 st March, 2024
AUTHORISED		
50,00,00,000 Equity Shares of Rs. 10/- each (Previous Year: 50,00,00,000 Equity Shares of Rs. 10/- each)	50,000.00	50,000.00
	50,000.00	50,000.00
10,00,00,007 Equity Shares of Rs. 10/- each (Previous Year: 10,00,00,007 Equity Shares of Rs.10/- each)	10,000.00	10,000.00
PAID UP		
10,00,00,007 Equity Shares of Rs.10/- each (Previous Year: 10,00,00,007 Equity Shares of Rs. 10/- each)	10,000.00	10,000.00
	10,000.00	10,000.00

a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period.

Equity Shares	As at 31 st March, 2025	As at 31 st March, 2024
At the beginning of the year (No. of Shares)	1,000.00	1,000.00
Issued during the year	-	-
Outstanding at the end of the year	1,000.00	1,000.00

b) Terms/Rights attached to Equity Shares

i) The company has only one class of Equity Shares having par value of Rs. 10 per share. Each holder of Equity Shares is entitled to vote one per share.

ii) In the event of liquidation of the company, the holders of the Equity Shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of Equity Shares held by the Shareholders.

iii) The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend.

c) The detail of shareholder's holding more than 5% of Shares

Name of the shareholders	As at 31/03/2025 No. of Shares % of holding	As at 31/03/2024 No. of Shares % of holding
i. IDBI Bank Limited (Promoter)	250.00 25%	250.00 25%
ii. Life Insurance Corporation of India(Promoter)	150.00 15%	150.00 15%
iii. State Bank of India(Promoter)	150.00 15%	150.00 15%
iv. Industrial Finance Corporation of India(Promoter)	100.00 10%	100.00 10%
v. ICICI Ltd.(Promoter)	100.00	100.00

Rs. in lakhs

	10%	10%
vi. Small Industries Development Bank of India(Promoter)	100.00	100.00
	10%	10%
vii. Administrator of Specified Undertaking of Unit Trust of India (Promoter)	100.00	100.00
	10%	10%

Notes 17.1: As per records of the company, including its register of shareholders/members and other declaration received from shareholders regarding beneficial interest, the above shareholding represent both legal and beneficial owner.

d) Dividend distributions made and proposed

i) Dividend on equity shares and paid during the year

	As at 31 st March, 2025	As at 31 st March, 2024
Dividend paid	800.00	800.00
Profit for the relevant year	10,020.29	8,000.55
Dividend as a percentage of profit for the relevant year	7.98%	10.00%

ii) Dividend proposed for approval at the annual general meeting(not recognised as a liability as at respective reporting date)

	As at 31 st March, 2025	As at 31 st March, 2024
Face value per share(Rupees)		10.00
Dividend percentage		8.00%
Dividend per share(Rupees)		0.80
Total Dividend on Equity Shares(a)		800.000
Profit after tax for the relevant year(b)		10,020
Dividend proposed as a percentage of profit after tax(a/b)		10.00%

The dividend declared or paid during the year by the company is in compliance with Section 123 of the Companies Act, 2013, as applicable.

Note 18 : OTHER EQUITY	As at 31 st March, 2025	As at 31 st March, 2024
I. Other Reserves		
(a) North East Equity Fund		
Fund Balance	617.91	615.26
Less : Write off during the year	0.59	-
Less: Provision against Soft Loans under NEEDS	(9.30)	(2.65)
	626.62	617.91
(b) Statutory Reserve u/s 45-IC of RBI Act, 1934		
Opening Balance	20,414.06	18,410.00

Rs. in lakhs

Note 18 : OTHER EQUITY	As at 31 st March, 2025	As at 31 st March, 2024
Add: Transferred from Retained Earnings	1,920.27	2,004.06
	22,334.33	20,414.06
(c) Special Reserve created and maintained u/s 36(1)(viii) of the Income Tax Act, 1961		
Opening Balance	15,884.57	14,566.90
Add: Transferred from P/L Account	1,974.04	1,317.67
	17,858.61	15,884.57
(d) Venture Capital Fund:		
Fund Balance	1,352.91	1,328.21
Add: Transferred from General Reserve	28.81	24.69
	1,381.72	1,352.91
(e) General Reserve		
Opening balance	41,323.00	41,940.42
Add: Transferred from surplus in Statement of Profit and Loss	-	-
Less: Utilised / transferred during the year for :		
Transferred to Venture Capital Fund	(28.81)	(24.69)
Impairment Loss not transferred to Impairment Reserve	(2,019.78)	(592.72)
	39,274.41	41,323.00
(f) India Exposition Mart Stalls		
Opening balance	107.74	117.46
Add: Additions / transfers during the year	-	-
Less: Utilisations / transfers during the year	(8.58)	(9.72)
	99.17	107.74
(g) Techno Economic Development Fund		
Opening balance	3,956.42	4,039.98
Add: Additions / transfers during the year	235.79	302.50
Less: Utilisations / transfers during the year	(663.94)	(386.06)
	3,528.27	3,956.42
(h) Impairment Reserve*		
Opening balance	3,315.75	3,315.75

Note 18 : OTHER EQUITY	As at 31 st March, 2025	As at 31 st March, 2024
Add : Additions during the year	-	-
	3,315.75	3,315.75
Retained Earnings		
Balance as per last Balance Sheet	23,722.95	17,751.19
Profit for the Period	9,601.33	10,020.29
Other comprehensive income	(16.06)	73.19
Less: Appropriations		
Transferred to General Reserve	-	-
Dividend Paid	(800.00)	(800.00)
Transferred to Statutory Reserve under RBI Act, 1934	(1,920.27)	(2,004.06)
Transferred to Special Reserve	(1,974.04)	(1,317.67)
	28,613.91	23,722.95
TOTAL OTHER EQUITY	1,17,032.79	1,10,695.31

Note 18.1 : Nature and purpose of reserves

* Impairment Reserve has been created as per RBI Circular No. RBI/2019-20/170 DOR(NBFC).CC.PD. No.109/22.10.106/2019-20 dated March 13, 2020 on Implementation of Indian Accounting Standards

Rs. in lakhs

Note 19 : INTEREST INCOME	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
On financial instruments measured at Amortised cost		
Interest on loans	19,378.47	16,593.07
Interest on Fixed Deposits and Bonds	210.46	636.32
	19,588.93	17,229.39

*Interest income have been recognised using Effective Interest Rate (EIR) method as per "Ind AS 109 : Financial Instruments". Interest income includes interest earned from Micro Lending Scheme which is being implemented with support of Business Correspondents.

Note 20 : DIVIDEND INCOME	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
From equity investments	54.65	12.00
From preference share investments	40.50	45.00
	95.15	57.00

Rs. in lakhs

Note 21 : FEE AND COMMISSION INCOME	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Consultancy Fees	642.00	1,233.29
Prepayment Charges	44.40	52.84
Recompense Amount	112.59	-
Independent Third Party Evaluation Fees	20.00	-
UNNATI Appraisal Fees	246.29	-
	1,065.28	1,286.12

Note 22 : NET GAIN/LOSS ON FAIR VALUE CHANGES	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Net gain/(loss) on financial instruments at FVTPL		
Realised gain/(loss) from sale of Mutual Fund units	284.53	453.99
Realised gain/(loss) from sale of Equity Investments	165.06	9.66
Unrealised fair value gain/(loss) on Mutual Fund units	70.79	37.96
Unrealised fair value gain/(loss) on debt instruments	67.57	(445.10)
	587.96	56.52

Note 23 : OTHER OPERATING INCOME	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Deferred Interest	3,036.45	3,065.64
	3,036.45	3,065.64

Note 24 : OTHER INCOME	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Rent Received	348.68	339.91
Maintenance Charges	150.93	141.48
Hall Charges	45.51	46.49
Interest on loan to staff*	309.34	287.76
Miscellaneous Receipts	14.12	33.93
Bad Loans & Advances Recovered	684.64	1,376.70
Interest on I.T. Refund	14.53	-
Contribution to gratuity fund	-	-
Gain on disposal of assets(net)	-	1.08
	1,567.75	2,227.34

* Loans to staff given at concessional rates have been discounted to represent fair value. Market Rate have been considered at 9.35%- the rate charged by SBI for Regular Home Loan.

Note 25 : FINANCE COSTS	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Interest on Borrowings		
- SIDBI	736.41	76.66
SBI	406.87	-
SBI(Overdraft)	5.23	-

Rs. in lakhs

Notional Interest on Government Loan	3,036.45	3,065.64
Prepaid Employee Benefit expenses amortised during the year	167.41	152.51
Interest Expense on lease liabilities	26.89	24.26
	4,379.25	3,319.07

Note 26 : IMPAIRMENT ON FINANCIAL INSTRUMENTS	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
On financial instruments measured at Amortised cost		
Bad debts and write offs	1,512.70	351.93
Loans	(1,939.95)	(325.33)
Trade receivables	-	(43.00)
	(427.25)	(16.40)

Note 27 : EMPLOYEE BENEFIT EXPENSES	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Salaries & Wages		
- Salaries (Director)	98.13	65.69
- Salaries (Others)	4,319.75	3,279.27
- Leave Travel Concession / Allowance	271.43	160.69
- Leave Encashment	571.62	492.21
Contribution to Provident and other Funds		
- Employer's Provident Fund	356.79	246.81
- Gratuity	20.41	10.27
Staff Welfare Expenses		
- Medical Reimbursement	102.53	83.86
- House Rent	1.11	23.21
- Staff Welfare	267.07	204.01
	6,008.86	4,566.02

The following table sets out the status of the defined benefit Gratuity and Leave Encashment Plan

Particulars	Gratuity		Leave Encashment	
	Current Year (Rs.)	Previous Year (Rs.)	Current Year (Rs.)	Previous Year (Rs.)
<i>i. Change in the present value of the defined benefit obligation</i>				
Opening benefit obligation	908.32	710.51	1,631.14	1,199.27
Current Interest Cost	25.93	52.94	117.12	89.35
Current Service Cost	65.21	24.27	90.02	82.67
Benefit Paid	(146.26)	-	(278.99)	(91.34)
Actuarial (Gain) / Loss	177.05	120.60	447.39	351.19
Closing benefit obligation	1,030.25	908.32	2,006.68	1,631.14

<i>ii. Change in Plan Assets</i>				
Opening Fair Value of Plan Assets	985.40	917.98	1,182.40	-

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Rs. in lakhs

Actual Return on Plan Assets	76.31	67.42	82.91	31.73
Contribution	44.52	0.00	278.99	1,242.01
Benefit paid	(146.26)	-	(278.99)	(91.34)
Closing Fair Value of Plan Assets	959.97	985.40	1,265.31	1,182.40

iii. Reconciliation of Expense in Profit & Loss Statement

Closing present value of obligation	1,030.25	908.32	2,006.68	1,631.14
Opening present value of obligation	(908.32)	(710.51)	(1,631.14)	(1,199.27)
Benefit Paid	146.26	0.00	278.99	91.34
Actual Return on Assets	(76.31)	(67.42)	(82.91)	(31.72)
OCI	(171.48)	(121.56)	-	-
Expense recognised in Profit & Loss Account	20.40	8.83	571.62	491.49

iv. Net Cost recognized in Profit & Loss Account

Current Service cost	25.93	24.27	90.02	82.67
Net Interest Cost(Income)	(5.53)	(15.46)	32.22	57.62
Net actuarial (gain) / Loss	-	-	449.38	351.19
Expenses recognized in Profit & Loss Account	20.40	8.81	571.62	491.48

v. Reconciliation of opening and closing net liability recognized in Balance Sheet

Opening Net Liability	(77.08)	(207.45)	448.74	1,199.27
Expense charged to Profit & Loss Account	20.40	8.81	571.62	491.48
Benefit paid by Corporation	(44.52)	-	-	-
Contribution paid	-	-	(278.99)	(1,242.01)
OCI	171.48	121.56	-	-
Closing Net Liability/(Asset)	70.28	(77.08)	741.37	448.74

vi. Maturity Profile of Defined Benefit Obligation

Year 1	102.30	67.07	246.87	224.21
Year 2	50.84	46.86	275.16	191.83
Year 3	94.13	81.93	227.44	215.45
Year 4	82.74	86.10	187.82	181.64
Year 5	63.36	75.88	190.17	145.82
After 5th Year	1,557.47	1,484.33	2,095.57	1,782.39
Total	1,950.84	1,842.17	3,223.03	2,741.34

vii. Sensitivity Analysis for Gratuity

Item	As at 31/03/2025	Impact (Absolute)	Impact %
Base Liability	1,030.26		
Increase Discount Rate by 0.5%	991.02	(39.23)	(3.81%)
Decrease Discount Rate by 0.5%	1,072.19	41.93	4.07%
Increase Salary Inflation by 1.00%	1,050.73	20.47	1.99%
Decrease Salary inflation by 1.00%	1,007.74	(22.52)	(2.19%)
Increase Withdrawal Rate by 1.00%	1,074.13	43.86	4.26%
Decrease Withdrawal Rate by 1.00%	984.96	(45.29)	(4.40%)

viii. Sensitivity Analysis for Leave Encashment

Item	As at 31/03/2025	Impact (Absolute)	Impact %
Base Liability	2,006.69		
Increase Discount Rate by 0.5%	1,948.64	(58.04)	(2.89%)
Decrease Discount Rate by 0.5%	2,068.00	61.32	3.06%
Increase Salary Inflation by 1.00%	2,132.93	126.24	6.29%
Decrease Salary Inflation by 1.00%	1,891.63	(115.06)	(5.73%)
Increase Withdrawal Rate by 1.00%	2,016.02	9.33	0.47%
Decrease Withdrawal Rate by 1.00%	1,997.51	(9.17)	(0.46%)

Note : 1. The base liability is calculated at discount rate of 6.72% per annum and salary inflation rate of 3% per annum for all future years. **2.** Liabilities are very sensitive to salary escalation rate, discount rate & withdrawal rate. **3.** Liabilities are very less sensitive due to change in mortality assumptions. Hence, sensitivities due to change in mortality are ignored.

ix. Investments under Plan Assets of Gratuity and Leave Encashment as on 31st March, 2025 are as under:

Category of Plan Assets	Gratuity % of Plan Assets	Leave Encashment % of Plan Assets
Funds managed by Insurer	100%	100%

Particulars	Gratuity		Leave Encashment	
	Current Year (Rs.)	Previous Year (Rs.)	Current Year (Rs.)	Previous Year (Rs.)
Discount Rate	6.72%	7.18%	6.72%	7.45%
Rate of increase in compensation levels	3.00%	3.00%	3.00%	3.00%
Rate of return on Plan Assets	7.18%	7.45%	7.18%	7.45%

The estimates of future salary growth, factored in actuarial valuation, take account of inflation, seniority,

Rs. in lakhs

promotion and other relevant factors such as supply and demand in the employment market. Such estimates are very long term and are not based on limited past experience / immediate future. Empirical evidence also suggests that in very long term, consistent high salary growth rates are not possible, which has been relied upon by the auditors.

The estimates for increase in compensation levels of the employees of the Corporation has been taken @ 3% p.a.

The employees of the Corporation are covered by Provident Fund to which the Corporation makes a defined contribution measured as a fixed percentage of basic salary. The Provident Fund plan is administered by the Regional Provident Fund. As such, there does not arise any interest shortfall. During the year an amount of Rs.333.15 Lac (Previous Year Rs. 218.48 Lac) has been charged to Profit & Loss Account.

Rs. in lakhs

Note 28 : DEPRECIATION, AMORTIZATION & IMPAIRMENT	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Depreciation on Property, Plant and Equipment	160.06	161.38
Less : Transfer to IEM Stall Fund	(8.58)	(9.72)
	151.48	151.67
Depreciation on Intangible Asset	-	34.20
Depreciation on ROU Asset	56.86	54.43
	208.34	240.29

Note 29 : CSR EXPENSES	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
CSR Expenses	241.14	222.01
	241.14	222.01

Note 30 : OTHER EXPENSES	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
<u>Rent, Taxes and Energy Cost</u>		
Electricity Charges & Electrical Expenses	79.07	79.94
Rent on short term leases	8.83	6.40
GST Expenses	28.58	33.73
Licence & Registration Fees	15.63	25.60
<u>Repairs & Maintenance</u>		
Repairs & Maintenance (Machine)	82.76	65.56
Manpower Cost (Security Services, Housekeeping Services etc)	471.61	463.71

Rs. in lakhs

Note 30 : OTHER EXPENSES	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Repair & Maintenance(Others)	125.93	111.32
Software Maintenance & IT Expenses	94.96	51.37
<u>Communication Costs</u>		
Telephone Charges & Postage	38.72	28.90
<u>Printing & Stationery</u>	27.80	31.35
<u>Advertisement & Publicity</u>		
Advertisement Expenses	102.65	39.75
Business Promotion	29.09	50.60
Business Facilitation Centre Expenses	15.59	15.29
<u>Director's Fees, allowances and Expenses</u>		
BOD Meeting Expenses	73.69	64.20
<u>Auditors' Fees and Expenses</u>		
Tax Audit Fees	0.50	0.50
Statutory Audit Fees	3.20	2.24
Concurrent Audit Fees	2.62	3.00
Other services	0.20	0.20
Reimbursement of expenses	0.35	0.35
<u>Legal & Professional Fees and Expenses</u>	144.94	63.32
<u>Insurance charges</u>	9.39	12.05
<u>Other Expenses</u>		
Other Audit Expenses	2.92	4.10
Bank charges	1.29	0.98
Books & Periodicals	3.71	2.91
Car hire Expenses	39.77	52.03

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Note 30 : OTHER EXPENSES	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Advisory & Consultancy Department Expenses	222.90	373.78
Commission to Business Correspondent	593.16	363.90
Conveyance	11.02	9.83
Honararium	2.13	1.92
India Exposition Mart Expenses	6.89	6.40
Miscellaneous Expenses	6.46	22.04
Mission Organic Expenses	2.40	1.29
Research & Developmental Expenses	154.77	135.95
Seminar & Conference Expenses	54.02	31.89
Training Expenses	11.65	9.56
Travelling Expenses	68.64	62.70
Recruitment / Relocation Expenses	0.40	6.38
Loss on sale / disposal of assets (net)	0.01	0.05
FTSU Expenses	117.66	118.76
	2,655.92	2,353.88

Note 31 : EARNINGS PER SHARE	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
The following table reconciles the numerators and denominators used to calculate Basic and Diluted Earning per Share for the year ended 31 st March 2025.		
Particulars		
(a) Profit/(Loss) Attributable to Equity Shareholders (Rs. in Lacs)	9,585.27	10,093.49
(b) The weighted average number of Equity Share of Basic EPS	1,000.00	1,000.00
(c) The weighted average number of Equity Share of Diluted EPS	1,000.00	1,000.00
(d) Nominal value per Ordinary Share (Rs.)	10.00	10.00
(e) Earnings Per Share - Basic (Rs.)	9.59	10.09
(f) Earnings Per Share - Diluted (Rs.)	9.59	10.09

NOTE 32 : RELATED PARTY DISCLOSURES

As per IND AS – 24, the disclosures of transactions with the related parties are given below:

A. List of Related Parties are as under:

Key Management Personnel	Mr. P.V.S.L.N. Murty	Chairman & Managing Director
	Mr. S.K. Baruah (Upto 31/01/2025)	Executive Director & CFO
	Mr. V.K. Agarwal (w.e.f 07/03/2025)	CFO & Company Secretary
	Dr. Md. Nazmuddin (w.e.f 28/03/2024, Upto 18/12/2024)	Nominee Director (DoNER)
	Sr Niraj Kumar (w.e.f 18/12/2024)	Nominee Director (DoNER)
	Mr. V.M.Devassy (Upto 08/07/2024))	Nominee Director (SBI)
	Sr S. Radhakrishnan (w.e.f 08/07/2024)	Nominee Director (SBI)
	Mr. A. Kumar (Upto 03/10/2023)	Nominee Director (LIC)
	Mr. Acharya B. (w.e.f 11/10/2023)	Nominee Director (LIC)
	Mr. Ugen Tashi	Nominee Director (IDBI)
	Mr. Bhaskar Jyoti Sarma (Upto 29/04/2023)	Independent Director
	Mr. Kaushik Sinha (w.e.f 29/04/2023)	Independent Director
	Mr. Sanjay Kumar Pai (Upto 25/07/2023)	Independent Director
	Dr. Natalie West Kharkongor (Upto 02/09/2023)	Independent Director
	Smt. Nandita Hazarika (w.e.f 12/10/2023)	Independent Director
	Mr. A. Kumar (w.e.f 03/10/2023)	Independent Director
	Shri J. Alam (Upto 29/09/2023)	Additional Director
	Shri D P Wahlang (w.e.f 31/10/2023)	Additional Director
	Dr. Ravi Kota (w.e.f 23/05/2024)	Additional Director
	Dr. R. Sharma (Upto 29/09/2023)	Additional Director
Subsidiaries	NEDFi Trustee Limited	
	NEDFi Venture Capital Limited	
Associates	North East Venture Fund	
Trusts / Funds under control of the Company	North East Society for Handicraft Incubation and Livelihood Promotion (NE SHILP)	

B. Transaction with Related Parties during the year:

Rs. in lakhs

Particulars	31 st March, 2025	31 st March, 2024
Key managerial personnel		
Short Term Employee Benefits		
-Mr. P.V.S.L.N. Murty	96.82	70.86
-Mr. S.K. Baruah	182.14	68.79
-Mr. V.K. Agarwal	100.68	59.64
Repayment/ Recovery of loans and advances		
-Mr. P.V.S.L.N. Murty	6.95	-
-Mr. S.K. Baruah	2.01	4.03
-Mr. V.K. Agarwal	2.90	2.81
Disbursal of loans and advances		
-Mr. P.V.S.L.N. Murty	20.00	-
-Mr. V.K. Agarwal	-	11.00
Director's Sitting Fees	50.20	41.70
Subsidiaries		
NEDFi Venture Capital Limited		
-Receivable towards salary payments	211.73	184.80
-Receivable towards OCD Coupon Interest	77.43	-
Associates/JV		
-Investment in North East Venture Fund	-	1216.25
Trusts / Funds under control of the Company		
NE SHILP		
-Payment towards purchase of craft products	22.96	11.66
-Payment towards reimbursement of expenses	1.11	2.99
-Payment towards advances	5.65	120.81
-Adjustments of advances	-	107.45

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C. Outstanding Balance with Related Parties:

Rs. in lakhs

Particulars	31 st March, 2025		31 st March, 2024	
Key managerial personnel	Loan O/s	% to total loan & Advances	Loan O/s	% to total loan & Advances
Loans & Advances				
-Mr. P.V.S.L.N. Murty	13.04	0.00%	-	0.00%
-Mr. S.K. Baruah	-	0.00%	2.01	0.00%
-Mr. V.K. Agarwal	22.84	0.00%	25.74	0.00%
Subsidiaries (Receivable)				
-NEDFi Venture Capital Limited		289.23		184.80
Subsidiaries (Closing)				
-NEDFi Venture Capital Ltd.		4.94		4.94
-NEDFi Trustee Ltd.		4.94		4.94
Associates (Closing)				
-North East Venture fund		6267.59		6268.12
Trusts / Funds under control of the Company				
-Advance to NE SHILP		11.32		15.31
- There were no guarantees given on behalf of related parties during the year.				
- The Company has not granted loans or advances to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person, that is repayable on demand or without specifying any terms or period of repayment for the financial year ended March 31, 2025 and March 31, 2024.				

NOTE 33 : CONTINGENT LIABILITIES AND COMMITMENTS

Rs. in lakhs

Particulars	2024-25	2023-24
i) Contingent liabilities		
In respect of demand raised by Department for Promotion of Industry & Internal Trade(DPIIT)	1342.00	1342.00
In respect of service tax demand where the Corporation has filed appeal before to CESTAT.	21.60	21.60
In respect to income tax demands where the Corporation has filed appeal before Hon'ble ITAT for A.Y. 2018-19.	262.47	262.47
In respect to income tax demands where the Corporation has filed appeal before Hon'ble ITAT for A.Y. 2019-20.	598.30	598.30
ii) Commitments		
Other commitments (loan sanctioned but not disbursed)	47201.69	46914.00

Future cash outflows in respect of above are determinable only on receipt of judgements /decisions pending with various forums/authorities. It is not practicable for the Company to estimate the timings of the cashflows, if any, in respect of the above pending resolution of the respective proceedings. The Company does not expect any reimbursement in respect of the above contingent liabilities. The Company is of the opinion that above demands are not sustainable and expects to succeed in its appeals. The management believes that the ultimate outcome of these proceedings will not have a material adverse effect on the Company's financial position and results of operations.

- (a) Claims against the Corporation not acknowledged as debt since the Corporation does not expect the outcome of the claims to have material adverse effect:

The Corporation has been made a party in claims made by third parties relating to Government subsidies of which the Corporation is a disbursing agency on behalf of the Government. Hence, even if any liability arises, the same will be met from the Government funds and will not have any impact on the income of the Corporation.

- (b) Although the Corporation sanctions financial assistance in the form of loans to the entrepreneurs the same is disbursed in a phased manner depending on various factors viz. promoters' contribution, etc. Hence, as a result the Corporation has a commitment towards undisbursed financial assistance amounting to Rs. 47201.69 lakhs, which shall be disbursed in due course, subject to compliance of requisite formalities.

- (c) The service tax department had raised a demand of Rs.197.07 lakhs towards short payment of service tax (Rs. 109.70 lakhs), non-payment of service tax on pre-payment charges (Rs. 11.68 lakhs) and interest amount (Rs.75.68 lakhs). The Corporation had already deposited Rs.175.47 lakhs under protest and debited the same in the profit and loss account in earlier years. The Addl. Commissioner, CGST & CX, Guwahati passed an Order upholding the payment of service tax and interest thereon. However, he refrained from imposing the penalty proposed by the Audit Commissionerate. The Corporation then filed an appeal with the Commissioner (Appeals) against the Order of the Addl. Commissioner, CGST & CX, Guwahati. However, there was a delay in filing the appeal due to unavoidable reasons and condonation was sought from the Commissioner (Appeals). The Commissioner (Appeals), however did not condone the delay and rejected the appeal as time barred. Being aggrieved, the Corporation has filed an appeal with the Hon'ble CESTAT. Based on the submissions, the Corporation is confident that the Hon'ble CESTAT will dispose off the case in favour of the corporation. Hence, no provision has been made in the books of accounts for the balance amount.

- (d) The Department for Promotion of Industry & Internal Trade (DPIIT), formerly known as DIPP, raised the demand of Rs.1342 lakhs towards refund of interest earned on unspent central subsidy funds received. However, DPIIT had taken a decision on March 22, 2000 to allow the Corporation to meet its administrative expenses out of treasury operations of the funds released by DPIIT as no service charge was being paid to the Corporation. Further, DPIIT in meeting held on September 25, 2012 advised the Corporation to articulate the actual administrative expenses. The Corporation then reverted to DPIIT where the administrative cost incurred by the Corporation during 2000-2015 has been estimated to be Rs. 2415 lakhs. The Corporation has also requested DPIIT to pay an administrative charge @ 1% of the disbursed fund. Although the matter is being pursued with DPIIT no response has been received. Since the administrative charge, when paid, will be higher than the interest refundable to DPIIT, no provision has been made in the books of accounts of the Corporation.

- (e) The Income Tax Department has raised demands of Rs. 262.47 lakhs for Assessment Year (AY) 2018–19 and Rs. 598.30 lakhs for AY 2019–20. These demands pertain to the disallowance of provisions for bad and doubtful debts, beyond the limits permitted under Section 36(1)(viiia) of the Income Tax Act, which applies to Banks and Non-Banking Financial Companies (NBFCs).

-Only a specified portion of such provisions is allowable under the said section.

-The excess amount was disallowed and taxed accordingly.

-In subsequent years, when these provisions are reversed (written back), they are not offered to tax again to avoid double taxation, as tax has already been paid at the time of disallowance.

The Corporation initially filed an appeal before the Commissioner of Income Tax (Appeals), who upheld the Department's order. Subsequently, the Corporation has filed an appeal to the Income Tax Appellate Tribunal (ITAT), Gauhati Bench. Based on legal precedents and the merits of the case, the Corporation is confident of a favorable outcome from the Hon'ble ITAT. Accordingly, no provision has been made in the books of accounts for the disputed tax demands.

Note 34: The Corporation is a nodal disbursing agency for Growth Centre funds and Central Subsidies, and the fund received from Govt. of India is shown in the Other Financial liabilities to the extent of undisbursed amount.

Note 35: Special Reserve has been created and maintained in terms of section 36 (1) (viii) of the Income Tax Act, 1961.

Note 36: The Provisioning Coverage Ratio of the Corporation is 68.80% (Previous Year 71.17%).

Note 37: The Corporation in association with the Ministry of Development of North Eastern Region (M-DoNER) has set up the first dedicated Venture Capital Fund for the NER, namely "North East Venture Fund (NEVF)". The fund is a unit scheme under North East Venture Trust (NEVT), an umbrella trust, wherein the Corporation is the settlor. The trust has been registered under the Indian Registration Act, 1908 on 13th October 2016. The corpus of the fund is Rs. 100 cr. NEVF has been registered with Securities and Exchange Board of India (SEBI). The first close of the fund has also been declared on 31st March, 2017. To operate and manage the fund, two wholly owned subsidiaries namely NEDFi Venture Capital Limited (NVCL) and NEDFi Trustee Limited (NTL) have been incorporated by the Corporation.

Note 38: NEDFi has invested in NRL Ideation Angel fund (NRL IAF) which has been registered as a Category I angle fund under SEBI(AIF) Regulations 2012. The fund size is Rs. 35 crore with contributions from Numaligarh Refinery Limited (Rs. 30 crore) and NEDFi (Rs. 5 crore), with additional green shoe option of Rs. 5 crore from other likeminded contributors. The fund manager for NRL-IAF is NEDFi Venture Capital Limited.

Note 39: The Corporation has put in place a Board approved scheme specially developed for supporting riots affected borrowers of NEDFi in Manipur which is in line with notification no. OTH-IF/2/3/2023-DIF-DIF, dated 21st June 2023 issued by Govt. of Manipur. The Corporation restructured 337 nos. of accounts with principal outstanding of Rs. 9475.77 lakhs as on 31st March 2025 (P.Y Rs. 12262.37 lakhs).

Note 40: The Corporation has been empaneled as Appraisal Agency of Self-Financed Units under Uttar Poorva Transformative Industrialization Scheme (UNNATI), 2024 and Independent Third-Party Evaluator of Eligible Fixed Capital Investment w.r.t Mega Projects for Eligibility Certificate under IIPA' 2019. The fees received from such appraisal/evaluation are shown under Fees & Commission Income.

Note 41: SEGMENT REPORTING

As required under Ind AS 108, the segment reporting is as under:

Rs. in lakhs

1.	Segment Revenue	2024-25	2023-24
	Lending and Financing Activities	23256.54	21088.25
	Management of Surplus Funds	798.42	692.83
	Others	1886.55	2140.93
	Total	25941.52	23922.01
2.	Segments Results		
	Lending and Financing Activities	10431.43	10625.39
	Management of Surplus Funds	798.42	692.83
	Others	667.15	1011.28
	Total	11897.00	12329.49
	Unallocated Income	978.26	907.65
	Unallocated Expenses	-	-
3.	Operating Profit	12875.26	13237.14
	Income Tax	3273.93	3216.85
4.	Net Profit	9601.33	10020.29
5.	Other Information		
	Segment Assets		
	Lending and Financing Activities	201367.25	182663.41
	Management of Surplus Funds	42586.08	41435.20
	Others	289.23	2023.91
	Total	244242.57	226122.52
	Unallocated Assets	9317.69	7751.04
	Total	253560.26	233873.57
	Segment Liabilities		
	Lending and Financing Activities	123380.53	110903.91
	Management of Surplus Funds	-	-
	Others	-	-
	Unallocated Liabilities	12098.47	11625.08
	Total	135479.00	122528.99
	Net Capital Employed	118081.26	111344.58

Note 42: Schedule to the Balance Sheet of a NBFC as required under Master Direction-NBFC-Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) directions, 2016

Rs. in lakhs

	Particulars	As at 31/03/2025		As at 31/03/2024	
		Amount outstanding	Amount overdue	Amount outstanding	Amount overdue
	<i>Liabilities side:</i>				
(1)	Loans and advances availed by the non- banking financial company inclusive of interest accrued thereon but not paid:				
	(a) Debentures : Secured				
	: Unsecured	NIL	NIL	NIL	NIL
	(b) Deferred Credits				
	(c) Term Loans	NIL	NIL	NIL	NIL
	(d) Inter-corporate loans and borrowing	NIL	NIL	NIL	NIL
	(e) Commercial Paper	NIL	NIL	NIL	NIL
	(f) Other Loans (specify nature) – GOI Loan*	47555.77	NIL	47838.60	NIL
	(g) Loan from SIDBI	8173.36	NIL	9913.80	NIL
	(h) Loan from SBI	17491.10	NIL	-	-
	* taken at fair value				

Assets side:		Amount outstanding	
		As at 31/03/2025	As at 31/03/2024
(2)	Break-up to Loans and Advances including bills receivable other than those included in (3) below] : (a) Secured (b) Unsecured	195530.73 8704.39	177131.69 8293.25
(3)	Break up of Leased Assets and stock on hire and other assets counting towards AFC activities	-	-
	a. Lease assets incl. lease rentals under sundry debtors: i. Financial lease ii. Operating lease	-	-
	b. Stock on hire including hire charges under sundry debtors i. Assets on hire ii. Repossessed Assets	-	-
	c. Other loans counting towards AFC activities i. Loans where assets have been repossessed ii. Loans other than (a) above	-	-
(4)	Break-up of Investments: 1. Quoted: (i) Shares : (a) Equity (b) Preference (ii) Debentures and Bonds (iii) Units of mutual funds(Short Term) (iv) Government Securities (v) Others (please specify) 2. Unquoted: (i) Shares : (a) Equity (b) Preference (ii) Debentures and Bonds (iii) Units of mutual funds (iv) Government Securities (v) North East Venture Trust (v) NRL Ideation Angel Fund Total	As at 31/03/2025 - - - 2808.33 - - 2675.23 1169.17 1000.00 - - 6267.59 225.00 14145.32	As at 31/03/2024 - - - 1177.61 - - 2651.48 1101.60 1000.00 - - 6268.12 215.81 12414.62

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(5) Borrower group-wise classification of assets financed as in (2) and (3) above:

Rs. in lakhs

Category		As at 31/03/2025			As at 31/03/2024		
		Amount net of provisions			Amount net of provisions		
		Secured	Unsecured	Total	Secured	Unsecured	Total
1. Related Parties **							
(a) Subsidiaries		-	-	-	-	-	-
(b) Companies in the same group		-	-	-	-	-	-
(c) Other related parties		-	20.10	20.10	-	31.89	31.89
2. Other than related parties		195530.73	8704.39	204235.12	177131.69	8261.36	185393.05
Total		195530.73	8724.49	204255.22	177131.69	8293.25	185424.94

(6) Investor group-wise classification of all investments in shares and securities (both quoted and unquoted) Rs. in lakhs

Category		As at 31/03/2025		As at 31/03/2024	
		Market Value/ Break up or fair value or NAV	Book Value (Net of Provisions)	Market Value/ Break up or fair value or NAV	Book Value (Net of Provisions)
1.	Related Parties**				
	(a) Subsidiaries		9.88		9.88
	(b) Companies in the same group	NIL	NIL	NIL	NIL
	(c) Other related parties (NEVF)	4920.09	6267.59	4935.54	6268.12
2.	Other than related parties	7867.85	7867.85	6136.62	6136.62
	Total	12787.94	14145.32	11072.16	12414.62

**As per Indian Accounting Standard issued by MCA

(7) Other information

	Particulars	As at 31/03/2025	As at 31/03/2024
(i)	Gross Non-Performing Assets		
	(a) Related parties	-	-
	(b) Other than related parties	3795.75	5680.39
(ii)	Net Non-Performing Assets		
	(a) Related parties	-	-
	(b) Other than related parties	1384.29	2240.82
(iii)	Assets acquired in satisfaction of debt	-	-

Note 43: Balance Sheet disclosures as required under Master direction-Non-Banking Financial Company-Systemically important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016.

a. Capita

Particulars	Current Year	Previous Year
i. CRAR	53.49%	55.72%
ii. CRAR – Tier I Capital	53.17%	55.01%
iii. CRAR – Tier II Capital	0.32%	0.71%
iv. Amount of subordinated debt raised as Tier II Capital	-	-
v. Amount raised by issue of Perpetual Debt Instruments	-	-

b. Investments Rs. in lakhs

Particulars	Current Year	Previous Year
1. Value of Investments		
i. Gross value of Investments		
a. In India	14145.33	12414.62
b. Outside India	-	-

ii. Provisions for Depreciation		
a. In India	-	-
b. Outside India	-	-
iii. Net value of Investments		
a. In India	14145.33	12414.62
b. Outside India	-	-
2. Movement of provisions held towards depreciation on investments		
i. Opening Balance	-	-
ii. Add: Provision made during year	-	-
iii. Less: Write off/ Write back	-	-
iv. Closing Balance	-	-

c. Asset Liability Management Maturity pattern of certain items of Assets and Liabilities

As at 31st March 2025

Rs. in lakhs

	Upto 7 days	Upto 30/31 days	Over 1 month upto 2 months	Over 2 months upto 3 months	Over 3 months upto 6 months	Over 6 months upto 1 year	Over 1 year upto 3 years	Over 3 years upto 5 years	Over 5 years	Total
Deposits	-	-	-	-	-	-	-	-	-	-
Advances*	2,180.28	1,694.79	5,223.51	2,932.84	6,731.88	21,220.70	74,160.31	52,432.89	35372.94	201950.14
Investments**	-	-	-	-	-	2808.33	-	1000.00	10337.00	14145.33
Borrowings**	-	8.62	8.62	522.14	6513.84	2433.21	22848.53	18105.28	22780.00	73220.24
Foreign Currency Assets	-	-	-	-	-	-	-	-	-	-
Foreign Currency Liabilities	-	-	-	-	-	-	-	-	-	-

*at cost

**at fair value

As at 31st March 2024

Rs. in lakhs

	Upto 7 days	Upto 30/31 days	Over 1 month upto 2 months	Over 2 months upto 3 months	Over 3 months upto 6 months	Over 6 months upto 1 year	Over 1 year upto 3 years	Over 3 years upto 5 years	Over 5 years	Total
Deposits	-	-	-	-	-	-	-	-	-	-
Advances*	1,994.67	1,930.34	2,558.04	1,951.20	7,157.72	15,705.57	67,333.44	47,518.59	37201.18	183350.75
Investments**	-	-	-	-	-	1177.61	-	1000.00	10237.01	12414.62
Borrowings**	-	8.62	8.62	172.32	516.96	6680.98	14452.80	13176.72	22735.39	57752.41
Foreign Currency Assets	-	-	-	-	-	-	-	-	-	-
Foreign Currency Liabilities	-	-	-	-	-	-	-	-	-	-

*at cost

**at fair value

d) Details of Single Borrower Limit(SGL)/Group borrower(GBL) exceeded by the NBFC

During the current and previous year, the Corporation has not exceeded the prudential exposure norms.

e) Unsecured Advances

As at 31st March 2025, the amount of unsecured advances stood at Rs. 8704.40 lakhs (31st March 2024 : Rs. 8293.25 lakhs)

f) Miscellaneous

a) **Registration obtained from other financial sector regulators**

During the current year and the previous year, the Corporation has not obtained any registration from other financial sector regulators.

b) **Disclosures of Penalties imposed by RBI and other regulators**

During the current year and the previous year, there are no penalties imposed by RBI and other regulators.

c) **Related Party Transactions**

(Refer Note 32)

d) **Rating assigned by credit rating agencies and migration of ratings during the year :**

Instruments	Credit Rating Agency	Current Year	Previous Year
Long term Borrowings (SBI and SIDBI Loan)	Care Ratings Ltd.	CARE A; Stable (Single A, Outlook : Stable) Reaffirmed	CARE A; Stable (Single A, Outlook : Stable)

g) Net Profit or Loss for the period, prior period items and changes in accounting policies

An amount of Rs. 618.85 Lakhs have been debited to profit & loss statement during the year towards payment of arrear salary which relates to previous years (FY 2017-18 to FY 2023-24).

h) Revenue Recognition

Refer Material Accounting Policies.

i) Indian Accounting Standard 110-Consolidated Financial Statements (CFS)

All the subsidiaries of the Company have been consolidated as per Indian Accounting standard 110. Refer Consolidated Financial Statements(CFS).

j) Provisions and Contingencies

Rs. in lakhs

Break up of 'Provisions and Contingencies' shown under the head Expenditure in Profit & Loss Account	Current Year	Previous Year
Provisions for depreciation on Investment	-	-
Provision towards NPA (Excluding NEEF provisions)	(1942.60)	(58.89)
Provision made towards Income Tax	2328.96	2925.10
Other Provision and Contingencies		
Leave Encashment	571.62	492.21
Gratuity	20.40	10.26
LTC	-	(46.85)
Diminution in Fair Value of Restructured Advance	-	-
Provision for Standard Assets	(914.18)	(266.41)

k). Concentration of Advances(at cost)

Rs. in lakhs

	As at 31/03/2025	As at 31/03/2024
Total Advances to twenty largest borrowers	56893.11	48460.41
Percentage of Advances to twenty largest borrowers to Total Advances of the NBFC	28.17%	26.64%

l) Concentration of Exposures (at cost)

Rs. in lakhs

	As at 31/03/2025	As at 31/03/2024
Total Exposures to twenty largest borrowers	56893.11	48460.41
Percentage of Exposures to twenty largest borrowers to Total Exposures of the NBFC	28.17%	26.64%

m) Concentration of NPAs

Rs. in lakhs

	As at 31/03/2025	As at 31/03/2024
Total Exposure to top four NPA accounts	1899.05	2596.94

n) Sector wise NPAs (Percentage of NPAs to Total Advances in that Sector) :

Sl. No.	Sector	As at 31/03/2025	As at 31/03/2024
1	Agriculture & allied activities	4.37%	0.84%
2	MSME	2.03%	2.42%
3	Corporate Borrowers	5.76%	8.51%
4	Services	1.43%	3.34%
5	Unsecured personal loans	NIL	NIL
6	Auto loans	NIL	NIL
7	Other personal loans	NIL	NIL

o) Movement of NPAs*

Rs. in lakhs

Particulars	Current Year	Previous Year
i. Net NPAs to Net Advances (%)	0.69%	1.25%
ii. Movement of NPAs (gross)		
a. Opening balance	5680.39	5197.29
b. Additions during the year	1332.60	2083.87
c. Reductions during the year	3217.24	1600.77
d. Closing balance	3795.75	5680.39
iii. Movement of net NPAs		
a. Opening balance	2240.82	1698.44
b. Additions during the year	1029.09	1835.80
c. Reductions during the year	1885.62	1293.42
d. Closing balance	1384.29	2240.82
iv. Movement of provisions for NPAs		
a. Opening balance	3436.92	3498.85
b. Provisions made during the year	(1034.76)	(58.89)
c. Write off / Write backs	-	3.04
d. Closing balance	2402.16	3436.92

*As per IRACP Norms

p. Disclosure as per Micro, Small and Medium Enterprises Development Act, 2006 :

Particulars		31 March 2025	31 March 2024
a)	Dues remaining unpaid to any supplier* -Principal -Interest on the above	- -	- -
b)	Interest paid in terms of Section 16 of the MSMED Act along with the amount of payment made to the supplier beyond the appointed day during the year - Principal paid beyond the appointed date - Interest paid in terms of Sec 16 of the Act	- -	- -
c)	Amount of interest due and payable for the period of delay on payments made beyond the appointed day during the year	-	-
d)	Amount of interest accrued and remaining unpaid	-	-
e)	Further interest due and payable even in the succeeding years, until such date when the interest due as above are actually paid to the small enterprises	-	-
Total		-	-

*Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by management. There is no dues pending (principal or interest) to supplier falling under the said act.

Note 44: Disclosure requirements under Scale Based Regulation(SBR)- A Revised Regulatory Framework for NBFCs as per circular RBI/2022-23/26 DOR.ACC.REC.No.20/21.04.018/2022-23 dated 19 April 2022.

Section – I

A) Exposure

1. Exposure to Real Estate Sector (At cost)

Rs. in lakhs

Items		31/03/2025	31/03/2024
1.	Direct Exposure		
a.	Residential Mortgages [all individual housing loans]	1376.08 14702.97	1345.17 13338.04
b.	Commercial Real Estate		
c.	Investments in Mortgage Backed Securities (MBS) and other securitized exposures:		
a)	Residential	Nil	Nil
b)	Commercial	Nil	Nil
b)	Indirect Exposure	Nil	Nil
	Fund based and non fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs).	16079.05	14683.21
Total Real Estate Exposure			

2) Exposure to Capital Market

Rs. in lakhs

Particulars		Current Year	Previous Year
(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;	3675.23	3651.48
(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 guarantees 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 NBFCs 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 Alternative Investment Funds : (i) Category I (ii) Category II (iii) Category III		
(xi)	all exposures to Venture Capital Funds (both registered and unregistered)	6492.59	6483.93
Total Exposure to Capital Market		10167.82	10135.41

STANDALONE

3) Sectoral exposure (At cost)

Rs. in lakhs

Sectors	Current Year			Previous Year		
	Total Exposure	Gross NPAs	% of Gross NPAs to Total exposure in that sector	Total Exposure	Gross NPAs	% of Gross NPAs to Total exposure in that sector
1. Agriculture & Allied Activities	3,020.96	132.03	4.37%	1,670.24	14.05	0.84%
2. Industry	54,066.29	1427.55	2.64%	49,317.39	1368.07	2.77%
3. Services	1,26,017.33	1,754.03	1.39%	115,191.74	3,853.59	3.35%
4. Loan to staff	3300.23679	0	0.00%	3184.91289	-	0.00%
5. Microfinance Loans(Loans to MFIs, Business Correspondents)	18,845.56	482.13	2.56%	17,171.38	444.67	2.59%
Total	2,05,250.38	3,795.75		186,535.67	5,680.38	

4) Intra-group exposures

Rs. in lakhs

Particulars		Current Year	Previous Year
(i)	Total amount of intra-group exposures	-	-
(ii)	Total amount of top 20 intra-group exposures	-	-
(iii)	Percentage of intra-group exposures to total exposure of the NBFC on borrowers/customers	-	-

5) Unhedged foreign currency exposure

A) The company does not have any exposure to unhedged foreign currency exposure as at 31st March 2025. (31st March 2024 : NIL)

B) Related Party disclosure(Refer Note no. 32)

C) Disclosure of complaints

1) Summary information on complaints received by the NBFCs from customers :

Complaints received by the NBFC from its customers

			Current Year	Previous Year
1.		Number of complaints pending at beginning of the year	-	-
2.		Number of complaints received during the year	01	-
3.		Number of complaints disposed during the year	01	-
	3.1	Of which, number of complaints rejected by the NBFC	-	-
4.		Number of complaints pending at the end of the year	-	-
5.*		Number of maintainable complaints received by the NBFC from Office of Ombudsman	-	-
	5.1.	Of 5, number of complaints resolved in favour of the NBFC by Office of Ombudsman	-	-
	5.2	Of 5, number of complaints resolved through conciliation/mediation/advisories issued by Office of Ombudsman	-	-

5.3	Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the NBFC	-	-
6.*	Number of Awards unimplemented within the stipulated time (other than those appealed)	-	-

2) Top five grounds of complaints received by the NBFCs 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
Current Year					
Customer Complaints	NIL	01	01	NIL	NIL
Total	NIL	NIL	NA	NIL	NIL
Previous Year					
Total	NA	NIL	NA	NA	NA

Section – II

A) Breach of covenant

During the current year and previous year there is no instance of breach of covenant of loan availed or debt securities issued.

B) Divergence in Asset Classification and Provisioning

Disclosure of details of divergence, if either or both of the following conditions are satisfied:

- the additional provisioning requirements assessed by RBI (or National Housing Bank (NHB) in the case of Housing Finance Companies) exceeds 5 percent of the reported profits before tax and impairment loss on financial instruments for the reference period, or
- the additional Gross NPAs identified by RBI/NHB exceeds 5 per cent of the reported Gross NPAs for the reference period.

There is no assessment of Divergence in Asset Classification and Provisioning by RBI for the reference period 31st March 2025 and 31st March 2024 and hence the details as required in tabular form is not presented here.

Note 45: Expected Credit Loss policy of the Corporation

The measurement of impairment losses on loan assets as per Ind AS 109 : Financial Instruments requires judgement, in estimating the amount and timing of future cash flows and recoverability of collateral values while determining the impairment losses and assessing a significant increase in credit risk.

The Corporation's Expected Credit Loss (ECL) calculation is the output of a model with a number of underlying assumptions including segmentation of loan and advances, selection of time horizon, data, forward-looking economic scenarios based on past experiences etc. The Corporation's customer segments, loan products and operational areas has not changed significantly over the years. This is to mention that the Corporation operates in North East India which enjoys significant government support to the local entrepreneurs in the form of subsidy among others. Although North East India (NER) region is not untouched due to COVID-19

pandemic, it is imperative to mention that local calamities and geo-political disturbances impacts the region more than anything else. The Corporation has generated stable internal data based on past pattern. The Corporation has computed expected credit losses based on a provision matrix which uses historical credit loss experience of the Corporation. The historical credit loss experience reflects impacts of economic downturn specific to NER and any support measures provided by government.

It has been the Corporation's policy to regularly review its model in the context of actual loss experience and adjust when necessary.

Inputs considered in the ECL Model

(I) Exposure at default(EAD)

Exposure at Default (EAD) represents the gross carrying amount of the assets i.e the outstanding of the Corporation.

(II) Probability of default(PD)

Probability of default is applied on Stage 1 and 2 on the portfolio basis and for Stage 3 PD at 100%. This is calculated as an average of the last 7 years monthly movements of default rates.

(III) Loss Given Default(LGD)

LGD is an estimate of the loss from a portfolio given that a default occurs. LGD component of ECL is independent of deterioration of asset quality and thus applied uniformly across various stages.

Of the various methodologies used to estimate LGD, the Corporation has adopted Workout LGD method to calculate Loss Given Default based on the Corporation's own loss and recovery experience. On a more conservative basis, the Corporation has applied LGD of 40%.

In assessing the impairment of loan and advances under the ECL model, the assets have been segmented into three stages. The three stages reflect the general pattern of credit deterioration of a financial instrument. The Corporation categorizes loan assets into stages primarily on Days Past Due status.

Stage 1 : 0-30 DPD

Stage 2 : 31-90 DPD

Stage 3 : More than 90 DPD.

As per Ind AS 109, the company is recognizing loss allowance (i.e. impairment) for expected credit losses on trade receivables based on forward-looking expected credit loss (ECL) model using the simplified approach. Simplified approach measures impairment loss as lifetime ECL.

Note 46: Disclosure as required under RBI notification no. RBI Circular No. RBI/2019-20/170 DOR(NBFC). CC.PD.No.109/22.10.106/2019-20 dated March 13, 2020 on Implementation of Indian Accounting Standards

Year ended 31 March 2025

Rs. in lakhs

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per IND AS	Loss Allowances (Provisions) as per IND AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
1	2	3	4	5=3-4	6	7=4-6
Performing Assets						
Standard	Stage 1	1,87,217.95	1,523.80	1,85,694.15	717.00	806.80

	Stage 2	10,364.61	756.18	9,608.43	955.13	(198.95)
Subtotal for standard		1,97,582.55	2,279.97	1,95,302.58	1,672.12	607.85
Non-Performing Assets (NPA)						
Substandard	Stage 3	1,332.60	533.04	799.56	303.50	229.54
Doubtful- up to 1 year	Stage 3	92.84	37.14	55.70	92.84	(55.70)
1 to 3 years	Stage 3	1,079.78	431.91	647.87	724.58	(292.67)
More than 3 years	Stage 3	-	-	-	-	-
Subtotal for doubtful		1,172.62	469.05	703.57	817.42	(348.37)
Loss	Stage 3	1279.59	457.96	299.54	1,281.24	(290.24)
Subtotal for NPA		3,784.80	1,460.04	2,324.75	2,402.16	(409.08)
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms						
	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Subtotal		-	-	-	-	-
Total	Stage 1	1,87,217.95	1,523.80	1,85,694.15	717.00	806.80
	Stage 2	10,364.61	756.18	9,608.43	955.13	(198.95)
	Stage 3	3,784.80	1,460.04	2,324.75	2,402.16	(942.12)

As on 31st March 2025, the impairment allowance required under Ind AS 109 stands at Rs. 3740.02 lakhs and that under IRACP norms at Rs. 4074.28 lakhs. As a prudent measure and to hold enhanced provisions, the Corporation decided to hold impairment loss allowance as per IRACP norms since it is higher than the ECL model. The Corporation has already created an Impairment Reserve of Rs. 3316.00 lakhs in previous year, no new transfer was made to the reserve in FY 24-25.

As on 31st March 2024

Rs. in lakhs

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per IND AS	Loss Allowances (Provisions) as per IND AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
1	2	3	4	5=3-4	6	7=4-6
Performing Assets						
Standard	Stage 1	171,288.92	1,040.41	170,248.51	682.28	358.13
	Stage 2	6,381.44	394.32	5,987.12	1,904.33	(1,510.01)
Subtotal for standard		177,670.36	1,434.73	176,235.63	2,586.61	(1,151.88)
Non-Performing Assets (NPA)						
Substandard	Stage 3	2,083.88	833.55	1,250.33	335.05	498.50
Doubtful- up to 1 year	Stage 3	205.73	82.29	123.44	205.73	(123.44)
1 to 3 years	Stage 3	1,237.86	495.15	742.72	745.86	(250.72)
More than 3 years	Stage 3	-	-	-	-	-
Subtotal for doubtful		1,443.59	577.44	866.15	951.59	(374.15)

Loss	Stage 3	2,152.93	1,991.59	161.34	2,150.28	(158.69)
Subtotal for NPA		5,680.39	2,569.02	3,111.37	3,436.92	(34.35)
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
	Subtotal	-	-	-	-	-
Total	Stage 1	171,288.92	1,040.41	170,248.51	682.28	358.13
	Stage 2	6,381.44	394.32	5,987.12	1,904.33	(1,510.01)
	Stage 3	5,680.39	2,569.02	3,111.37	3,436.92	(867.90)

As on 31st March 2024, the impairment allowance required under Ind AS 109 is lower than the provisions as per IRACP, the difference of Rs. 2019.78 lakhs was required to be transferred to Impairment Reserve. However, since the company has already created Impairment Reserve of Rs. 3316.00 lakhs in previous year, no new transfer was made to the reserve.

Note 47: Risk Management Framework of the Corporation

Whilst risk is inherent in the Corporation's activities, it is managed through a risk management framework, including ongoing identification, measurement and monitoring subject to risk limits and other controls. In the course of its business, the Corporation is exposed to certain financial risks namely credit risk, liquidity risk and market risk.

The Board of Directors provide guiding principles for overall risk management of the Corporation, as well as policies covering specific areas, such as, credit risk, liquidity risk, and investment of surplus deployable funds. The Board has approved the Risk Management Policy of the Corporation to oversee the overall risk of the Corporation. The Corporation's risk management is carried out by its Risk Management Committee of the Board (RMCB), a sub-committee of the Board, as per the policies approved by the Board of Directors.

IT Strategy Committee, which was an Internal Committee, was re-constituted as a sub-Committee of the Board in compliance to RBI Directives. ITSC ensures that the Corporation has put in place an effective IT strategic planning process; carry out review and amend the IT strategies in line with the Corporate Strategies, cyber security arrangements and any other matter related to IT Governance.

The Corporation has also put in place Board approved policies, such as Loan Policy and other related policies to oversee the credit risk; Operation Risk Management (ORM) Policy to oversee the various operational risk; Asset Liability Management (ALM) Policy to oversee the various market and liquidity of the Corporation and various IT related policies to oversee the various IT and associated system risks. In addition, the Corporation has also formed an Internal Risk Management Committee (IRMC).

The Risk Management Department, along with the concerned departments has been looking after various risks of the Corporation under the supervision of the Chairman and Managing Director (CMD) and the guidance of the RMCB.

Credit Risk

Credit risk refers to the risk that a counterparty may default on its contractual obligations leading to financial loss to the Company. The Corporation's credit decisions are guided by its Loan Policy, Operational Manuals for Credit Appraisal & Management and other credit related policies approved by the Board. Based on various RBI guidelines, the Corporation takes adequate steps to mitigate the risks arising from its business

decisions, such as detailed appraisal of the proposals before sanctioning of loans; adequate security coverage / collaterals, except to small entrepreneurs who are covered under CGTMSE; exposure limits to Industry sectors, Individual Borrower as well as Group Borrower as per RBI Guidelines and Exposure Norms Policy of the Corporation approved by the Board wherein the limits for individual and group borrowers have been kept at lower level considering the size and the risk taking ability of the Corporation; regular site visits and review of loan portfolio; monitoring of defaulting units and Potential NPAs; Credit Rating Assessment (CRA) System for all PFD loans and MSE loans with loan size above Rs.50 lakh; Income Recognition and Asset classification as per RBI Prudential Norms and adequate provisioning for NPAs, etc. In addition, the Corporation has also upgraded the Stress Asset Management Cell (SAMC) under Credit Department to an independent department headed by a General Manager during the year under review, to closely monitor and recover from stressed assets accounts of the Corporation. Various policies of the Corporation are being revised keeping in view of the risk appetite of the Corporation.

Market Risk

The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while maximizing the return. The Corporation is also exposed to change in interest rates to a certain extent. Lowering of interest rate in the market resulted in a fall in interest yield from investment as well as business generation and income from thereon.

Asset Liability Management Committee (ALCO), headed by CMD looks into various aspects of market risk (primarily interest rate and liquidity risk). The Corporation has put in place an Asset Liability Management (ALM) Policy to oversee the market risk.

The Corporation has also put in place an Investment Policy for deployment of its surplus funds. It may be mentioned that the level of treasury operation is limited and is presently limited to FDs/ units of Mutual funds. Although the Corporation is exposed to price risk on such investments; which arises on account of movement in interest rates, liquidity and credit quality of underlying securities, it carries minimal volatility and ensures adequate liquidity. Hence temporary market volatility, if any is not considered to have material impact on the carrying value of these Investments.

Liquidity Risk

The Corporation's principal sources of liquidity are 'cash and cash equivalents, investments in money market instruments' and cash flows that are generated from operations. Liquidity risk in the Corporation may primarily arise from its inability to fulfill the committed liabilities (disbursement) and repayment of debt (loans).

Liquidity Risk is managed by the Asset Liability Management Committee (ALCO) of the Corporation on periodical basis. Cash flow analysis of the Corporation is being done periodically to analyze the liquidity condition whereas fund balance position as well as disbursement requirements are also monitored, and the surplus fund are deployed in the form of investment in FDs/ Liquid scheme of Mutual fund which are redeemable at very short notice. Presently around Rs. 3155.92 lakhs of surplus funds have been invested in various FDs/ units of various mutual funds.

It is to be mentioned that the Corporation has been receiving the interest free loan from the Government of India since FY2002-03 through the Ministry of DoNER (MDoNER), which are repayable after 15 years in bullet repayment. Till FY25, the Corporation has received interest free loan amounting to Rs.1034.11 Cr., out of which Rs.45 Cr. was given for creation of Venture Capital Fund. First installment of repayment of loan from MDoNER became due in FY17-18. So far, the Corporation has repaid eight installments amounting to Rs.289.11 Cr. and the 9th installment of Rs.60 Cr. will become due in the current financial year. The Corporation has also availed refinance from various institutions/ agencies like SIDBI, NBCFDC, NSFDC and NSTFDC. Till FY22, the Corporation has taken refinance of Rs.120.98 Cr. from these institutions and the entire

amount has already been fully repaid with no default in repayment of any of the aforesaid loan and interest thereof. Further, NABARD and MUDRA have also approached NEDFi to associate with them for refinancing and other activities based on its performance in the region. During FY23, the Corporation was sanctioned a limit of Rs.100 Cr. by SIDBI, out of which Rs.5 Cr. disbursement was availed during FY23 and balance Rs.95 Cr. was availed during FY24. Repayment of SIDBI loan has also started and outstanding as on 31/03/25 stands at Rs.81.73 Cr. During FY25, the Corporation availed Rs.200 Cr. TL from SBI, out of which Rs.175 Cr. disbursement was availed during the year. Further, the Corporation initiated various steps for mobilization of funds from various channels for fund requirement of growing business and long-term targets. Moreover, discussion with present lender SBI for further finance and other institutions like NABARD along with several other commercial banks for new line of credit is undergoing. Considering the above, the Corporation believes that its cash flow including loans will be sufficient to meet the financial liabilities within maturity period and other disbursement liabilities.

Operational Risk

The Corporation has adopted the Operational Risk Management Policy to manage operational risks to an acceptable level across all areas of its operations. The Corporation manages operational risks through comprehensive internal control systems and detailed procedures laid down in the various stages of its lending business. Operational Manual for Project Financing (for PFD/ MSE departments) and Operational Manual for Microfinance Department have already been implemented whereas the same for other core departments are being prepared.

Presently, the Risk Management Department along with other departments are reviewing the operational risks. Further, the Internal Auditor of the Corporation during its Quarterly Audit including Branch Audit also reviews various operational aspects/ risks. Till FY21, the internal audit function was outsourced to some reputed Chartered Accountants firm. Internal Audit Department of the Corporation, which was set up during FY21, for monitoring and controlling of financial transactions, credit operation, NPAs, policy compliance, operational risk, etc. started its functioning from April 1, 2021. After the creation of in-house Internal Audit team, the Corporation also implemented the concurrent audit from FY22.

Moreover, the Corporation has initiated the exercise of Risk Control & Self-Assessment (RCSA) for each department at Head Office. Suitable training programmes on the Operational Risk Management is being looked into for the officers of the Risk Management and other core departments.

The Corporation has put in place a robust Disaster Recovery (DR) and Business Continuity Plan (BCP) to ensure continuity of operations including services to customers, if any eventuality happens such as natural disasters, technological outage, etc. Robust periodic testing is being carried out, and results are being analyzed to address gaps in the framework, if any. DR and BCP audits are being conducted on a periodical basis to provide assurance regarding the effectiveness of the Corporation's readiness.

Note 48: Changes in liabilities arising from financing activities

As at 31st March 2025

Rs. in lakhs

Particulars	As at March 31st, 2024	Cash flows(net)	New leases	Others	As at March 31st, 2025
Borrowings	57,752.41	15,467.83			73,220.24
Notional Interest	25,661.39	1,282.83			26,944.23
Lease Liability	292.28	(79.04)	121.22	(12.77)	321.70
Others	41.92	(41.92)		43.68	43.68
Total	83,748.01	16,629.71	121.22	30.91	1,00,529.84

As at 31st March 2024
Rs. in lakhs

Particulars	As at March 31st, 2023	Cash flows(net)	New leases	Others	As at March 31st, 2024
Borrowings	49,114.99	8,637.42			57,752.41
Notional Interest	24,885.01	776.38			25,661.39
Lease Liability	270.98	(71.60)	79.80	13.10	292.28
Others	0.11	(0.11)		41.83	41.83
Total	74,271.09	9,342.10	79.80	54.93	83,747.92

Note 49: Disclosure as per Para 53 of Ind AS 116 : Leases

Particulars	As at 31/03/2025	As at 31/03/2024
i) Depreciation charge for ROU assets for Leasehold premises(presented under Note 28 : " Depreciation , amortization and impairment"	56.86	54.43
ii) Interest expense on lease liabilities (presented under Note 25 Finance Cost)	26.89	24.25
iii) Expense relating to short-term leases(included in Note 30 Other Expenses)	8.83	6.40
iv) Payments for principal portion of lease liability	91.80	69.76
v) Additions to ROU assets during the year	121.22	79.80
vi) Carrying amount of ROU assets at the end of reporting period by class of underlying assets(Refer Note 9C)	287.13	262.43
vii) Lease liabilities (Refer Note 13)	321.70	292.28

Maturity Analysis of Lease Liabilities as per Ind AS : Leases

Particulars	As at 31/03/2025	As at 31/03/2024
Less than 1 year	-	5.18
1 – 3 years	58.26	22.05
3 – 5 years	88.38	-
More than 5 years	175.07	265.05
Total lease liabilities	321.70	292.28

Note 50: Disclosure as required under Guidelines on Resolution Framework for COVID-19- related Stress issued by RBI vide notification no. RBI/2020-21/16 DOR.No.BP.BC/3/21.04.048/ 2020-21 and RBI/2020-21/17 DOR.No.BP.BC/4/21.04.048/2021 dated 6th August 2020

(i) For year ended 31 March 2025

Type of borrower	(A) No. of accounts where resolution plan has been implemented under the window	(B) Exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provisions on account of the implementation of the resolution plan
Personal loans	-	-	-	-	-
Corporate persons	-	-	-	-	-
Of which, MSME	-	-	-	-	-
Others	-	-	-	-	-
Total	-	-	-	-	-

(ii) For year ended 31 March 2025

No. of accounts restructured	Amount (Rs. in lakhs)
-	-

(iii) For year ended 31 March 2024

Type of borrower	(A) No. of accounts where resolution plan has been implemented under the window	(B) Exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provisions on account of the implementation of the resolution plan
Personal loans	-	-	-	-	-
Corporate persons	-	-	-	-	-
Of which, MSME	-	-	-	-	-
Others	-	-	-	-	-
Total	-	-	-	-	-

(iv) For year ended 31 March 2024

No. of accounts restructured	Amount(Rs. In lakhs)
-	-

Note 51 : Additional Regulatory Information

- All Title deeds of Immovable Property are held in name of the Company.
- The company has not revalued its property, plant and equipment and Intangible Assets during the year.
- The company has not granted any Loans or Advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013) either severally or jointly with any other person, that are (a) repayable on demand or (b) without specifying any terms or period of repayment.

(iv) Capital-Work-in Progress(CWIP)

- For Capital-work-in progress :

As at 31st March 2025

CWIP	Amount in CWIP for a period of				Total
	Less than 1year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	0.87	0.87

As at 31stMarch 2024

CWIP	Amount in CWIP for a period of				Total
	Less than 1year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	0.87	0.87

- (b) There is no capital-work-in progress, whose completion is overdue or has exceeded its cost compared to its original plan.
- (v) The company has used the borrowings from banks and financial institutions for the specific purpose for which it is taken at the balance sheet date.
- (vi) There are no intangible assets under development.
- (vii) There are no proceedings been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder as the company is not holding any such property.
- (viii) The company has borrowings from banks or financial institutions on the basis of security of loan assets. The quarterly statements submitted by the company to the financial institution are on historic cost method instead of effective interest rate/amortised cost method as prescribed under Ind AS.
- (ix) The company does not have any default and hence has not been declared as willful defaulter by any bank or financial institution or other lenders.
- (x) The Company does not have transactions with struck off companies u/s 248 of Companies Act, 2013 or u/s 560 of Companies Act 1956 as per our knowledge and information.
- (xi) The company does not have any charges or satisfaction yet to be registered with Registrar of Companies beyond the statutory period.
- (xii) The company does not have any noncompliance under clause (87) of Section 2 of Companies Act, 2013 read with Companies (Restrictions on number of Layers) Rules, 2017.
- (xiii) The company has not entered into any Scheme of Arrangement in terms of sections 230 to 237 of the Companies Act, 2013.
- (xiv) The company has not advanced or loaned nor invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities(Intermediaries) with the understanding that the Intermediary shall (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or behalf of the company (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- (xv) The company has not received any fund from any other person(s) or entity(ies), including foreign entities(Funding Party) with the understanding that it shall (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- (xvi) Analytical Ratios :

Ratio	As at 31 st March 25	As at 31 st March 24
Tier -I Capital	118081.26	111344.58
Tier -II Capital	717.00	1434.73
Total Capital	118798.26	112779.31
Aggregate of Risk Weighted Assets	222102.08	202415.49
Tier I CRAR	53.17%	55.01%
Tier II CRAR	0.32%	0.71%
CRAR	53.49%	55.72%

Tier I Capital means owned fund as reduced by investment in shares of other non-banking financial companies and in shares, debentures, bonds, outstanding loans and advances including hire purchase and lease finance made to and deposits with subsidiaries and companies in the same group exceeding, in aggregate, ten per cent of the owned fund as at 31st March, 2025.

“Owned Fund” means paid up equity capital and free reserves e.g. reserve created u/s 45-IC of RBI Act, 1934 and u/s 36(1)(viii) of the Income Tax Act, 1961, General Reserve and Retained Earnings.

Tier II capital” includes the following

- (a) general provisions (including that for Standard Assets) and loss reserves to the extent these are not attributable to actual diminution in value or identifiable potential loss in any specific asset and are available to meet unexpected losses, to the extent of one and one fourth percent of risk weighted assets. 12 month expected credit loss (ECL) allowances for financial instruments i.e. where the credit risk has not increased significantly since initial recognition, shall be included under general provisions and loss reserves in Tier II capital within the limits specified by extant regulations. Lifetime ECL shall not be reckoned for regulatory capital (numerator) while it shall be reduced from the risk weighted assets.
- (b) hybrid debt capital instruments; and
- (c) subordinated debt to the extent the aggregate does not exceed Tier I capital.

Aggregate Risk Weighted Assets (Denominator) –

Under RBI Guidelines, degrees of credit risk expressed as percentage weightages have been assigned to each of the on-balance sheet assets and off- balance sheet assets. Hence, the value of each of the on-balance sheet assets and off- balance sheet assets requires to be multiplied by the relevant risk weights to arrive at risk adjusted value of assets. The aggregate shall be taken into account for reckoning the minimum capital ratio.

(xvii) Corporate Social Responsibility (CSR)

As per Section 135 of the Companies Act, 2013, a company, meeting the applicability threshold, needs to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. The CSR Policy of NEDFi supports initiatives and activities which result in improvement of quality of life of the people belonging to the 8 States of the North Eastern Region of India. The areas for CSR activities of the Corporation promote employment enhancing vocational skills, livelihood enhancement projects, women empowerment, handloom and handicrafts of the region, development of rural and backward areas through promotion of entrepreneurship and promoting health care including preventive health care.

Rs. in lakhs

Particulars	As at 31/03/2025	As at 31/03/2024
i) Amount required to be spent by the Company	240.00	201.00
ii) Amount of expenditure incurred	241.14	222.01
iii) Shortfall at the end of the year	NA	NA
iv) Total of previous year shortfall	NA	NA
v) Reason of shortfall	NA	NA

vi) Nature of CSR activities	To take up initiatives for promotion of employment enhancing vocational skills, livelihood enhancement projects or women empowerment. To promote the traditional arts and handicraft sector including handloom of the N. E. Region, by providing necessary support to the artisans, weavers and craftsperson engaged in the sector through skill-upgradation, market linkage and/ or infrastructural support, wherever necessary. To undertake projects and programmes for development of Rural and Backward Areas through promotion of entrepreneurship and income generating activities. To undertake awareness program on Organ Donation, Health Camp, distribution of food items under Pradhan Mantri TB Mukh Bharat Abhiyaan (PMTBMBA) Flood relief, Remal relief etc.	
vii) Details of related party transaction, e.g. contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard	4.65*	122.76*
viii) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision	-	-

* For implementation of sample development programme on handloom at Baksa district of BTR, Assam.

(xvii) (a) Gross amount required to be spent: Rs. 240.00 lakhs (P.Y. Rs. 201.00 lakhs). 2% of the average profit before tax of last three financial years i.e. 2% of ` Rs. 11952.88 lakhs (P.Y. Rs. 10045.33 lakhs)= Rs.239.06 lakhs (P.Y. Rs. 200.91 lakhs). The Corporation has spent Rs. 240.21 lakhs (P.Y. Rs. 222.01 lakhs) on CSR.

(xvii) (b) Amount spent during the year on Rs. in lakhs

	In Cash		Yet to be paid in cash		Total	
	C.Y.	P.Y	C.Y.	P.Y	C.Y.	P.Y
(i) Construction / acquisition of any asset	-	-	-	-	-	-
On purposes other than (i) above	241.14	222.01	-	-	241.14	222.01

(xvii) (c) No provision has been made for CSR Expenses during the year. The income earned incidental to the CSR projects, if any, have been netted off from the CSR expenses.

(xviii) There are no undisclosed income or transactions recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. There are no previously unrecorded income and related assets recorded during the year.

(xix) The Company has not traded nor invested in Crypto currency or Virtual currency during the financial year.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF NORTH EASTERN DEVELOPMENT FINANCE CORPORATION LIMITED REVISED REPORT ON THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS

OPINION

We have audited the accompanying consolidated financial statements of North Eastern Development Finance Corporation Limited ("the holding company") and its subsidiaries (the holding company and its subsidiaries together referred to as "the Group"), which comprise the consolidated Balance Sheet as at 31 March 2025 and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the consolidated Statement of Cash Flows and the consolidated Statement of Changes in Equity for the year ended on that date, and notes to the consolidated financial statements, including a summary of material 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 report of other auditor on separate financial statements of one of the subsidiary and on the other financial information of the subsidiary, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 (hereinafter referred to as the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under sec 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at 31st March 2025, and their consolidated profit and their consolidated total comprehensive income),

their consolidated cash flows and their consolidated changes in equity for the year ended on that date.

BASIS FOR OPINION

We conducted our audit of the consolidated financial statement in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. 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 in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our opinion on the consolidated Financial Statements.

KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current year. 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. We have determined the matters described below to be the key audit matters to be communicated in our report:

Sr. No.	Key Audit Matters	Auditor's Response
1	<u>Allowances for Expected Credit Losses ("ECL"):</u> As at 31st March 2025, the carrying value of loan assets measured at amortised cost, aggregated ₹ 197292.97 Lakhs (net of allowance of expected credit loss ₹ 4074.28 lakhs) constituting approximately 77.67% of the Group's total assets. Significant judgment is used in classifying these loan assets and applying appropriate measurement principles. ECL on such loan assets measured at amortized cost is a critical estimate involving greater level of management judgement. As part of our risk assessment, we determined that the ECL on such loan assets has a high degree of estimation uncertainty, with a potential range of reasonable outcomes for the consolidated Financial Statements. The elements of estimating ECL which involved increased level of audit focus are the following: • Qualitative and quantitative factors used in staging the loan assets measured at amortised cost; • Basis used for estimating Probabilities of Default ("PD"), Loss Given Default ("LGD") and Exposure at Default ("EAD") at product level with past trends; • Judgements used in projecting economic scenarios and probability weights applied to reflect future economic conditions; and • Adjustments to model driven ECL results to address emerging trends. These parameters are derived from the holding Company's internally developed statistical models with the help of management experts and other historical data. Considering the significance of the above matter to the consolidated financial statements and since the matter required our significant attention to test the calculation of expected credit losses, we have identified this as a key audit matter for current year audit.	We have examined the policies approved by the Board of Directors of the holding Company that articulate the objectives of managing each portfolio and their business models. We have also verified the methodology adopted for computation of ECL ("ECL Model") that addresses policies approved by the holding company's Board of Directors, procedures and controls for assessing and measuring credit risk on all lending exposures measured at amortised cost. Our audit procedures related to the allowance for ECL included the following, among others: A. Testing the design and operating effectiveness of the following: • completeness and accuracy of the EAD and the classification thereof into stages consistent with the definitions applied in accordance with the policy approved by the holding company's Board of Directors including the appropriateness of the qualitative factors to be applied; • completeness, accuracy and appropriateness of information used in the estimation of the PD and LGD for the different stages depending on the nature of the portfolio; and • accuracy of the computation of the ECL estimate including reasonableness of the methodology used to determine macro-economic adjustment basis forward looking information. B. Test of details on a sample in respect of the following: • accuracy and completeness of the input data such as period of default and other related information used in estimating the PD; • the mathematical accuracy of the ECL computation by using the same input data as used by the Group; • completeness and accuracy of the staging of the loans and the underlying data based on which the ECL estimates have been computed; • assessed whether the disclosures on key judgements, assumptions and quantitative data with respect to impairment loss allowance in consolidated financial statements are appropriate and sufficient.

2	Information Technology and General Controls: The Group is dependent on its Information Technology ("IT") systems due to the significant number of transactions that are processed daily across such multiple and discrete IT systems. Also, IT application controls are critical to ensure that changes to applications and underlying data are made in an appropriate manner and under controlled environments. Appropriate controls contribute to mitigating the risk of potential fraud or errors as a result of changes to applications and data. On account of the pervasive use of its IT systems, the testing of the general computer controls of the IT systems used in financial reporting was considered to be a Key Audit Matter.	We and the auditor of the subsidiary company have obtained an understanding of the Group's IT applications, databases and operating systems relevant to financial reporting and the control environment. For these elements of the IT infrastructure the areas of our focus included access security (including controls over privileged access), program change controls, database management and network operations. In particular: • We tested the design, implementation, and operating effectiveness of the Group's general IT controls over the IT systems relevant to financial reporting. This included evaluation of controls over segregation of duties and access rights being provisioned / modified based on duly approved requests and access for exit cases being revoked in a timely manner. • We also tested key automated business cycle controls and logic for the reports generated through the IT infrastructure that were relevant for financial reporting or were used in the exercise of internal financial controls with reference to financial statements. Our tests included testing of the compensating controls or alternate procedures to assess whether there were any unaddressed IT risks that would materially impact the consolidated Financial Statements.
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INFORMATION OTHER THAN THE FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON

The Holding Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Director's Report, but does not include the consolidated Financial Statements, standalone Financial Statements and our auditors' report thereon. The Other Information 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 we do 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 identified above when it becomes available, compare with the financial statements/ financial information of the subsidiaries, to the extent it relates to these entities and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Other information so far as it relates to the subsidiary, is traced from their financial statements audited by the other auditors.

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance. We have nothing to report in this regard.

RESPONSIBILITY OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 ("the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated changes in equity of the group in accordance with the accounting principles generally accepted in India, including Ind AS specified under section 133 of the Act. The respective board of directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act; for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates 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 a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial Statements by the Holding Company, as aforesaid.

In preparing the Consolidated Financial Statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intend to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

AUDITOR'S RESPONSIBILITY FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS

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 skepticism 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 financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls system with reference to Consolidated financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of

accounting estimates and related disclosures made by the 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 Group'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 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 Consolidated 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 to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of entities included in the Consolidated Financial Statements of which we are the independent auditors. For the 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.
- Materiality is the magnitude of misstatements in the Consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably

knowledgeable user of the Consolidated financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Consolidated financial statements.

We communicate with those charged with governance of the holding company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal financial controls 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.

OTHER MATTERS

We did not audit the Financial Statements of one subsidiary whose Financial Statements reflect total assets of Rs. 646.14 Lakhs as at 31st March, 2025, total revenues of Rs. 243.65 Lakhs and net increase in cash flows amounting to Rs. (160.07) lakhs for the year ended on that date, as considered in the consolidated Financial Statements. This Financial Statements are unaudited and have been furnished to us by the Management, and our report in terms of subsections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid entity, is based solely on such unaudited Financial Statements. In our opinion and according to the information and explanations given to us by the Management, these Ind AS Financial Statements are not material to the Group.

We did not audit the Financial Statements of one subsidiary, whose Financial Statements reflect total assets of Rs. 28.18 Lakhs as at 31st March 31, 2025, total revenues Rs. 8.76 lakhs and net increase in cash flows amounting to Rs. 6.91 lakhs for the year ended on that date, as considered in the consolidated Financial Statements. This Financial

Statements have been audited by other auditors whose report has been furnished to us by the Management and our opinion on the Consolidated Financial Statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary, is based solely on the reports of the other auditors.

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

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. The Comptroller and Auditor General of India has issued the new directions and sub directions dated 23.05.2025 indicating the areas to be examined in term of Sub-section 5 of Section 143 of the Act, the compliance of which is set out in Annexure "A".
2. As required by section 143(3) of the Act, based on our audit and on the consideration of the reports of the other auditor on the separate financial statements of the subsidiary as referred to in the Other Matters section above, we report, to the extent applicable 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 of the aforesaid consolidated financial statements.
 - b) In our opinion proper books of account as required by law relating to preparation of the aforesaid Consolidated Financial Statements have been kept so far as it appears from our examination of those books except for not complying with the requirement of audit trail as stated in h (vi) below.

- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the Consolidated Financial Statements except for IND-AS adjustment that is being calculated outside the IT system, as application for implementation of IND-AS is yet to be configured in the existing IT system.
- d) In our opinion, the aforesaid Consolidated financial statements comply with the Ind AS specified under Section 133 of the Act.
- e) On the basis of written representations received from the directors of the Holding company and taken on record by the Board of Directors of the Holding Company and the reports of the management of its subsidiary companies and, none of the directors of the Group companies is disqualified as on 31st March, 2025 from being appointed as a director in terms of Section 164 (2) of the Act;
- f) With respect to the adequacy of the internal financial controls with reference to financial statements of the holding company and its subsidiary covered under the Act, and the operating effectiveness of such controls, refer to our separate report in Annexure "B" wherein we have expressed an unmodified opinion.
- g) With respect to the other matters to be included in the Auditor's report in accordance with the requirements of sec 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the group to their directors during the year is in accordance with the provisions of section 197 of the Act.
- h) With respect to other matters to be included

in the auditor's report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:

- i. The Consolidated Financial Statements disclose the impact of pending litigations on the consolidated financial position of the Group.
- ii. The Group did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses as at 31st March, 2025.
- iii. There were no amounts which required to be transferred by the holding & subsidiary company to the Investor Education and Protection Fund during the year ended 31st March, 2025.
- iv. (a) The respective managements of the holding company and its subsidiaries whose financial statements have been audited under the Act, have represented to us that to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company or any of such subsidiaries to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

- (b) The respective Managements of the holding company and its subsidiaries whose Financial Statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company or any of such subsidiaries from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company or any of such subsidiaries, shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us and those performed by the auditor of the subsidiary whose financial statements have been audited under the Act, nothing has come to our notice that has caused us to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement.

- v. The final dividend paid by the holding Company during the year in respect of the same declared in the previous year, is in accordance with section 123 of the Act, to the extent it applies to payment of dividend.

No dividend is proposed for the financial year 2024-25 by the Board of Directors of the Holding Company & subsidiary company till the date of our audit report

- vi. Based on our examination, which included test checks, the holding Company has used accounting software for maintaining its books of account for the financial year ended 31st March, 2025 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software except that audit trail feature was not enabled at the database level to log any direct data changes for the accounting software used for maintaining the books of accounts. Further, during the course of our audit, we did not come across any instance of audit trail feature being tampered with, in respect of accounting software for the period for which the audit trail feature was enabled and operating. Additionally, the audit trail has been preserved by the Company as per the statutory requirements for record retention.

Based on the examination of the statutory auditor of one of the subsidiary companies namely NEDFI

Trustee Limited, which included test checks, the subsidiary Company has not used accounting software for maintaining its books of account for the financial year ended 31st March, 2025 which has a feature of recording audit trail (edit log) facility and hence the audit trail facility has not operated throughout the year for all relevant transactions recorded in the software.

3. With respect to the matters specified in clause (xxi) of paragraph 3 and paragraph 4 of the Companies Auditor's Report Order, 2020 ("CARO"/ "the Order") issued by the Central Government in terms of Section 143(11) of the Act, according to the information and explanations given to us, and based on the CARO reports issued by us and the auditors of respective companies included in the consolidated financial statements to which reporting under CARO is applicable, as provided to us by the Management of the Holding Company, we report that there are no qualifications or adverse remarks by the respective auditors in the CARO reports of the said companies included in the consolidated financial statements.

CONSOLIDATED

For Vikash Surana and Associates
Chartered accountants
Firm's Registration No. 324128E



(CA. Vikash Surana)
Partner

Membership No. 059958
UDIN: 25059958BMIMAD1786

Place: Guwahati
Dated: 19/08/2025

ANNEXURE-A TO INDEPENDENT AUDITORS' REPORT ON THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS

(Referred to in Para 1 under the heading 'Report on other Legal and Regulatory Requirements' of our report of even date to The Members of North Eastern Development Finance Corporation Ltd on the consolidated financial statements for the year ended 31st March, 2025)

As required under Section 143(5) of the Companies Act., 2013, with respect to the directions and sub-directions issued by The Comptroller & Auditor General of India, we report that:

CONSOLIDATED

Sl. No.	Questionnaire	Replies
1	Assess the fair valuation of all the investments, both quoted and unquoted, made directly by the Company or through Trusts, for Post retirement benefits of the employees. This includes verifying valuation methodologies, ensuring consistency with Ind AS and reviewing supporting documentation. The auditor shall provide a brief note on the valuation approach, its reasonability, and compliance with applicable regulations, reporting any material deviations or misstatements.	i. Fair valuation of investment in equity & preference shares(unquoted) is ascertained by dividing the net worth with the number of shares as per the latest available audited Balance Sheet. Equity investment in subsidiaries and funds controlled by the company are kept at cost. ii. The company deducts and deposits provident fund contribution of the employees to the EPFO Fund. iii. For post-retirement benefits like Gratuity and Leave Encashment, the Company has taken policy from LIC and HDFC respectively. Actuarial valuation as per provisions of Ind AS 19 is considered for ascertaining liabilities.
2	Whether the Company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	Company has a system in place to process all the accounting transactions through IT system. During FY 2024-25, all the accounting transactions have been processed through IT system. Since system of processing all financial transactions is in place, all transactions are done mandatorily through system only, as such question of processing of transactions outside IT system on the integrity of the accounts doesn't arise. However, application for implementation of IND-AS is yet to be configured in the system and adjustments relating to the same is being calculated outside the IT system.
3	Whether funds (grants/ subsidy etc.) received/ receivable for specific schemes from Central/State Government or its agencies were properly accounted for as per the applicable accounting standards or norms and whether the received funds were utilised as per its terms and conditions? Whether accounting of interest earned on grants received has been done as per terms and conditions of the Grant. List the cases of deviation.	Based on our audit procedures carried out and as per the explanation and information given to us and based on our examination of records fund received/ receivables for specific schemes from Central/state government were properly accounted for/utilized as per the terms and conditions of the scheme. Yes, interest earned on funds received has been done as per terms and conditions of the funds.

4	Whether the Company has identified the key Risk areas? If yes, whether the Company has formulated any Risk Management Policy to mitigate these risks? If yes, (a) whether the Risk Management Policy has been formulated considering global best practices? (b) Whether the Company has identified its data assets and whether it has been valued appropriately?	The Company has formulated and implemented a Risk Management Policy to identify, assess, and mitigate key risks in alignment with industry best practices. a) Yes, the Risk Management Policy has been designed in alignment with widely accepted global best practices and RBI directions issued from time to time ensuring a comprehensive approach to enterprise risk identification, assessment, and mitigation. b) Yes, the Company has identified its core data assets and has appropriate controls in place for data security, accessibility, and integrity. However, in accordance with prevailing accounting standards, these data assets are not assigned a financial value in the books of accounts.
5	Whether the Company is complying with the Securities and Exchange Board of India (SEBI) (Listing Obligation and Disclosure Requirements) Regulations, 2015, and other applicable rules and regulations of SEBI, Department of Investment and Public Asset Management, Ministry of Corporate Affairs, Department of Public Enterprises, Reserve Bank of India, Telecom Regulatory Authority of India, CERT-IN, Ministry of Electronics and Information Technology and National Payments Corporation of India wherever applicable? If not, the cases of deviation may be highlighted.	The Company is not a Listed Company, hence LODR and other regulations of SEBI are not applicable in the case of the company. For Ministry of Corporate Affairs, the Company has complied with all the rules and regulations as per the provision of the Companies Act, 2013 amended from time to time. The company is a Systemically Important (Non-Deposit Accepting or Holding) Non-Banking Finance Company (NBFC) registered with Reserve Bank of India (RBI) as an Investment and Credit Company (ICC). The Company is following the rules and regulations of Reserve Bank of India issued from time to time.

For Vikash Surana and Associates
Chartered accountants
Firm's Registration No. 324128E



(CA. Vikash Surana)
Partner

Membership No. 059958
UDIN: 25059958BMIMAD1786

Place: Guwahati
Dated: 19/08/2025

ANNEXURE-B TO INDEPENDENT AUDITORS' REPORT ON THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS

(Referred to in para 2(f) under the heading 'Report on other Legal and Regulatory Requirements' of our report of even date to The Members of North Eastern Development Finance Corporation Ltd on the consolidated financial statements for the year ended 31st March, 2025)

Independent Auditor's Report on the internal financial with reference to consolidated financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

In conjunction with our audit of the Consolidated Ind AS Financial Statements of the Company as at and for the year ended 31st March, 2025, we have audited the internal financial controls with reference to consolidated financial statements of North Eastern Development Finance Corporation Limited (hereinafter referred to as "Holding") and its subsidiary companies, which are companies incorporated in India, as of that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The respective Board of Directors of the holding and its subsidiary companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls with reference to Consolidated Financial Statements based on criteria established by the respective Companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on the internal financial controls with reference to consolidated financial statements of the Holding and its subsidiary companies which are companies incorporated in India, based on our audit. We

conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether whether adequate Internal Financial Controls with reference to Consolidated Financial Statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to consolidated financial statements included obtaining an understanding of internal financial controls with reference to consolidated financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to Consolidated Financial Statements.

MEANING OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO CONSOLIDATED FINANCIAL STATEMENTS

A company's internal financial control with reference to consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Consolidated Financial Statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to consolidated financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Consolidated Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisation of management of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the Consolidated Financial Statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO CONSOLIDATED FINANCIAL STATEMENTS

Because of the inherent limitations of Internal Financial Controls with reference to Consolidated Financial Statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the Internal Financial Controls with

reference to Consolidated Financial Statements to future periods are subject to the risk that the internal financial control with reference to Consolidated Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

OPINION

In our opinion to the best of our information and according to the explanations given to us and based on the consideration of the other auditors referred to in the Other Matters paragraph below, the holding and its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls with reference to consolidated financial statements and such internal financial controls with reference to consolidated financial statements were operating effectively as at 31st March, 2025, based on the criteria for internal financial control with reference to Consolidated Financial Statements established by the respective companies considering the essential components of internal control stated in the Guidance Note.

OTHER MATTERS

Our aforesaid reports under sub-section 3(i) of Section 143 of the Act, on the internal financial controls with reference to Consolidated Financial Statements in so far as it relates to one out of two subsidiary companies based on the corresponding reports of the auditors of such company incorporated in India and in respect of other subsidiary company namely NEDFi Venture Capital Limited, we have relied on the explanation provided by the management of holding company in absence of report on Internal Financial Controls of such entities. In our opinion, the same is not considered material for the Consolidated Financial Statement of the Group.

For Vikash Surana and Associates
Chartered accountants
Firm's Registration No. 324128E



(CA. Vikash Surana)
Partner

Membership No. 059958
UDIN: 25059958BMIMAD1786

Place: Guwahati
Dated: 19/08/2025

CAG COMMENTS

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(B) READ WITH SECTION 129 (4) OF THE COMPANIES ACT, 2013 ON THE CONSOLIDATED FINANCIAL STATEMENTS OF NORTH EASTERN DEVELOPMENT FINANCE CORPORATION LIMITED, GUWAHATI FOR THE YEAR ENDED 31 MARCH 2025.

The preparation of consolidated financial statements of **North Eastern Development Finance Corporation Limited, Guwahati** for the year ended 31 March 2025 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139(5) read with section 129 (4) of the Act is responsible for expressing an opinion on the financial statements under section 143 read with section 129 (4) of the Act is responsible for expressing an opinion on the financial statements under section 143 read with section 129 (4) of the Act based on independent audit in accordance with the standards on audit the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 19.08.2025 which supersedes their earlier report dated 22.07.2025.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of consolidated financial statements of **North Eastern Development Finance Corporation Limited** for the year ended 31st March 2025 under section 143(6)(a) read with section 129 (4) of the Act. We conducted a supplementary audit of the financial statements of **North Eastern Development Finance Corporation Limited, Guwahati** but did not conduct supplementary audit of the financial statements of **NEDFi Trustee Limited, Guwahati & NEDFi Venture Capital Limited, Guwahati** for the year ended 2024-25. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit, nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditor's report under section 143(6)(b) of the Act.

For and on behalf of the
Comptroller and Auditor General of India

Place: New Delhi

Dated: 10/09/2025



(Saurav Kumar Jaipuriyar)
Director General of Audit
(Central Expenditure)

CONSOLIDATED BALANCE SHEET

AS AT MARCH 31, 2025

Rs. in lakhs

Particulars	Notes	As at 31 st March, 2025	As at 31 st March, 2024
ASSETS			
(1) Financial Assets			
(a) Cash & Cash Equivalents	2	28,435.53	29,036.35
(b) Bank Balance other than (a) above	3	2,025.12	3,970.13
(c) Receivables			
- Trade receivables	4	1,998.76	2,033.92
(d) Loans	5	2,00,160.84	1,81,421.19
(e) Investments	6	14,135.45	12,404.74
(f) Other Financial Assets	7	3,217.26	1,970.12
		2,49,972.95	2,30,836.45
(2) Non Financial Assets			
(a) Current Tax Assets (Net)	8	876.35	-
(b) Property Plant & Equipment	9	2,720.87	2,686.39
(c) Capital Work-in-progress	9	0.87	0.87
(d) Intangible Assets	9	-	-
(e) Other Non Financial Assets	10	432.37	746.33
		4,030.46	3,433.59
Total Assets		2,54,003.41	2,34,270.03
LIABILITIES AND EQUITY			
Liabilities			
(1) Financial Liabilities			
(a) Payables	11		
Trade Payables			
i) total outstanding dues of micro enterprise and small enterprises		-	-
ii) total outstanding dues of creditors other than micro enterprise and small enterprises		103.16	49.75
Other Payables			
i) total outstanding dues of micro enterprise and small enterprises		-	-
ii) total outstanding dues of creditors other than micro enterprise and small enterprises		-	-
(b) Borrowings (Other than Debt Securities)	12	73,220.24	57,752.41
(c) Other Financial Liabilities	13	49,070.78	51,097.57
		1,22,394.18	1,08,899.72
(2) Non Financial Liabilities			

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(a) Current Tax Liabilities (Net)	14	-	24.02
(b) Provisions	15	1,053.93	2,007.22
(c) Deferred Tax Liabilities (Net)	16	3,146.94	2,227.12
		4,200.87	4,258.36
(3) Equities			
(a) Equity Share Capital	17	10,000	10,000.00
(b) Other Equity	18	1,17,404	1,11,107.66
Non Controlling Interest		4.6254	4.2922
		1,27,408	1,21,111.95
Total Liabilities and Equity		2,54,003.41	2,34,270.03
The accompanying notes form an integral part of the financial statements	1-51		

As per our Report of even date

For Vikash Surana and Associates

Chartered Accountants
Firm Regn No. 324128E



CA Vikash Surana

Partner
(M. No. 059958)

Place : Guwahati

Date : 17/07/2025

For and on behalf of the Board of Directors



(P.V.S.L.N. Murty)

Chairman and Managing Director
DIN : 07355708



(Smt. Nandita Hazarika)

Director

DIN: 10349292



(V. K. Agarwal)

Chief Financial Officer &
Company Secretary

CONSOLIDATED STATEMENT OF PROFIT AND LOSS

FOR THE YEAR ENDED MARCH 31, 2025

Rs. in lakhs

Particulars	Notes	For the year ended March 31, 2025	For the year ended March 31, 2024
Revenue from operations			
(i) Interest Income	19	19,612.30	17,259.57
(ii) Dividend Income	20	95.15	57.00
(iii) Fees and Commission Income	21	1,065.28	1,286.12
(iv) Net gain/(loss) on Fair value changes	22	587.96	56.52
(v) Other Operating Income	23	3,264.57	3,324.10
I Total Revenue from Operations		24,625.26	21,983.31
II Other Income	24	1,568.69	2,227.33
III Total Income (I + II)		26,193.94	24,210.63
EXPENSES			
(i) Finance Costs	25	4,379.25	3,319.07
(ii) Impairment on financial instruments	26	(427.25)	(16.40)
(iii) Employee Benefit Expenses	27	6,289.44	4,750.82
(iv) Depreciation, amortisation and impairment	28	208.34	240.29
(v) CSR Expenses	29	241.14	222.01
(vi) Other Expenses	30	2,659.49	2,368.84
IV Total Expenses		13,350.41	10,884.63
V Profit / (Loss) before exceptional items and tax (III-IV)		12,843.53	13,326.00
VI Exceptional Items		-	-
VII Profit / (Loss) before Tax (V+VI)		12,843.53	13,326.00
VIII Tax Expense			
Current Tax		2,338.30	2,930.14
Deferred Tax		925.23	553.67
Tax adjustment of earlier years		19.74	(261.92)
		3,283.26	3,221.89
IX Profit / (Loss) for the period (VII-VIII)		9,560.27	10,104.11
X Other Comprehensive Income			
(A) (i) Items that will not be reclassified to profit or loss			
- Remeasurement gain/(loss) on defined benefits plans		(45.22)	(121.57)
- Net gain/(loss) on equity instruments through OCI		23.76	219.38
(ii) Tax impact thereon		5.40	(24.62)

CONSOLIDATED

Subtotal (A)		(16.06)	73.19
(B) (i) Items that will be reclassified to profit or loss		-	-
(ii) Tax impact thereon		-	-
Subtotal (B)		-	-
Other Comprehensive Income (A + B)		(16.06)	73.19
Non Controlling Interest Profit/Loss		0.33	0.18
XI Total Comprehensive Income for the period		9,544.20	10,177.31
Profit for the year attributable to :			
- Owners of the Company		9,559.93	10,103.93
- Non-Controlling Interest		0.3332	0.1799
		9,560.27	10,104.11
Other Comprehensive Income for the year			
- Owners of the Company		(16.06)	73.19
- Non-Controlling Interest		-	-
		(16.06)	73.19
Total Other Comprehensive Income for the year			
- Owners of the Company		9,543.87	10,177.13
- Non-Controlling Interest		0	0
		9,544.20	10,177.31
Earning per equity share of face value of Rs. 10 each	31		
Basic (Rs.)		9.54	10.18
Diluted (Rs.)		9.54	10.18
The accompanying notes form an integral part of the financial statements	1-51		

As per our Report of even date

For Vikash Surana and Associates

Chartered Accountants
Firm Regn No. 324128E



CA Vikash Surana

Partner
(M. No. 059958)

Place : Guwahati
Date : 17/07/2025

For and on behalf of the Board of Directors



(P.V.S.L.N. Murty)

Chairman and Managing Director
DIN : 07355708



(Smt. Nandita Hazarika)

Director
DIN: 10349292



(V. K. Agarwal)

Chief Financial Officer &
Company Secretary

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED MARCH 31, 2025

Rs. in lakhs

A. Equity share capital:

	Equity shares of Rs. 10 each issued, subscribed and fully paid	No. of Shares	Amount Rs.
As at April 01, 2023		1,000.00	10,000.00
Changes in Equity share capital due to prior period errors		-	-
Restated balance at the beginning of the current reporting period		-	-
Changes in Equity share capital		-	-
As at March 31, 2024	1,000.00	10,000.00	10,000.00
As at April 01, 2024	1,000.00	1,000.00	1,000.00
Changes in Equity share capital due to prior period errors	-	-	-
Restated balance at the beginning of the current reporting period	-	-	-
Changes in Equity share capital	-	-	-
As at March 31, 2025	1,000.00	1,000.00	1,000.00

Particulars	Reserve and Surplus									Other Comprehensive Income		Non Controlling Interest	Total Other Equity
	North East Equity Fund	Statutory Reserve u/s 45-IC of RBI Act, 1934	Special Reserve created and maintained u/s 36(1)(viii) of the Income Tax Act, 1961	Venture Capital Fund	General Reserve	India Exposition Mart Stalls	Techno Economic Development Fund	Impairment Reserve	Retained Earnings	Equity Instruments through OCI	Acturial gain/(losses) on post retirement benefits		
As at April 01, 2024	617.91	20,414.06	15,884.57	1,352.91	41,323.00	107.74	3,956.42	3,315.75	23,819.27	536.08	(220.06)	4.29	1,11,111.95
Changes in accounting policies/prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance as at April 01, 2024	617.91	20,414.06	15,884.57	1,352.91	41,323.00	107.74	3,956.42	3,315.75	23,819.27	536.08	(220.06)	4.29	1,11,111.95
Addition/Deletion during the year	9.30	-	-	28.81	(2,048.59)	(8.58)	(428.15)	-	-	-	-	-	(2,447.21)
Profit/ (Loss) for the year	-	-	-	-	-	-	-	-	9,559.93	17.78	(33.84)	0.33	9,543.87
Total Other Comprehensive Income/(Loss)	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividend	-	-	-	-	-	-	-	-	(800.00)	-	-	-	(800.00)
Transfer to / from Retained Earnings	-	1,920.27	1,974.04	-	-	-	-	-	(3,894.30)	-	-	-	-
As at March 31, 2025	627.21	22,334.33	17,858.61	1,381.72	39,274.41	99.17	3,528.27	3,315.75	28,684.90	553.86	(253.90)	4.63	1,17,408.94

CONSOLIDATED

B. Other Equity Contd:

Particulars	Reserve and Surplus										Other Comprehensive Income		Total Other Equity
	North East Equity Fund	Statutory Reserve under RBI Act, 1934	Special Reserve created and maintained u/s 36(1) (viii) of the Income Tax Act, 1961	Venture Capital Fund	General Reserve	India Exposition Mart Stalls	Techno Economic Development Fund	Impairment Reserve	Retained Earnings	Equity Instruments through OCI	Actuarial gain/(losses) on post retirement benefits	Non Controlling Interest	
As at April 01, 2023	615.26	18,410.00	14,566.90	1,328.21	41,940.42	117.46	4,039.98	3,315.75	17,837.07	371.91	(129.09)	4.11	1,02,417.99
Changes in accounting policies/prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance as at April 01, 2023	615.26	18,410.00	14,566.90	1,328.21	41,940.42	117.46	4,039.98	3,315.75	17,837.07	371.91	(129.09)	4.11	1,02,417.99
Addition/Deletion during the year	2.65	-	-	24.69	(617.42)	(9.72)	(83.56)	-	-	-	-	-	(683.35)
Profit/ (Loss) for the year	-	-	-	-	-	-	-	-	10,103.93	164.16	(90.97)	0.18	10,177.31
Total Other Comprehensive Income/ (Loss)	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividend	-	-	-	-	-	-	-	-	(800.00)	-	-	-	(800.00)
Transfer to / from Retained Earnings	-	2,004.06	1,317.67	-	-	-	-	-	(3,321.73)	-	-	-	0.00
As at March 31, 2024	617.91	20,414.06	15,884.57	1,352.91	41,323.00	107.74	3,956.42	3,315.75	23,819.27	536.08	(220.06)	4.29	1,11,111.95

As per our Report of even date

For Vikash Surana and Associates

Chartered Accountants
Firm Regn No. 324128E



CA Vikash Surana
Partner
(M. No. 059958)

Place : Guwahati
Date : 17/07/2025

For and on behalf of the Board of Directors



(P.V.S.L.N. Murty)
Chairman and Managing Director
DIN : 07355708



(Smt. Nandita Hazarika)
Director
DIN: 10349292



(V. K. Agarwal)
Chief Financial Officer &
Company Secretary

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED MARCH 31, 2025

Rs. in lakhs

	For the year ended 31st March, 2025	For the year ended 31st March, 2024
Cash flows from Operating activities		
Net profit before income tax	12,843.53	13,326.00
Adjustment for:		
Depreciation charge for the year	208.34	240.29
Loans Provisions & Write offs	(427.25)	(16.40)
Fixed Assets written off/Loss on sale	-	-
Profit / Loss on sale of Investments	(587.96)	(56.52)
Dividend received	(95.15)	(57.00)
Provision for Gratuity, Leave Encashment and LTC / LTA	571.62	492.21
Operating profit before working capital changes	12,513.13	13,928.59
Adjustments for:		
(Increase) / Decrease in Advances (Financial Assets)	(18,312.40)	(27,521.30)
(Increase) / Decrease in Other Financial Assets	733.02	10,961.00
(Increase) / Decrease in Non Financial Assets	(2,920.43)	(3,191.97)
Increase / (Decrease) in Other Financial Liabilities	(620.05)	11,052.29
Cash Flow from operations	(8,606.72)	5,228.61
Direct Taxes paid (net of refund received)	(2,915.73)	(2,991.17)
Net cash flow / (used in) from operating activities	(11,522.45)	2,237.44
Cash flows from Investing activities		
(Increase) / Decrease in Investment in Equity Instruments	(99.99)	(1,202.59)
(Increase) / Decrease in Investment in Mutual Funds	(1,630.71)	1,157.18
(Increase)/Decrease in Capital Work in Progress	-	-
Purchase of fixed assets (net of sales)	(251.40)	(104.71)
Dividend Received	95.15	57.00
Profit / Loss on sale of Investments	587.96	56.52
Net cash flow / (used in) from Investing activities	(1,298.99)	(36.60)
Cash flows from Financing activities		
Dividend and Dividend Tax paid	(800.00)	-
Increase / (Decrease) in Borrowings (Financial Liabilities)	15,467.83	8,637.42
Increase / (Decrease) in Capital Reserves / Other Equity Funds	(2,447.21)	(80.91)
Increase / (Decrease) in Non-Financial Liabilities	-	(46.66)
Net cash flow / (used in) from financing activities	12,220.62	8,509.85
Net increase in cash and cash equivalents from Operating, Investing and Financing Activities	(600.82)	10,710.68
NORTH EASTERN DEVELOPMENT FINANCE CORPORATION LIMITED : GUWAHATI		
Cash and cash equivalents at beginning of period		
- Own funds	28,955.20	17,959.17
- Nodal Agency and Implementing Agency funds	81.15	366.29
Cash and cash equivalents at end of period		
- Own funds	28,294.55	28,955.20
- Nodal Agency and Implementing Agency funds	140.98	81.15
Note 1		
Cash and cash equivalents consist of cash in hand and balances with banks.		
Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:		
Cash and bank balances		
Cash in hand	2.34	0.50
Balance at Bank		
-With Scheduled Bank		
(i) In Current Account	28,292.21	28,954.69
(ii) In Fixed Deposits		
Balance (TEDF)		
(a) With Scheduled Bank		
(i) In Current Account	140.98	81.15
(ii) In Fixed Deposits	-	-
Grand Total	28,435.53	29,036.35

CONSOLIDATED

As per our Report of even date

For Vikash Surana and Associates

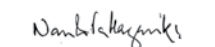
Chartered Accountants
Firm Regn No. 324128E


CA Vikash Surana
Partner
(M. No. 059958)

Place : Guwahati
Date : 17/07/2025

For and on behalf of the Board of Directors


(P.V.S.L.N. Murty)
Chairman and Managing Director
DIN : 07355708


(Smt. Nandita Hazarika)
Director
DIN: 10349292


(V. K. Agarwal)
Chief Financial Officer & Company
Secretary

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2025

NOTE 1: MATERIAL ACCOUNTING POLICIES RELATING TO CONSOLIDATED FINANCIAL STATEMENTS

COMPANY INFORMATION

North Eastern Development Finance Corporation Limited ("NEDFi" of the "Company"), CIN no. U65923AS1995GOI004529 was incorporated in the year 1995. The Company is domiciled in India and is limited by shares, having its registered office at NEDFi House, G.S.Road, Guwahati-781006, Assam.

The Company is a Public Limited Company engaged in extending financial assistance in the form of term loans and implementing agency for various government initiatives and schemes, and is a Systemically Important (Non-Deposit Accepting or Holding) Non-Banking Finance Company (NBFC) registered with Reserve Bank of India (RBI) as an Investment and Credit Company (ICC). The Scale Based Regulations ("SBR") were notified by the Reserve Bank of India ("RBI") vide its Master Direction dated October 19, 2023 pursuant to which the company is classified as NBFC in the Middle Layer (ML).

THE CONSOLIDATED FINANCIAL STATEMENTS REPRESENTS CONSOLIDATION OF ACCOUNTS OF THE COMPANY AND ITS SUBSIDIARIES DETAILED BELOW

CONSOLIDATED

Sl No.	Name of Company	Country of incorporation	Proportion of Ownership interest as on		Status of Audit as on 31.03.2025
			31.03.2025	31.03.2024	
1	NEDFi Venture Capital Limited	India	98.8%	98.8%	Audited
2	NEDFi Trustee Limited	India	98.8%	98.8%	Audited

A. Basis of Preparation

Compliance with IND AS

The financial statements comply in all material aspects with Indian Accounting Standards (IND AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

The accounting policies are consistently followed by the Corporation and changes in accounting policy are separately disclosed.

Historical Cost Convention

The financial statements are prepared on the historical cost convention and on the accrual basis of accounting, except for certain financial instruments which are measured at fair values as required by relevant Ind AS. The financial statements conform to statutory provisions and practices prevailing in India and in accordance with the generally accepted accounting principles,

The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amount of assets and liabilities as on the date of financial statements and the reported income and expenses for the reporting period. Management believes that the estimates used in

the preparation of the financial statements are prudent and reasonable. Future results could differ from these estimates. Any revision in the accounting estimates is recognized prospectively in the current and future period.

■ Presentation of Financial Statement

The financial statements of the Corporation are presented as per Schedule III (Division III) of the Companies Act, 2013 applicable to NBFCs, as notified by the Ministry of Corporate Affairs (MCA). The financial statements are presented in Indian Rupees (INR) and all values are rounded to the nearest lakhs, unless otherwise indicated.

B. Use of Estimates

The preparation of financial statements is in conformity with Indian Accounting Standards (IND AS) which requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

Following are the areas that involved a higher degree of estimates and judgements or complexity:

- Effective Interest Rate (EIR) Method.
- Impairment of Financial Assets- Expected Credit Loss model.
- Provisions and other contingent liabilities.
- Defined Benefit Plans.
- Provisions for Income Tax and deferred tax assets.
- Fair value measurements.
- Sole Payments of Principal & Interest Test (SPPI Test).

C. Property, Plant & Equipment

Property, plant and equipment are stated at their

cost of acquisition, installation or construction (net of any recoverable amount, wherever applicable) less accumulated depreciation, amortization and impairment losses if any, except freehold land which is carried at cost. Cost comprises the purchase price, installation and attributable cost of bringing the asset to working condition for its intended use. The company depreciates property, plant and equipment over their estimated useful lives using written down value method. The estimated useful lives of assets are as follows:

Building	60 years
Building other than above	30 years
Lift	15 years
Water Installation	15 years
Electrical Installation	10 years
Air Conditioning System	15 years
Fire Alarm System	15 years
UPS System	6 years
Machineries	15 years
Furniture & Fixture	10 years
Interior Furnishings	10 years
Office Equipments	5 years
Computers	3 years
Office Space at Agartala	60 years
Solar Plant at HO	8 years

Useful lives for some assets have been considered different from the useful lives as prescribed in Companies Act 2013. Advances paid towards the acquisition of property, plant and equipment outstanding at each Balance sheet date is classified under Other Financial Assets.

In accordance with Ind AS 116- Leases, w.e.f 1st April 2019, the Right-of-use assets are initially recognized at cost which comprises of lease liability recognized at inception for lease payments made at commencement date of lease. These are subsequently measured at cost less accumulated depreciation. Right-of -use assets are depreciated on a straight line basis over the shorter of the lease term and useful life of the underlying asset (premature termination of lease).

Collateral repossessed

In the normal course of business, the Corporation

repossess assets/properties in its loan portfolio both symbolically or otherwise and also engages recovery agents to repossess and recover funds, generally by selling at auction, to settle outstanding amount. The Corporation's interest lies only in recovery of loan and does not recognize any future economic benefits accruing from such assets as stated in Ind AS 16 : Property, Plant and Equipment. Any surplus funds are returned to the customers/ obligors. As a result of this practice, the assets / properties under legal repossession processes are not separately recorded on the balance sheet.

D. Capital Work In Progress

Capital work in progress is carried at cost and includes any directly attributable cost incurred during construction period.

E. Depreciation

Depreciation on Property, Plant and Equipment is provided on Written Down Value Method in the manner specified in Schedule II to the Companies Act, 2013. Depreciation on the fixed assets added / disposed off during the year is provided on pro rata basis with reference to the date of addition / disposal. The components of property, plant and equipment whose value is Rs. 1 Crore or more and whose life is assessed to be different has been recorded and depreciated separately. The identified components are depreciated over their assessed useful life. Depreciation methods, useful life and residual values are reviewed in each financial year and changes if any, are accounted for prospectively.

F. Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses.

Amortisation

An intangible asset is recognized when it is probable that the future economic benefits that are attributable to the asset will flow to the Corporation and the cost of the asset can be measured reliably. The depreciate amount of an intangible asset is allocated over its estimated useful life. Expenditure

on purchased software and IT related expenditure are amortised over a period of five years.

G. Leases

Where NEDFi is a lessee

The corporation's lease asset classes primarily consist of leases for office spaces. The corporation assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Corporation assesses whether

- a) The contract involves the use of an identified asset.
- b) The corporation has substantially all of the economic benefits from use of the asset through the period of the lease and
- c) The corporation has the right to direct the use of the asset.

At the date of commencement of the lease, the Corporation recognizes a right-of- use asset (ROU) and a corresponding lease liability for all lease arrangements in which it is lessee, except for leases with a term of 12 months or less and low value leases. For these short term leases, the Corporation recognizes the lease payments as an operating expense on a straight line basis over the term of the lease.

Measurement of lease liability

At the time of initial recognition, NEDFi measures lease liability as PV of all lease payments discounted using Corporation's incremental borrowing rate assumed @ 8% i.e. the rate charged to borrowers from micro, small and medium sector. Subsequently the lease liability is

- a) Increased by interest on lease liability;
- b) Reduced by lease payments made; and
- c) Remeasured to reflect any reassessment or lease modification.

Measurement of rights-of-use assets

At the time of initial recognition, NEDFi measures

ROU as PV of all lease payments. Subsequently ROU assets is measured using Cost less accumulated depreciation as per specified in Ind AS 116 "Leases".

Exception on ROU assets for low value assets and short term leases has been adopted by the Corporation.

Where NEDFi is a lessor

Leases in which the Corporation does not transfer substantially all the risks and benefits of the ownership of assets are classified as operating leases. Lease income of operating asset is recognized in the Statement of Profit and loss.

H. Government Grants:

In terms of Ind AS 20 issued by the ICAI, Government grants are recognized as and when it is actually received. Revenue grants are recognized in the Profit and Loss Account. Other grants are credited to the fund accounts / carried over as Deferred Grant against which expenses and provisions & losses for diminution in value of assets representing the fund / depreciation on assets created out of the grant is charged / recouped.

I. Classification and measurement of Financial Assets:

On initial recognition, a financial asset is classified as measured at follows:

Amortized cost –

The Corporation's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios being the level at which they are managed. The financial asset is held with the objective to hold financial asset in order to collect contractual cash flows as per the contractual terms that give rise on specified dates to cash flows that are solely payment of principal and interest ('SPPI') on the principal amount outstanding. Accordingly, the Corporation measures Bank balances, Loans, Trade receivables and other financial instruments at amortized cost.

FVOCI - debt instruments -

The Corporation measures its debt instruments at FVOCI when the instrument is held within a business model, the objective of which is achieved

by both collecting contractual cash flows and selling financial assets; and the contractual terms of the financial asset meet the SPPI test.

FVOCI - equity instruments -

The Corporation subsequently measures all equity investments at fair value through profit or loss, unless the management has elected to classify irrevocably some of its equity instruments at FVOCI, when such instruments meet the definition of Equity under Ind AS 32 Financial Instruments and are not held for trading.

If the Corporation decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognised in other comprehensive income. This cumulative gain or loss is not reclassified to statement of profit and loss on disposal of such instruments.

Investments representing equity interest in subsidiary and associate are carried at cost less any provision for impairment.

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Corporation changes its business model for managing financial assets. If the Corporation decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognised in other comprehensive income. This cumulative gain or loss is not reclassified to statement of profit and loss on disposal of such instruments. Investments representing equity interest in subsidiary and associate are carried at cost less any provision for impairment. All financial assets not classified as measured at amortized cost or FVOCI are measured at FVTPL (E.g. investment in units of mutual funds).

Subsequent measurement of financial assets

Financial assets at amortized cost are subsequently measured at amortized cost using effective interest method. The amortized cost is reduced by impairment losses. Interest income, and impairment provisions are recognized in Statement of profit and loss. Any gain and loss on derecognition is recognized in Statement of profit and loss. Debt investment at

FVOCI are subsequently measured at fair value. Interest income at coupon rate and impairment provision, if any, are recognized in Statement of profit and loss. Net gains or losses on fair valuation are recognized in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to Statement of profit and loss. For equity investments, the Corporation makes an election on an instrument-by-instrument basis to designate equity investments as measured at FVOCI. These elected investments are measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in the reserves. The cumulative gain or loss is not reclassified to Statement of profit and loss on disposal of the investments. These investments in equity are not held for trading. Instead, they are held for strategic purpose. Dividend income received on such equity investments are recognized in Statement of profit and loss. Equity investments that are not designated as measured at FVOCI are designated as measured at FVTPL and subsequent changes in fair value are recognized in Statement of profit and loss. Financial assets at FVTPL are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in Statement of profit and loss.

J. Determination of fair value :

On initial recognition, all the financial instruments are measured at fair value. For subsequent measurements, the Corporation measures certain categories of financial instruments at fair value on each balance sheet date. The Corporation has established procedures with respect to the measurement of fair values. The Corporation uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs. Ind AS 113 : Fair Value Measurement does not prescribe hierarchy for valuation techniques however Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows :

- Level 1: Quoted prices (unadjusted) in active

markets for identical assets and liabilities.

- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.

- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

K. Impairment of Financial Assets :

As per prudential norms for advances issued by RBI from time to time, assets representing loans and other assistance portfolios are classified based on record of recovery as standard, sub-standard, doubtful and loss assets and provisions is made for assets as per the said guidelines as applicable to Banks, NBFCs etc. In the case of loan accounts classified as NPAs, as account may be reclassified as a performing account if it conforms to the guidelines prescribed by the regulators. A general provision of 0.40% is made against Standard Assets, except in case of Commercial Real Estate, where the provision is made @ 1.00 %. A provision of 5.00 % is made against restructured standard accounts as per extant RBI guidelines. The Corporation is following a higher provisioning norm that that is applicable for NBFC/Bank. This practice is being followed consistently over the years to maintain a higher provisioning coverage ratio and a lower Net NPA Ratio.

The Corporation recognizes lifetime expected credit losses (ECL) when there has been a significant increase in credit risk since initial recognition and when the financial instrument is credit impaired. If the credit risk on the financial instrument has not increased significantly since initial recognition, the Corporation measures the loss allowance for that financial instrument at an amount equal to 12 month ECL. The assessment of whether lifetime ECL should be recognized is based on significant increases in the likelihood or risk of a default occurring since initial recognition. 12 month ECL represents the portion of lifetime ECL that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date. When determining whether credit risk of a financial asset has increased significantly since initial recognition

and when estimating expected credit losses, the Corporation considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, including on historical experience and information specific relevant to North East Region of India.

The expected credit losses on these financial assets are estimated using a provision matrix based on the Corporation's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the forecast direction of conditions at the reporting date. Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument. Loss allowances for financial assets including Trade Receivables from Consultancy & Advisory are deducted from the gross carrying amount of the assets. No loss allowance is recognized for loans measured at FVTPL.

The Corporation has not recognized any loss allowance on Trade Receivables of the Corporation comprising of rent receivables from operating leases since the Corporation has no past experience of any impairment on these receivables.

L. Derecognition of financial assets:

A financial asset is derecognised only when :

The Corporation has transferred the rights to receive cash flows from the financial asset, or the contractual rights to the cash flows from the financial assets expires.

Retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the Corporation has transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised.

Where the Corporation has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Corporation has not retained control of the financial asset.

M. Financial liabilities

Initial recognition and measurement

The Corporation recognises all the financial liabilities on initial recognition at fair value minus, in the case of a financial liability not at fair value through Profit and Loss, transaction costs that are directly attributable to the acquisition or issue of the financial liability.

Subsequent measurement

All the financial liabilities are classified as subsequently measured at amortised cost, except for those measured at fair value through profit or loss.

De-recognition of financial liabilities

The Corporation de-recognises financial liabilities when, and only when, the Corporation's obligations are discharged, cancelled or they expire.

N. Cash and Cash Equivalents

Cash and cash equivalents for the purpose of cash flow statement comprise cash in hand, demand deposits with banks and other short-term highly liquid investments/deposits with an original maturity of three months or less.

O. Borrowing

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method.

Borrowings are removed from the Balance Sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other income or finance costs.

Borrowings are classified as current liabilities unless the Corporation has an unconditional right to defer settlement of the liability for at least 12 months after

the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

P. Revenue Recognition

- a) Interest income is recognized in Statement of profit and loss using the effective interest method for loans and advances other than credit-impaired assets.

Effective Interest Rate (EIR) Method

The 'effective interest rate' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument and is based on best estimate of a constant rate of return over the expected life of the loans given. The calculation of the effective interest rate considers transaction cost/income (upfront fees) that are an integral part of the contract. Transaction costs/income include incremental costs and income that are directly attributable to the acquisition of financial asset. This estimation, by nature, requires an element of judgement regarding the expected behaviour and life-cycle of the instruments.

- b) Any differences between the fair values of financial assets classified as fair value through the profit or loss, held by the Corporation on the balance sheet date is recognised as an unrealised gain/loss. In cases there is a net gain in the aggregate, the same is recognised in "Net gains on fair value changes" under Revenue from operations and if there is a net loss the same is disclosed under "Expenses" in the statement of profit and loss.

Similarly, any realised gain or loss on sale of financial instruments measured at FVTPL and debt instruments measured at FVOCI is recognised in net gain / loss on fair value changes.

- c) Interest charged from loans provided to staff at concessional rates have been recognized as per market rate and prepaid employee benefit expenses have been recognized in profit and loss as per amortization basis.
- d) Dividends are recognized in Statement of profit and loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company and the amount of the dividend can be measured reliably.
- e) Interest income from investments is recognized when it is certain that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable.
- f) All other incomes and expenses except, interest on refund of tax or on demand tax, rates, taxes & insurance and CSR expenses are accounted for on accrual basis.
- g) The income from Techno Economic Development Fund is accounted on cash basis except interest on fixed deposit which is appropriated to that account resulting in appreciation of fund including changes in fair value.

Q. Taxation:

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Current income tax relating to items recognised outside the statement of profit and loss is recognised outside the statement of profit and loss (either in other comprehensive income or in equity). Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax assets and liabilities are recognised for taxable or deductible temporary differences arising between the tax bases of assets and liabilities and their carrying amounts. In case of taxable temporary

difference Deferred Tax Liability is created and when there is deductible temporary difference Deferred Tax Asset is created. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the reporting date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets and liabilities are offset where there is a legally enforceable right to offset current tax assets and liabilities and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities are realized simultaneously.

Goods and services tax paid on acquisition of assets or on incurring expenses

Expenses and assets are recognised net of the goods and services tax paid, except when the tax incurred on a purchase of assets or services is not recoverable from the taxation authority or capitalized in the case of Property, Plant and Equipment, in which case, the tax paid is recognised as part of the cost of acquisition of the asset or as part of the expense item, as applicable.

The net amount of tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the balance sheet.

R. Employee Benefits:

The undiscounted amount of short – term employee benefits, such as medical benefits, casual leave, etc. which are expected to be paid in exchange for the services rendered by employees are recognized during the period when the employee renders the services.

Retirement benefit in the form of Provident Fund is charged to the Profit and Loss Account as an expense in the year to which it relates. The Corporation provides gratuity and leave encashment to all eligible employees, which are defined benefit plans. The Corporation partially makes annual contribution to LIC for gratuity against gratuity policy taken and balance of gratuity amount and full of

leave encashment amount is provided based on an independent actuarial valuation carried out annually.

The cost of providing defined benefits is determined using the projected unit credit method, with actuarial valuation being carried out at each balance sheet date. Actuarial gain / losses are immediately recognized in the statement of profit & loss account and are not deferred.

S. Segment Reporting:

The Corporation operates in three segments of business:

1. Lending and Financing Activities
2. Management of Surplus Funds
3. Others

The segments have been identified and reported taking into account the nature, returns and risks involved. The organization structure and internal reporting structure are taken into account for the purpose of determining segment results.

The revenues reported under “Lending and Financing Activities” segment include interest income and other charges on lending. The said segment being the major segment of business of the Corporation, all expenses of the Corporation is classified as expenses against the aforesaid segment.

The revenues reported under “Management of Surplus Funds” segment consist of interest income and profit / (Loss) on sale of investments of surplus funds.

The revenues reported under “Others” segment consists of segments not classified above.

T. Dividends

Dividends paid is recognised in the period in which the interim dividends are approved by the Board of Directors, or in respect of the final dividend when approved by shareholders. The corresponding amount is recognised directly in equity.

U. Earnings per Share

The Corporation reports basic and diluted earnings per share in accordance with Ind AS 33 – ‘Earnings per Share’ issued by the ICAI. Basic earnings per

share are computed by dividing the net profit after tax by the weighted average number of equity shares outstanding for the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share are computed using the weighted average number of equity shares and dilutive potential equity shares outstanding at the year end.

V. Provision, Contingent Liabilities and Contingent Assets:

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the Notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

W. Fund received in the capacity of custodian:

The amount of contribution received in the capacity of custodian is considered as liabilities in the books of accounts till the time the same is disbursed to respective fund. Interest/Dividend income received by the company and will be distributed to respective contributors along with income received from the funds as per their instruction.

X. Distribution and scheme expenses:

New fund offer expenses : Expenses related to new fund offer are charged to the Statement of Profit and Loss in the year in which they are incurred.

Y. New amendments to existing standards :

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. As on March 31, 2025, there is no new standard notified or amendment to any of the existing standards under Companies (Indian Accounting Standards) Rules, 2015.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2025

Rs. in lakhs

Note 2 : CASH AND CASH EQUIVALENTS	As at 31st March, 2025	As at 31st March, 2024
Cash in hand	2.34	0.50
Cheque in hands	42.66	17.16
Balances with banks in current accounts	28,249.54	28,937.54
Balances with banks in current accounts(TEDF)	140.98	81.15
	28,435.53	29,036.35

Note 3 : BANK BALANCE OTHER THAN (2) above	As at 31st March, 2025	As at 31st March, 2024
Term deposits with maturity less than 12 months		
- Free	628.40	564.29
- Under lien	83.67	5.84
- Free (TEDF)	1,313.05	3,400.00
	2,025.12	3,970.13

Note 4 : Receivables	As at 31st March, 2025	As at 31st March, 2024
Trade Receivables(Unsecured, Considered good)		
- Consultancy & Advisory Charges Receivable	1,974.24	1,995.25
- Rent and Hall Charges Receivable	29.98	34.00
Trade Receivables(Unsecured, Which have significant increase in credit risk)		
- Consultancy & Advisory Charges Receivable	18.55	28.66
- Rent and Hall Charges Receivable	-	-
	2,022.76	2,057.92
Less : Impairment Loss Allowance	(24.00)	(24.00)
	1,998.76	2,033.92

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Trade Receivables aging schedule :
As at 31st March 2025 :

Rs. in lakhs

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables - considered good	362.28	208.15	874.98	346.65	212.15	2004.22
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	0.00	0.24	0.73	0.00	17.58	18.55
(iii) Undisputed Trade Receivables - credit impaired						
(iv) Disputed Trade Receivables -considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-

As at 31st March 2025 :

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables - considered good	930.88	232.89	629.18	230.16	6.15	2029.26
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	0.80	3.28	0.00	6.15	18.42	28.66
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables -considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-

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Rs. in lakhs

Note 5 : LOANS	As at 31 st March, 2025	As at 31 st March, 2024
A. Loans :		
(i)Term Loans(at amortised cost)	2,01,367.25	1,82,663.41
Less : Impairment Loss Allowance	4,074.28	4,003.75
Sub total Net (i)	1,97,292.97	1,78,659.65
(ii)Term Loans to staff(at FVTPL)		
Related Party	20.10	31.89
Others	2,847.77	2,729.65
Less : Impairment Loss Allowance	-	-
Sub total Net (ii)	2,867.87	2,761.54
Total (Net)- A (i+ii)	2,00,160.84	1,81,421.19
B.		
(i) Secured by tangible assets	1,95,530.73	1,77,131.69
(ii) Secured by intangible assets	-	-
(iii) Covered by Bank/Government guarantees	-	-
(iv) Unsecured	8,704.40	8,293.25
Total (Gross)	2,04,235.12	1,85,424.94
Less : Impairment Loss Allowance	4,074.28	4,003.75
Total (Net)- B	2,00,160.84	1,81,421.19
C.		
(i) Loans in India		
a) Public Sector		
b) Others	2,04,235.12	1,85,424.94
Total (Gross)	2,04,235.12	1,85,424.94
Less : Impairment Loss Allowance	4,074.28	4,003.75
Total (Net) - C (i)	2,00,160.84	1,81,421.19
(ii) loans outside India	-	-
Less : Impairment loss allowance	-	-
Total (Net) - C (ii)	-	-
Total (Net) - C (i+ ii)	2,00,160.84	1,81,421.19

Note: There is no loan asset measured at FVOCI. There is no impairment loss allowance in staff loans which are recognised at FVTPL.

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2025

Rs. in lakhs

Note 6 : Investments	As at 31 st March 2025						As at 31 st March 2024				
	Fair Value			Total	Others (At cost)	Amortised Cost	Fair Value				Total
	Through OCI	Through P & L	Sub- Total				Through OCI	Through P & L	Sub-Total	Others(At cost)	
Units of mutual funds	-	2,808.33	2,808.33	2,808.33	-	-	-	1,177.61	1,177.61	-	1,177.61
Investment in Equity Instruments											
Unquoted											
Premier Cryogenics Limited (Unquoted 200000 shares of Rs 10/- each)	-	399.65	-	399.65	-	-	353.17	-	353.17	-	353.17
Gauhati Neurological Research Centre Limited (Unquoted 250,000 shares @ 10/- per share)	-	449.33	-	449.33	-	-	347.15	-	347.15	-	347.15
Konoklota Mahila Urban Co-Op Bank Ltd.	-	49.11	-	49.11	-	-	30.58	-	30.58	-	30.58
(Unquoted 5,000 shares @ 100/- per share)											
RGVN (North East) Microfinance Ltd.	-	1,312.53	-	1,312.53	-	-	1,312.80	-	1,312.80	-	1,312.80
(Unquoted 3,000,000 Equity Shares @ 10/- per share)											
Nightingale Finvest Pvt. Ltd.	-	169.66	-	169.66	-	-	154.61	-	154.61	-	154.61
(Unquoted 665,000 Equity Shares of 10/- per share)											-
YVU Financial Services Pvt. Ltd.	-	97.56	-	97.56	-	-	92.51	-	92.51	-	92.51
(Unquoted 50,000 Equity Shares of 100/- per share)											
Grameen Development & Finance Pvt. Ltd.	-	60.37	-	60.37	-	-	59.17	-	59.17	-	59.17
(Unquoted 500,000 Equity Shares of 10/- per share)											
North East Small Finance Bank Limited	127.13	-	-	127.13	-	-	291.61	-	291.61	-	291.61

Rs. in lakhs

Note 6 : Investments	As at 31 st March 2025						As at 31 st March 2024				
	Fair Value			Total	Others (At cost)	Amortised Cost	Fair Value				Total
	Through OCI	Through P & L	Sub-Total				Through OCI	Through P & L	Sub-Total	Others (At cost)	
(Unquoted 97,96,383 Equity Shares of 10/- per share)											
Investment in Preference Shares											
Ajagar Finance Private Limited	-	52.42	52.42	52.42	-	-	-	51.85	51.85	-	51.85
(500000 optionally convertible preference shares of Rs. 10/- each)											-
Grameen Development & Finance Pvt. Ltd.	-	265.65	265.65	265.65	-	-	-	260.35	260.35	-	260.35
(2000000 optionally convertible preference shares of Rs. 10/- each)											-
Nightingale Finvest Pvt. Ltd.	-	561.28	561.28	561.28	-	-	-	511.49	511.49	-	511.49
(2000000 optionally convertible preference shares of Rs. 10/- each)											-
YVU Financial Services Private Limited	-	214.62	214.62	214.62	-	-	-	203.53	203.53	-	203.53
(1000000 optionally convertible preference shares of Rs. 10/- each)											-
SATRA Development Pvt Ltd	-	75.20	75.20	75.20	-	-	-	74.38	74.38	-	74.38
(50000 optionally convertible preference shares of Rs. 100/- each)											-
Investment in Bonds											
North East Small Finance Bank Limited	1,000.00	-	-	1,000.00	-	1,000.00	-	-	-	-	1,000.00
(10 Units of Unsecured Redeemable Non-Convertible Subordinated Tier II bonds of 100 lakh each)											

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Investment in units of mutual funds are measured based on their published NAV-based on quoted market price. Such instruments are usually Level 1 or 2 hierarchy of fair value. In respect of shares / scrips / bonds quoted in recognised stock exchange and traded, latest quotation nearest to the balance sheet date is taken to ascertain the market value. Such instruments are usually Level 1 hierarchy of fair value. In respect of unquoted shares / quoted and non-traded/scrips / bonds/preference shares, fair value is ascertained by dividing the net worth with the number of shares as per the latest available audited Balance Sheet. Such instruments are usually Level 3 hierarchy of fair value (unobservable inputs). All investments other than mutual fund units are valued using net worth method except in case of investment in subsidiary and associate where the investment is recognised at cost. No impairment loss have been recognised.

Rs. in lakhs

Note 7 : OTHER FINANCIAL ASSETS	As at 31st March, 2025	As at 31st March, 2024
Interest Receivable on Loans & Advances	848.66	876.66
Interest Receivable on Fixed Deposits	9.15	50.73
Interest Receivable on Fixed Deposits (TEDF)	128.83	225.37
Interest Receivable on Staff Housing Loan	536.66	474.98
Interest Receivable on Bond	11.89	10.67
Advances to Others	74.31	85.12
Advances to Staff	31.43	23.92
Earnest Money Deposit	16.31	38.76
Security Deposits (Unsecured, Considered good)	35.35	35.45
Term deposits with banks (maturity more than 12 months)		
- Free	-	0.45
- Under Lien	44.34	34.91
- Free (TEDF)	1,326.62	-
Other receivables	153.69	113.09
	3,217.26	1,970.12

Note 8 : CURRENT TAX ASSETS(NET)	As at 31st March, 2025	As at 31st March, 2024
Advance Payment of Income tax & TDS	3,214.65	-
Less: Provision for Income Tax	(2,338.30)	-
	876.35	-

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2025

Note: 9A - Property Plant and Equipment

Rs. in lakhs

Sl. No.	Particulars	Gross Block				Depreciation/ Amortisation				Net Block	
		As on 01.04.2024	Addition/ Adjustment during the period	Deduction/ Adjustment during the period	As on 31.03.2025	Upto 01.04.2024	During the period	Adjustment during the period	Upto 31.03.2025	As on 31.03.2025	As on 31.03.2024
1	<u>Land</u>										
	Freehold Land at Dispur	169.70	-	-	169.70	-	-	-	-	169.70	169.70
	Freehold Land at Khanapara	924.00	-	-	924.00	-	-	-	-	924.00	924.00
2	<u>Buildings</u>										
	Head Office Building	1,927.77	-	-	1,927.77	1,009.84	49.56	-	1,059.40	868.37	917.93
	Office at Agartala	143.67	-	-	143.67	47.69	4.67	-	52.37	91.30	95.98
3	<u>Plant & Equipment</u>										
	Air Conditioning System	447.06	4.43	-	451.49	408.08	7.52	-	415.59	35.89	38.98
	Electrical Installation	264.13	-	-	264.13	250.92	-	-	250.92	13.21	13.21
	Fire Alarm System	36.73	-	-	36.73	34.28	0.48	-	34.76	1.97	2.45
	Lift	79.56	-	-	79.56	74.26	1.03	-	75.29	4.27	5.31
	Machineries	107.67	14.45	-	122.12	85.31	4.10	-	89.41	32.71	22.36
	UPS System	14.90	-	-	14.90	14.16	-	-	14.16	0.75	0.75
	Water Installation System	15.88	-	-	15.88	14.82	0.21	-	15.03	0.85	1.06
	Solar Panels	31.19	-	-	31.19	25.09	0.96	-	26.05	5.14	6.10
	Computers	356.04	114.65	0.31	470.38	318.56	41.62	0.30	360	110.49	37.48
4	<u>Furniture & Fixtures</u>										
	Furniture & Fixtures (HO)	158.69	8.54	-	167.23	130.36	6.99	-	137.35	29.88	28.33
	Interior Furnishings & Fittings	1,251.01	-	-	1,251.01	1,113.82	25.54	-	1,139.36	111.65	137.19
5	<u>Vehicle</u>	39.84	-	-	39.84	26.08	4.09	-	30.16	9.68	13.77
6	<u>Office Equipments</u>	107.37	27.78	-	135.16	98.00	13.29	-	111.29	23.87	9.38
	Total - A	6,075.22	169.85	0.31	6,244.75	3,651.26	160.06	0.30	3,811.02	2,433.74	2,422.96

Note: 9B -Property Plant and Equipment- Intangible Assets

Rs. in lakhs

Sl. No.	Particulars	Gross Block			Depreciation/ Amortisation				Net Block	
		As on 01.04.2024	Addition/ Adjustment during the period	Deduction/ Adjustment during the period	As on 31.03.2025	Upto 01.04.2024	During the period	Adjustment during the period	Upto 31.03.2025	As on 31.03.2024
1	Computer Software	-	-	-	-	-	-	-	-	-
	Total Intangible Assets (B)	-	-	-	-	-	-	-	-	-

Note: 9C -Property Plant and Equipment- Rights-of-Use Assets

Sl. No.	Particulars	Gross Block			Depreciation/ Amortisation				Net Block	
		As on 01.04.2024	Addition/ Adjustment during the period	Deduction/ Adjustment during the period	As on 31.03.2025	Upto 01.04.2024	During the period	Adjustment during the period	Upto 31.03.2025	As on 31.03.2024
1	Rights-Of-Use Assets (Leasehold premises)	413.45	121.22	115.34	419.33	151.02	56.86	75.69	132.20	262.43
	Total ROU Assets (C)	413.45	121.22	115.34	419.33	151.02	56.86	75.69	132.20	262.43
	Total Assets (A+B+C)	6,488.66	291.07	115.65	6,664.08	3,802.28	216.91	75.98	3,943.21	2,685.39
	Capital Work In Progress									0.87

9D * Building includes Rs 199,51,364/- (previous year Rs. 199,51,364/-) towards Permanent Stalls at India Exposition Mart, Noida, acquired out of grant received from the North Eastern Council, Shillong. As per IND AS-16, the asset has been taken at cost in the books and the corresponding depreciation is charged to the fund every year.

9E On transition to IND AS, NEDFI has elected to continue with the carrying value of all of its property, plant & equipment recognised at gross block as at 1st April, 2018 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

9F Depreciation on permanent stalls at IEM was provided by taking useful life as 60 years till 2019-20. But as per recommendation of CAG, the useful life of the said asset is changed from 60 years to 30 years, and accordingly depreciation for the year was calculated by taking the useful as 30 years. This change of useful life is taken as change in accounting estimate. Had the useful life been taken as 30 years since adoption of Schedule II of Companies Act 2013, since 2014-15, the total depreciation would have been Rs 11,359,896/- ,whereas by taking useful life as 60 years the total depreciation has amounted to Rs. 78,97,993/-. Thus depreciation to the extent of Rs. 34,61,903/- has remained unabsorbed. This amount will be amortised over the remaining useful life of the asset.

As at 31st March 2024
Note: 9A - Property Plant and Equipment

Rs. in lakhs

Sl. No.	Particulars	Gross Block			Depreciation/ Amortisation				Net Block	
		As on 01.04.2023	Addition/ Adjustment during the period	Deduction/ Adjustment during the period	As on 31.03.2024	Upto 01.04.2023	During the period	Adjustment during the period	Upto 31.03.2024	As on 31.03.2024
1	<u>Land</u>									
	Freehold Land at Dispur	169.70	-	-	169.70	-	-	-	-	169.70
	Freehold Land at Khanapara	924.00	-	-	924.00	-	-	-	-	924.00
2	<u>Buildings</u>									
	Head Office Building	1,927.77	-	-	1,927.77	957.04	52.80	-	1,009.84	970.72
	Office at Agartala	143.67	-	-	143.67	42.78	4.91	-	47.69	100.89
3	<u>Plant & Equipment</u>									
	Air Conditioning System	447.06	-	-	447.06	398.96	9.12	-	408.08	38.98
	Electrical Installation	264.13	-	-	264.13	250.92	-	-	250.92	13.21
	Fire Alarm System	36.73	-	-	36.73	33.69	0.59	-	34.28	2.45
	Lift	79.56	-	-	79.56	72.98	1.28	-	74.26	5.31
	Machineries	105.79	3.72	1.84	107.67	82.63	4.43	1.75	85.31	22.36
	UPS System	14.90	-	-	14.90	14.16	-	-	14.16	0.75
	Water Installation System	15.88	-	-	15.88	14.57	0.26	-	14.82	1.06
	Solar Panels	31.19	-	-	31.19	23.78	1.31	-	25.09	6.10
	Computers	348.72	8.75	1.43	356.04	286.74	33.18	1.36	318.56	37.48
4	<u>Furniture & Fixtures</u>									
	Furniture & Fixtures (HO)	145.53	13.15	-	158.69	123.47	6.89	-	130.36	28.33
	Interior Furnishings & Fittings	1,240.56	10.45	-	1,251.01	1,078.30	35.52	-	1,113.82	137.19
5	<u>Vehicle</u>	39.84	-	-	39.84	20.13	5.95	-	26.08	13.77
6	<u>Office Equipments</u>	119.34	0.59	12.56	107.37	104.78	5.14	11.93	98.00	9.38
	Total - A	6,054.38	36.65	15.82	6,075.22	3,504.90	161.38	15.03	3,651.26	2,423.96
										2,549.48

Note: 9B - Property Plant and Equipment- Intangible Assets

Rs. in lakhs

Sl. No.	Particulars	Gross Block			Depreciation/ Amortisation			Net Block	
		As on 01.04.2023	Addition/ Adjustment during the period	Deduction/ Adjustment during the period	As on 31.03.2024	Upto 01.04.2023	During the period	Adjustment during the period	Upto 31.03.2024
1	Computer Software	342.02	-	-	342.02	307.82	34.20	-	342.02
	Total Intangible Assets (B)	342.02	-	-	342.02	307.82	34.20	-	342.02

Note: 9C - Property Plant and Equipment- Rights-of-Use Assets

Sl. No.	Particulars	Gross Block			Depreciation/ Amortisation			Net Block	
		As on 01.04.2023	Addition/ Adjustment during the period	Deduction/ Adjustment during the period	As on 31.03.2024	Upto 01.04.2023	During the period	Adjustment during the period	Upto 31.03.2024
1	Rights-Of-Use Assets (Leasehold premises)	369.36	79.80	35.71	413.45	121.35	54.43	24.76	151.02
	Total ROU Assets (C)	369.36	79.80	35.71	413.45	121.35	54.43	24.76	151.02
	Total Assets (A+B+C)	6,765.76	116.45	51.53	6,830.69	3,934.07	250.01	39.79	4,144.30
	Capital Work In Progress							0.87	0.87

9D * Building includes Rs 199,51,364/- (previous year Rs 199,51,364/-) towards Permanent Stalls at India Exposition Mart, Noida, acquired out of grant received from the North Eastern Council, Shillong. As per IND AS-16, the asset has been taken at cost in the books and the corresponding depreciation is charged to the fund every year.

9E On transition to IND AS, NEDFI has elected to continue with the carrying value of all of its property, plant & equipment recognised at gross block as at 1st April, 2018 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

9F Depreciation on permanent stalls at IEM was provided by taking useful life as 60 years till 2019-20. But as per recommendation of CAG, the useful life of the said asset is changed from 60 years to 30 years, and accordingly depreciation for the year was calculated by taking the useful as 30 years. This change of useful life is taken as change in accounting estimate. Had the useful life been taken as 30 years since adoption of Schedule II of Companies Act 2013, since 2014-15, the total depreciation would have been Rs 11,359,896/- ,whereas by taking useful life as 60 years the total depreciation has amounted to Rs78,97,993/- . Thus depreciation to the extent of Rs 34,61,903/- has remained unabsorbed. This amount will be amortised over the remaining useful life of the asset.

Rs. in lakhs

Note 10 : OTHER NON FINANCIAL ASSETS	As at 31st March, 2025	As at 31st March, 2024
Income Tax Refundable	-	322.95
Prepaid Employee Benefit Expenses	432.37	423.38
	432.37	746.33

Note 11 : PAYABLES	As at 31st March, 2025	As at 31st March, 2024
(I) Trade Payables		
(i) -total outstanding dues of micro & small enterprises	-	-
(ii)- total outstanding dues of creditors other than micro & small enterprises	103.16	49.75
(II) Other Payables	-	-
	103.16	49.75

Trade Payable Aging Schedule :

As at 31st March 2025 :

Particulars	Outstanding for following periods from date of transaction				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	94.89	0.49	0.85	6.93	103.16
(iii) Disputed dues-MSME	-	-	-	-	-
(iv) Disputed dues-Others	-	-	-	-	-

As at 31st March 2024 :

Particulars	Outstanding for following periods from date of transaction				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	41.48	0.00	0.00	8.27	49.75
(iii) Disputed dues-MSME	-	-	-	-	-
(iv) Disputed dues-Others	-	-	-	-	-

Trade Payable Aging Schedule :

Note 12 : BORROWINGS	As at 31st March, 2025	As at 31st March, 2024
Term Loan (Unsecured) from Others, amortised at cost (within India)		
Interest free loan from Government of India *	44,611.96	45,067.96
Interest free loan from Government for Venture	2,943.81	2,770.65
Term Loan (Secured) from Others, amortised at cost (within India)		
Loan from SIDBI	8,173.36	9,913.80
Loan from SBI	17,491.10	
	73,220.24	57,752.41

Notes

* The Corporation has been availing Interest Free Unsecured Loans from Govt. of India and the same has to be repaid after 15 years from the date of receipt of instalment. The interest rate considered for discounting of Interest free Government loan repayable at maturity is that of Government Bonds which is 6.25% till FY 2019-20, 6.18% for FY 2020-21, 6.84% for FY 21-22, 7.34% for FY 22-23, 7.05% for FY 23-24 and 6.608% for FY 24-25. The total undiscounted amount of Interest Free Unsecured Loans from Govt of India is Rs. 745 Crore (PY Rs. 735 Crore). The deferred income on the interest free loans is presented in Note 13 (Notional Interest).

* The Corporation has been sanctioned Rs. 100 Crore term loan by SIDBI @ 8% p.a. interest rate during FY 22-23 by way of term loan/resource support for already created portfolio of qualifying assets of micro and small enterprises. The loan is secured by first charge by way of hypothecation of book debts and loan receivables from MSE beneficiaries. No discounting has been done to arrive at the carrying value of the term loan at reporting date.

* The Corporation has been sanctioned Rs. 200 Crore term loan by SBI @ 8.85% p.a. interest rate during FY 24-25 by way of term loan/resource support to meet the funding requirements for onward lending to micro, small, medium and large enterprises for setting up industrial, infrastructure and agri-allied projects. No discounting has been done to arrive at the carrying value of the term loan at reporting date.

* The Company has used the borrowings from Govt and financial institutions for the specific purpose for which these were availed

* In respect of all the borrowings, there is no default in payment of either principal or interest.

* Disclosure of information related to borrowings from financial institutions on the basis of security of current assets: The monthly/quarterly returns or statements filed by the company with SIDBI are in agreement with the books of accounts maintained by the company except for the fact that the statements have been prepared at historic cost method instead of Effective Interest Rate/Amortised cost method as per Ind AS.

Rs. in lakhs

Note 13 : OTHER FINANCIAL LIABILITIES	As at 31st March, 2025	As at 31st March, 2024
GST, PF and other statutory liabilities	21.43	39.55
Notional Interest	26,944.23	25,661.39
Undisbursed Central Subsidies	14,824.68	21,056.55
NEIDS 2017 Incentives	2,663.45	
Lease liability	321.70	292.28
Security Deposit	71.80	70.64
Other Liabilities	4,179.81	3,935.32
Interest payable on loans	43.68	41.83
	49,070.78	51,097.57

Note 14 : CURRENT TAX LIABILITIES(NET)	As at 31st March, 2025	As at 31st March, 2024
Provision for Income Tax		2,930.14
Less: Advance Payment of Income tax & TDS		(2,906.12)
	-	24.02

Note 15 : PROVISIONS	As at 31st March, 2025	As at 31st March, 2024
Provisions for employee benefits		
- Leave Encashment	741.38	448.75
- Gratuity	70.29	-
- Leave Travel Concession / Allowance	28.92	28.92
- Salaries(Arrears)	-	1,316.20
Others		
Floating Provision against Advances	200.00	200.00
Provision for Diminution in Fair Value of Restructured Advance	13.35	13.35
	1,053.93	2,007.22

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Note 16 : Deferred Tax Liabilities (net) and Tax expense

i)

(i)		Rs. in lakhs						
Tax effect of items constituting (DTL)	As at 1 st April 2023	(Charge)/ credit to P & L	(Charge)/ credit to OCI	Adjustments	Balance as at 31 st March 2024	(Charge)/ credit to P & L	(Charge)/ credit to OCI	Balance as at 31 st March 2025
Related to Property, plant and equipment	(10.10)	(6.27)	-		(16.37)	(25.58)	-	(41.95)
Related to Right to Use Assets	(3,666.20)	(331.63)	-		(3,997.83)	(496.83)	-	(4,494.66)
Related to Special Reserve u/s 36(1) (viii) of the Income Tax Act, 1961	(62.42)	(3.63)	-		(66.05)	(6.22)	-	(72.27)
Others		-	(55.21)	(158.12)	(213.34)		(5.98)	(219.32)
	(3,738.72)	(341.53)	(55.21)	(158.12)	(4,293.59)	(528.62)	(5.98)	(4,828.19)
Tax effect of items constituting DTA	As at 1 st April 2023	(Charge)/ credit to P & L	(Charge)/ credit to OCI	Adjustments	Balance as at 31 st March 2024	(Charge)/ credit to P & L	(Charge)/ credit to OCI	Balance as at 31 st March 2025
Related to Provisions	2,035.84	(246.87)	-		1,788.96	(419.22)	-	1,369.74
Related to Lease liability	68.20	5.36	-		73.56	7.40	-	80.97
Related to Effective Interest Rate	143.97	29.38	-		173.35	15.21	-	188.56
Others			30.60		30.60		11.38	41.98
	2248.01	(212.14)	30.60	0	2,066.47	(396.61)	11.38	1,681.24
Net DTA/(DTL)	(1490.71)	(553.67)	(24.62)	(158.12)	(2,227.12)	(925.23)	5.40	(3,146.94)

Others include deferred tax on account of employee benefits & fair valuation.

 $\textcircled{ii}$

Income tax recognised in Statement of profit and loss	As at 31 st March, 2025	As at 31 st March, 2024
(a) Current tax :		
In respect of current year	2328.97	2925.10
In respect of prior years	19.74	(261.92)
	2348.70	2663.18
(b) Deferred tax :		
In respect of current year origination and reversal of temporary differences	925.23	553.67
	925.23	553.67
	3273.93	3216.85

Rs. in lakhs

(iii)

Income tax recognised in Other Comprehensive Income	As at 31 st March, 2025	As at 31 st March, 2024
Tax related to items recognised in OCI during the year		-
Remeasurement of defined employee benefits	(11.38)	(30.60)
Net gain/(loss) on equity instruments through OCI	5.98	55.21
	(5.40)	24.62

(iv)

Reconciliation of estimated Income Tax expenses at tax rate to income tax expenses reported in the Statement of profit and loss :	As at 31 st March, 2025	As at 31 st March, 2024
Profit before tax	12,875	13,237
Applicable income tax rate	25.168%	25.168%
Expected income tax expense	3,240.45	3,331.52
Adjustment in respect of current income tax of prior years	19.74	(261.92)
Non-deductible expenses		
Corporate social responsibility expenditure not deductible	241.14	222.01
Effect of other expenses/provisions not deductible	(27.21)	(170.55)
Adjustment in respect of prior years	(19.74)	(261.92)
Reported income tax expense	3,273.93	3,216.85

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Note17 : SHARE CAPITAL	As at 31 st March, 2025	As at 31 st March, 2024
AUTHORISED		
50,00,00,000 Equity Shares of Rs. 10/- each (Previous Year: 50,00,00,000 Equity Shares of Rs. 10/- each)	50,000.00	50,000.00
	50,000.00	50,000.00
10,00,00,007 Equity Shares of Rs. 10/- each (Previous Year: 10,00,00,007 Equity Shares of Rs.10/- each)	10,000.00	10,000.00
	10,000 .00	10,000.00
PAID UP		
10,00,00,007 Equity Shares of Rs.10/- each (Previous Year: 10,00,00,007 Equity Shares of Rs. 10/- each)	10,000.00	10,000.00
	10,000.00	10,000.00

a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period.

Rs. in lakhs

Equity Shares	As at 31 st March, 2025	As at 31 st March, 2024
At the beginning of the year (No. of Shares)	1,000.00	1,000.00
Issued during the year	-	-
Outstanding at the end of the year	1,000.00	1,000.00

b) Terms/Rights attached to Equity Shares

- The company has only one class of Equity Shares having par value of Rs. 10 per share. Each holder of Equity Shares is entitled to vote one per share.
- In the event of liquidation of the company, the holders of the Equity Shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of Equity Shares held by the Shareholders.
- The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend.

c) The detail of shareholder's holding more than 5% of Shares

Rs. in lakhs

Name of the shareholders	As at 31/03/2025 No. of Shares % of holding	As at 31/03/2024 No. of Shares % of holding
i. IDBI Bank Limited(Promoter)	250.00 25%	250.00 25%
ii. Life Insurance Corporation of India(Promoter)	150.00 15%	150.00 15%
iii. State Bank of India(Promoter)	150.00 15%	150.00 15%
iv. Industrial Finance Corporation of India(Promoter)	100.00 10%	100.00 10%
v. ICICI Ltd.(Promoter)	100.00 10%	100.00 10%
vi. Small Industries Development Bank of India(Promoter)	100.00 10%	100.00 10%
vii. Administrator of Specified Undertaking of Unit Trust of India (Promoter)	100.00 10%	100.00 10%

Notes 17.1: As per records of the company, including its register of shareholders/members and other declaration received from shareholders regarding beneficial interest, the above shareholding represent both legal and beneficial owner.

d) Dividend distributions made and proposed

i) Dividend on equity shares and paid during the year

Rs. in lakhs

	As at 31 st March, 2025	As at 31 st March, 2024
Dividend paid	800.00	800.00
Profit for the relevant year	10,020.29	8,000.55
Dividend as a percentage of profit for the relevant year	7.98%	10.00%

ii) Dividend proposed for approval at the annual general meeting(not recognised as a liability as at respective reporting date)

	As at 31 st March, 2025	As at 31 st March, 2024
Face value per share(Rupees)		10.00
Dividend percentage		8.00%
Dividend per share(Rupees)		0.80
Total Dividend on Equity Shares(a)		800.00
Profit after tax for the relevant year(b)		10,020
Dividend proposed as a percentage of profit after tax(a/b)		10.00%

The dividend declared or paid during the year by the company is in compliance with Section 123 of the Companies Act, 2013, as applicable.

Note 18 : OTHER EQUITY	As at 31 st March, 2025	As at 31 st March, 2024
I. Other Reserves		
(a) North East Equity Fund		
Fund Balance	617.91	615.26
Less : Write off during the year	0.59	-
Less: Provision against Soft Loans under NEEDS	(9.30)	(2.65)
	626.62	617.91
(b) Statutory Reserve under RBI Act, 1934		
Opening Balance	20,414.06	18,410.00
Add:Transferred from Retained Earnings	1,920.27	2,004.06
	22,334.33	20,414.06
(c) Special Reserve created and maintained u/s 36(1)(viii) of the Income Tax Act, 1961		
Opening Balance	15,884.57	14,566.90
Add:Transferred from P/L Account	1,974.04	1,317.67
	17,858.61	15,884.57
(d) Venture Capital Fund:		
Fund Balance	1,352.91	1,328.21
Add: Transferred from General Reserve	28.81	24.69
	1,381.72	1,352.91

Rs. in lakhs

Note 18 : OTHER EQUITY	As at 31 st March, 2025	As at 31 st March, 2024
(e) General Reserve		
Opening balance	41,323.00	41,940.42
Add: Transferred from surplus in Statement of Profit and Loss	-	-
Less: Utilised / transferred during the year for:		
Others : Transferred to Venture Capital Fund	(28.81)	(24.69)
Impairment Loss not transferred to Impairment Reserve	(2,019.78)	(592.72)
	39,274.41	41,323.00
(f) India Exposition Mart Stalls		
Opening balance	107.74	117.46
Add: Additions / transfers during the year	-	-
Less: Utilisations / transfers during the year	(8.58)	(9.72)
	99.17	107.74
(g) Techno Economic Development Fund		
Opening balance	3,956.42	4,039.98
Add: Additions / transfers during the year	235.79	302.50
Less: Utilisations / transfers during the year	(663.94)	(386.06)
	3,528.27	3,956.42
(h) Impairment Reserve*		
Opening balance	3,315.75	3,315.75
Add : Additions during the year	-	-
	3,315.75	3,315.75
Retained Earnings		
Balance as per last Balance Sheet	24,135.29	18,079.89
Profit for the Period	9,559.93	10,103.93
Other comprehensive income	(16.06)	73.19
Less: Appropriations		
Transferred to General Reserve		
Dividend Paid	(800.00)	(800.00)
Transferred to Statutory Reserve under RBI Act, 1934	(1,920.27)	(2,004.06)
Transferred to Special Reserve	(1,974.04)	(1,317.67)
	28,984.85	24,135.29
TOTAL OTHER EQUITY	1,17,403.73	1,11,107.66

Note 18.1 : Nature and purpose of reserves

* Impairment Reserve has been created as per RBI Circular No. RBI/2019-20/170 DOR(NBFC).CC.PD. No.109/22.10.106/2019-20 dated March 13, 2020 on Implementation of Indian Accounting Standards

Rs. in lakhs

Note 19 : INTEREST INCOME	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
On financial instruments measured at Amortised cost		
Interest on loans	19,378.49	16,593.07
Interest on Fixed Deposits and Bonds	233.82	666.50
	19,612.30	17,259.57

*Interest income have been recognised using Effective Interest Rate (EIR) method as per "Ind AS 109 : Financial Instruments". Interest income includes interest earned from Micro Lending Scheme which is being implemented with support of Business Correspondents.

Note 20 : DIVIDEND INCOME	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
From equity investments	54.65	12.00
From preference share investments	40.50	45.00
	95.15	57.00

Note 21 : FEE AND COMMISSION INCOME	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Consultancy Fees	642.00	1,233.29
Prepayment Charges	44.40	52.84
Recompense Amount	112.59	-
Independent Third Party Evaluation Fees	20.00	-
UNNATI Appraisal Fees	246.29	-
	1,065.28	1,286.12

*Interest income have been recognised using Effective Interest Rate (EIR) method. The Upfront fees received during the year have been netted off from outstanding to calculate EIR and amortised as per the repayment schedule.

Note 22 : NET GAIN/LOSS ON FAIR VALUE CHANGES	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Net gain/(loss) on financial instruments at FVTPL		
Realised gain/(loss) from sale of Mutual Fund units	284.53	453.99
Unrealised fair value gain/(loss) on Mutual Fund units	165.06	9.66
Unrealised fair value gain/(loss) on debt instruments	70.79	37.96
Unrealised fair value gain/(loss) on debt instruments	67.57	(445.10)
	587.96	56.52

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Rs. in lakhs

Note 23 : OTHER OPERATING INCOME	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Management Fees	220.12	243.39
Trusteeship Fees	8.00	5.00
Fund Setup Fees(MSVF)	-	7.50
Fund Setup Fees(NRL IAF)	-	2.57
Deferred Interest	3,036.45	3,065.64
	3,264.57	3,324.10

Note 24 : OTHER INCOME	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Rent Received	348.68	339.91
Maintenance Charges	150.93	141.48
Hall Charges	45.51	46.49
Interest on loan to staff*	309.34	287.76
Miscellaneous Receipts	14.12	33.92
Bad Loans & Advances Recovered	684.64	1,376.70
Interest on I.T. Refund	15.47	-
Contribution to gratuity fund		-
Gain on disposal of assets(net)		1.08
	1,568.69	2,227.33

* Loans to staff given at concessional rates have been discounted to represent fair value. Market Rate have been considered at 9.35%- the rate charged by SBI for Regular Home Loan.

Note 25 : FINANCE COSTS	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Interest on Borrowngs		
- SIDBI	736.41	76.66
SBI	406.87	
SBI(Overdraft)	5.23	
Notional Interest on Government Loan	3,036.45	3,065.64
Prepaid Employee Benefit expenses amortised during the year	167.41	152.51
Interest Expense on lease liabilities	26.89	24.26
	4,379.25	3,319.07

Note 26 : IMPAIRMENT ON FINANCIAL INSTRUMENTS	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
On financial instruments measured at Amortised cost		
Bad debts and write offs	1,512.70	351.93
Loans	(1,939.95)	(325.33)
Trade receivables		(43.00)
	(427.25)	(16.40)

Rs. in lakhs

Note 27 : EMPLOYEE BENEFIT EXPENSES	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Salaries & Wages		
- Salaries (Director)	98.13	65.69
- Salaries (Others)	4,600.34	3,464.07
- Leave Travel Concession / Allowance	271.43	160.69
- Leave Encashment	571.62	492.21
Contribution to Provident and other Funds		
- Employer's Provident Fund	356.79	246.81
- Gratuity	20.41	10.27
Staff Welfare Expenses		
- Medical Reimbursement	102.53	83.86
- House Rent	1.11	23.21
- Staff Welfare	267.07	204.01
	6,289.44	4,750.82

The following table sets out the status of the defined benefit Gratuity and Leave Encashment Plan

Rs. in lakhs

Particulars	Gratuity		Leave Encashment	
	Current Year (Rs.)	Previous Year (Rs.)	Current Year (Rs.)	Previous Year (Rs.)
i. Change in the present value of the defined benefit obligation				
Opening benefit obligation	908.32	710.51	1,631.14	1,199.27
Current Interest Cost	25.93	52.94	117.12	89.35
Current Service Cost	65.21	24.27	90.02	82.67
Benefit Paid	(146.26)	-	(278.99)	(91.34)
Actuarial (Gain) / Loss	177.05	120.60	447.39	351.19
Closing benefit obligation	1,030.25	908.32	2,006.68	1,631.14

ii. Change in Plan Assets

Opening Fair Value of Plan Assets	985.40	917.98	1,182.40	-
Actual Return on Plan Assets	76.31	67.42	82.91	31.73
Contribution	44.52	0.00	278.99	1,242.01
Benefit paid	(146.26)	-	(278.99)	(91.34)
Closing Fair Value of Plan Assets	959.97	985.40	1,265.31	1,182.40

iii. Reconciliation of Expense in Profit & Loss Statement

Closing present value of obligation	1,030.25	908.32	2,006.68	1,631.14
Opening present value of obligation	(908.32)	(710.51)	(1,631.14)	(1,199.27)
Benefit Paid	146.26	0.00	278.99	91.34

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Rs. in lakhs

Particulars	Gratuity		Leave Encashment	
	Current Year (Rs.)	Previous Year (Rs.)	Current Year (Rs.)	Previous Year (Rs.)
Actual Return on Assets	(76.31)	(67.42)	(82.91)	(31.72)
OCI	(171.48)	(121.56)	-	-
Expense recognised in Profit & Loss Account	20.40	8.83	571.62	491.49

iv. Net Cost recognized in Profit & Loss Account

Current Service cost	25.93	24.27	90.02	82.67
Net Interest	(5.53)	(15.46)	32.22	57.62
Cost(Income) Net	(20.40)	(8.81)	449.38	351.19
actuarial (gain) / Loss			571.62	491.48
Expenses recognized in Profit & Loss Account				

v. Reconciliation of opening and closing net liability recognized in Balance Sheet

Opening Net Liability				
Expense charged to Profit & Loss Account	(77.08)	(207.45)	448.74	1,199.27
Benefit paid by Corporation Contribution	20.40	8.81	571.62	491.48
paid	(44.52)	-	(278.99)	(1,242.01)
OCI	(171.48)	(121.56)	-	-
70.28		(77.08)	741.37	448.74
Closing Net Liability/ (Asset)				

vi. Maturity Profile of Defined Benefit Obligation

Year 1	102.30	67.07	246.87	224.21
Year 2	50.84	46.86	275.16	191.83
Year 3	94.13	81.93	227.44	215.45
Year 4	82.74	86.10	187.82	181.64
Year 5	63.36	75.88	190.17	145.82
After 5th Year	1,557.47	1,484.33	2,095.57	1,782.39
Total	1,950.84	1,842.17	3,223.03	2,741.34

vii. Sensitivity Analysis for Gratuity

Item	As at 31/03/2025	Impact (Absolute)	Impact %
Base Liability	1,030.26	(39.23)	(3.81%)
Increase Discount Rate by 0.5% Decrease	991.02	41.93	4.07%
Discount Rate by 0.5%	1,072.19	20.47	1.99%
Increase Salary Inflation by 1.00% Decrease	1,050.73	(22.52)	(2.19%)
Salary inflation by 1.00%	1,007.74	43.86	4.26%
Increase Withdrawal Rate by 1.00% Decrease	1,074.13	(45.29)	(4.40%)
Withdrawal Rate by 1.00%	984.96		

viii. Sensitivity Analysis for Leave Encashment

Item	As at 31/03/2025	Impact (Absolute)	Impact %
Base Liability	2,006.69	(58.04)	(2.89%)
Increase Discount Rate by 0.5% Decrease	1,948.64	61.32	3.06%
Discount Rate by 0.5%	2,068.00	126.24	6.29%
Increase Salary Inflation by 1.00% Decrease	2,132.93	(115.06)	(5.73%)
Salary Inflation by 1.00%	1,891.63	9.33	0.47%
Increase Withdrawal Rate by 1.00% Decrease	2,016.02	(9.17)	(0.46%)
Withdrawal Rate by 1.00%	1,997.51		

Note : 1. The base liability is calculated at discount rate of 6.72% per annum and salary inflation rate of 3% per annum for all future years. 2. Liabilities are very sensitive to salary escalation rate, discount rate & withdrawal rate. 3. Liabilities are very less sensitive due to change in mortality assumptions. Hence, sensitivities due to change in mortality are ignored.

ix. Investments under Plan Assets of Gratuity and Leave Encashment as on 31st March, 2025 are as under:

Category of Plan Assets	Gratuity % of Plan Assets	Leave Encashment % of Plan Assets
Funds managed by Insurer	100%	100%

Particulars	Gratuity		Leave Encashment	
	Current Year (Rs.)	Previous Year (Rs.)	Current Year (Rs.)	Previous Year (Rs.)
Discount Rate				
Rate of increase in compensation levels	6.72%	7.18%	6.72%	7.45%
Rate of return on Plan Assets	3.00%	3.00%	3.00%	3.00%
	7.18%	7.45%	7.18%	7.45%

The estimates of future salary growth, factored in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market. Such estimates are very long term and are not based on limited past experience / immediate future. Empirical evidence also suggests that in very long term, consistent high salary growth rates are not possible, which has been relied upon by the auditors.

The estimates for increase in compensation levels of the employees of the Corporation has been taken @ 3% p.a.

The employees of the Corporation are covered by Provident Fund to which the Corporation makes a defined contribution measured as a fixed percentage of basic salary. The Provident Fund plan is administered by the Regional Provident Fund. As such, there does not arise any interest shortfall. During the year an amount of Rs. 333.15 Lac (Previous Year Rs.218.48 Lac) has been charged to Profit & Loss Account.

Rs. in lakhs

Note 28 : DEPRECIATION, AMORTIZATION & IMPAIRMENT	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Depreciation on Property, Plant and Equipment	160.06	161.38
Less : Transfer to IEM Stall Fund	(8.58)	(9.72)
	151.48	151.67
Depreciation on Intangible Asset	-	34.20
Depreciation on ROU Asset	56.86	54.43
	208.34	240.29

Note 29 : CSR EXPENSES	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
CSR Expenses	241.14	222.01
	241.14	222.01

Note 30 : OTHER EXPENSES	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Rent, Taxes and Energy Cost		
Electricity Charges & Electrical Expenses	79.07	79.94
Rent on short term leases	8.83	6.40
GST Expenses	28.58	33.73
Licence & Registration Fees	15.63	25.92
Repairs & Maintenance		
Repairs & Maintenance (Machine)	82.76	65.56
Manpower Cost (Security Services, Housekeeping Services etc)	471.61	463.71
Repair & Maintenance(Others)	125.93	111.32
Software Maintenance Expenses	94.96	51.37
Communication Costs		
Telephone Charges & Postage	38.72	28.91
Printing & Stationery	27.80	31.38
Advertisement & Publicity		
Advertisement Expenses	102.65	39.75
Business Promotion	29.63	50.99
Business Facilitation Centre Expenses	15.59	15.29
Director's Fees, allowances and Expenses		
BOD Meeting Expenses	73.69	64.20
Auditors' Fees and Expenses		
Tax Audit Fees	0.50	0.50
Statutory Audit Fees	3.80	2.84
Concurrent Audit Fees	2.62	3.00
Other services	0.20	0.20
Reimbursement of expenses	0.35	0.35

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Rs. in lakhs

Note 30 : OTHER EXPENSES	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
Legal & Professional Fees and Expenses	146.33	64.15
Insurance charges	9.39	12.05
Other Expenses		
Other Audit Expenses	2.92	4.10
Bank charges	1.29	1.04
Books & Periodicals	3.71	2.91
Car hire Expenses	39.77	52.03
Advisory & Consultancy Department Expenses	222.90	373.78
Commission to Business Correspondent	593.16	363.90
Conveyance	11.02	9.86
Honorarium	2.13	1.92
India Exposition Mart Expenses	6.89	6.40
Miscellaneous Expenses	6.47	22.11
Mission Organic Expenses	2.40	1.29
Research & Developmental Expenses	154.77	135.95
Seminar & Conference Expenses	54.02	31.89
Training Expenses	11.65	9.56
Travelling Expenses (Others)	68.83	62.70
Recruitment / Relocation Expenses	0.40	6.38
Annual Custody Fees	0.10	0.30
Interest on Income Tax		
Loss on sale / disposal of assets (net)	0.01	0.05
FTSU Expenses	117.66	118.76
Fund Setup Fees (MSVF)	0.75	9.75
Fund Setup Fees (NRL IAF)	-	2.57
	2,659.49	2,368.84

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Note 31 : EARNINGS PER SHARE	As at the end of 31 st March, 2025	As at the end of 31 st March, 2024
The following table reconciles the numerators and denominators used to calculate Basic and Diluted Earning per Share for the year ended 31 st March 2024.		
Particulars		
(a) Profit/(Loss) Attributable to Equity Shareholders (Rs. in Lacs)	9,544.20	10,177.31
(b) The weighted average number of Equity Share of Basic EPS	1,000	1,000
(c) The weighted average number of Equity Share of Diluted EPS	1,000	1,000
(d) Nominal value per Ordinary Share (Rs.)	10.00	10.00
(e) Earnings Per Share - Basic (Rs.)	9.54	10.18
(f) Earnings Per Share - Diluted (Rs.)	9.54	10.18

NOTE 32 : RELATED PARTY DISCLOSURES

As per IND AS – 24, the disclosures of transactions with the related parties are given below:

A. List of Related Parties are as under:

Key Management Personnel	Mr. P.V.S.L.N. Murty	Chairman & Managing Director
	Mr. S.K. Baruah (Upto 31/01/2025)	Executive Director & CFO
	Mr. V.K. Agarwal (w.e.f 07/03/2025)	CFO & Company Secretary
	Dr. Md. Nazmuddin (w.e.f 28/03/2024, Upto 18/12/2024)	Nominee Director (DoNER)
	Sr Niraj Kumar (w.e.f 18/12/2024)	Nominee Director (DoNER)
	Mr. V.M.Devassy (Upto 08/07/2024))	Nominee Director (SBI)
	Sr S. Radhakrishnan (w.e.f 08/07/2024)	Nominee Director (SBI)
	Mr. A. Kumar (Upto 03/10/2023)	Nominee Director (LIC)
	Mr. Acharya B. (w.e.f 11/10/2023)	Nominee Director (LIC)
	Mr. Ugen Tashi	Nominee Director (IDBI)
	Mr. Bhaskar Jyoti Sarma (Upto 29/04/2023)	Independent Director
	Mr. Kaushik Sinha (w.e.f 29/04/2023)	Independent Director
	Mr. Sanjay Kumar Pai (Upto 25/07/2023)	Independent Director
	Dr. Natalie West Kharkongor (Upto 02/09/2023)	Independent Director
	Smt. Nandita Hazarika (w.e.f 12/10/2023)	Independent Director
	Mr. A. Kumar (w.e.f 03/10/2023)	Independent Director
	Shri J. Alam (Upto 29/09/2023)	Additional Director
	Shri D P Wahlang (w.e.f 31/10/2023)	Additional Director
	Dr. Ravi Kota (w.e.f 23/05/2024)	Additional Director
	Dr. R. Sharma (Upto 29/09/2023)	Additional Director
Subsidiaries	NEDFi Trustee Limited	
	NEDFi Venture Capital Limited	
Associates	North East Venture Fund	
Trusts / Funds under control of the Company	North East Society for Handicraft Incubation and Livelihood Promotion (NE SHILP)	

B. Transaction with Related Parties during the year:

Rs. in lakhs

Particulars	31 st March, 2025	31 st March, 2024
Key managerial personnel		
Short Term Employee Benefits		
-Mr. P.V.S.L.N. Murty	96.82	70.86
-Mr. S.K. Baruah	182.14	68.79
-Mr. V.K. Agarwal	100.68	59.64
Repayment/ Recovery of loans and advances		
-Mr. P.V.S.L.N. Murty	6.95	-
-Mr. S.K. Baruah	2.01	4.03
-Mr. V.K. Agarwal	2.90	2.81
Disbursal of loans and advances		
-Mr. P.V.S.L.N. Murty	20.00	-
-Mr. V.K. Agarwal	-	11.00
Director's Sitting Fees	50.20	41.70
Subsidiaries		
NEDFi Venture Capital Limited		
-Receivable towards salary payments	211.73	184.80
-Receivable towards OCD Coupon Interest	77.43	-
Associates/JV		
-Investment in North East Venture Fund	-	1216.25
Trusts / Funds under control of the Company		
NE SHILP		
-Payment towards purchase of craft products	22.96	11.66
-Payment towards reimbursement of expenses	1.11	2.99
-Payment towards advances	5.65	120.81
-Adjustments of advances	-	107.45

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C. Outstanding Balance with Related Parties:

Rs. in lakhs

Particulars	31 st March, 2025		31 st March, 2024	
Key managerial personnel	Loan O/s	% to total loan & Advances	Loan O/s	% to total loan & Advances
Loans & Advances				
-Mr. P.V.S.L.N. Murty	13.04	0.00%	-	0.00%
-Mr. S.K. Baruah	-	0.00%	2.01	0.00%
-Mr. V.K. Agarwal	22.84	0.00%	25.74	0.00%
Subsidiaries(Receivable)				
-NEDFi Venture Capital Limited		289.23		184.80
Subsidiaries(Closing)				
-NEDFi Venture Capital Ltd.		4.94		4.94
-NEDFi Trustee Ltd.		4.94		4.94

Associates(Closing)		
-North East Venture fund	6267.59	6268.12
Trusts / Funds under control of the Company		
-Advance to NE SHILP	11.32	15.31
- There were no guarantees given on behalf of related parties during the year. - The Company has not granted loans or advances to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person, that is repayable on demand or without specifying any terms or period of repayment for the financial year ended March 31, 2025 and March 31, 2024.		

NOTE 33 : CONTINGENT LIABILITIES AND COMMITMENTS

Rs. in lakhs

Particulars	2024-25	2023-24
i) Contingent liabilities		
In respect of demand raised by Department for Promotion of Industry & Internal Trade(DPIIT)	1342.00	1342.00
In respect of service tax demand where the Corporation has filed appeal before to CESTAT.	21.60	21.60
In respect to income tax demands where the Corporation has filed appeal before Hon'ble ITAT for A.Y. 2018-19.	262.47	262.47
In respect to income tax demands where the Corporation has filed appeal before Hon'ble ITAT for A.Y. 2019-20.	598.30	598.30
ii) Commitments		
Other commitments (loan sanctioned but not disbursed)	47201.69	46914.00

Future cash outflows in respect of above are determinable only on receipt of judgements /decisions pending with various forums/authorities. It is not practicable for the Company to estimate the timings of the cashflows, if any, in respect of the above pending resolution of the respective proceedings. The Company does not expect any reimbursement in respect of the above contingent liabilities. The Company is of the opinion that above demands are not sustainable and expects to succeed in its appeals. The management believes that the ultimate outcome of these proceedings will not have a material adverse effect on the Company's financial position and results of operations.

- a. Claims against the Corporation not acknowledged as debt since the Corporation does not expect the outcome of the claims to have material adverse effect:

The Corporation has been made a party in claims made by third parties relating to Government subsidies of which the Corporation is a disbursing agency on behalf of the Government. Hence, even if any liability arises, the same will be met from the Government funds and will not have any impact on the income of the Corporation.

- b. Although the Corporation sanctions financial assistance in the form of loans to the entrepreneurs the same is disbursed in a phased manner depending on various factors viz. promoters' contribution,

etc. Hence, as a result the Corporation has a commitment towards undisbursed financial assistance amounting to Rs. 47201.69 lakhs, which shall be disbursed in due course, subject to compliance of requisite formalities.

- c. The service tax department had raised a demand of Rs.197.07 lakhs towards short payment of service tax (Rs. 109.70 lakhs), non-payment of service tax on pre-payment charges (Rs. 11.68 lakhs) and interest amount (Rs.75.68 lakhs). The Corporation had already deposited Rs.175.47 lakhs under protest and debited the same in the profit and loss account in earlier years. The Addl. Commissioner, CGST & CX, Guwahati passed an Order upholding the payment of service tax and interest thereon. However, he refrained from imposing the penalty proposed by the Audit Commissionerate. The Corporation then filed an appeal with the Commissioner (Appeals) against the Order of the Addl. Commissioner, CGST & CX, Guwahati. However, there was a delay in filing the appeal due to unavoidable reasons and condonation was sought from the Commissioner (Appeals). The Commissioner (Appeals), however did not condone the delay and rejected the appeal as time barred. Being aggrieved, the Corporation has filed an appeal with the Hon'ble CESTAT. Based on the submissions, the Corporation is confident that the Hon'ble CESTAT will dispose off the case in favour of the corporation. Hence, no provision has been made in the books of accounts for the balance amount.
- d. The Department for Promotion of Industry & Internal Trade (DPIIT), formerly known as DIPP, raised the demand of Rs.1342 lakhs towards refund of interest earned on unspent central subsidy funds received. However, DPIIT had taken a decision on March 22, 2000 to allow the Corporation to meet its administrative expenses out of treasury operations of the funds released by DPIIT as no service charge was being paid to the Corporation. Further, DPIIT in meeting held on September 25, 2012 advised the Corporation to articulate the actual administrative expenses. The Corporation then reverted to DPIIT where the administrative cost incurred by the Corporation during 2000-2015 has been estimated to be Rs. 2415 lakhs. The Corporation has also requested DPIIT to pay an administrative charge @ 1% of the disbursed fund. Although the matter is being pursued with DPIIT no response has been received. Since the administrative charge, when paid, will be higher than the interest refundable to DPIIT, no provision has been made in the books of accounts of the Corporation.
- e. The Income Tax Department has raised demands of Rs. 262.47 lakhs for Assessment Year (AY) 2018-19 and Rs. 598.30 lakhs for AY 2019-20. These demands pertain to the disallowance of provisions for bad and doubtful debts, beyond the limits permitted under Section 36(1)(viiia) of the Income Tax Act, which applies to Banks and Non-Banking Financial Companies (NBFCs).
 - Only a specified portion of such provisions is allowable under the said section.
 - The excess amount was disallowed and taxed accordingly.
 - In subsequent years, when these provisions are reversed (written back), they are not offered to tax again to avoid double taxation, as tax has already been paid at the time of disallowance.

The Corporation initially filed an appeal before the Commissioner of Income Tax (Appeals), who upheld the Department's order. Subsequently, the Corporation has filed an appeal to the Income Tax Appellate Tribunal (ITAT), Gauhati Bench. Based on legal precedents and the merits of the case, the Corporation is confident of a favorable outcome from the Hon'ble ITAT. Accordingly, no provision has been made in the books of accounts for the disputed tax demands.

Note 34: The Corporation is a nodal disbursing agency for Growth Centre funds and Central Subsidies, and the fund received from Govt. of India is shown in the Other Financial liabilities to the extent of undisbursed amount.

Note 35: Special Reserve has been created and maintained in terms of section 36 (1) (viii) of the Income Tax Act, 1961.

Note 36: The Provisioning Coverage Ratio of the Corporation is 68.80% (Previous Year 71.17%).

Note 37: The Corporation in association with the Ministry of Development of North Eastern Region (M-DoNER) has set up the first dedicated Venture Capital Fund for the NER, namely "North East Venture Fund (NEVF)". The fund is a unit scheme under North East Venture Trust (NEVT), an umbrella trust, wherein the Corporation is the settlor. The trust has been registered under the Indian Registration Act, 1908 on 13th October 2016. The corpus of the fund is Rs. 100 cr. NEVF has been registered with Securities and Exchange Board of India (SEBI). The first close of the fund has also been declared on 31st March, 2017. To operate and manage the fund, two wholly owned subsidiaries namely NEDFi Venture Capital Limited (NVCL) and NEDFi Trustee Limited (NTL) have been incorporated by the Corporation.

Note 38: NEDFi has invested in NRL Ideation Angel fund (NRL IAF) which has been registered as a Category I angle fund under SEBI(AIF) Regulations 2012. The fund size is Rs. 35 crore with contributions from Numaligarh Refinery Limited (Rs. 30 crore) and NEDFi (Rs. 5 crore), with additional green shoe option of Rs. 5 crore from other likeminded contributors. The fund manager for NRL-IAF is NEDFi Venture Capital Limited.

Note 39: The Corporation has put in place a Board approved scheme specially developed for supporting riots affected borrowers of NEDFi in Manipur which is in line with notification no. OTH-IF/2/3/2023-DIF-DIF, dated 21st June 2023 issued by Govt. of Manipur. The Corporation restructured 337 nos. of accounts with principal outstanding of Rs. 9475.77 lakhs as on 31st March 2025 (P.Y Rs. 12262.37 lakhs).

Note 40: The Corporation has been empaneled as Appraisal Agency of Self-Financed Units under Uttar Poorva Transformative Industrialization Scheme (UNNATI), 2024 and Independent Third-Party Evaluator of Eligible Fixed Capital Investment w.r.t Mega Projects for Eligibility Certificate under IIPA' 2019. The fees received from such appraisal/evaluation are shown under Fees & Commission Income.

Note 41: SEGMENT REPORTING

As required under Ind AS 108, the segment reporting is as under:

Rs. in lakhs

		2024-25	2023-24
1.	Segment Revenue		
	Lending and Financing Activities	23256.54	21088.25
	Management of Surplus Funds	821.77	692.83
	Others	2115.62	2140.93
	Total	26193.94	23922.01
2.	Segments Results		
	Lending and Financing Activities	10147.28	10625.39
	Management of Surplus Funds	821.77	692.83
	Others	896.03	1011.28
	Total	11865.08	12329.49
	Unallocated Income	978.26	907.65
	Unallocated Expenses		-
3.	Operating Profit	12843.34	13237.14
	Income Tax	3283.26	3216.85
4.	Net Profit	9560.07	10020.29
5.	Other Information		
	Segment Assets		

	Lending and Financing Activities	201367.25	182663.41
	Management of Surplus Funds	43195.55	41435.20
	Others	289.23	2023.91
	Total	244852.04	226122.52
	Unallocated Assets	9151.38	7751.04
	Total	254003.41	233873.57
	Segment Liabilities		
	Lending and Financing Activities		110903.91
	Management of Surplus Funds	123380.53	-
	Others		-
	Unallocated Liabilities	12170.87	11625.08
	Total	135551.40	122528.99
	Net Capital Employed	118452.01	111344.58

Note 42: Schedule to the Balance Sheet of a NBFC as required under Master Direction-NBFC-Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) directions, 2016

Rs. in lakhs

		As at 31/03/2025		As at 31/03/2024	
	Particulars	Amount outstanding	Amount overdue	Amount outstanding	Amount overdue
	<i>Liabilities side:</i>				
(1)	Loans and advances availed by the non- banking financial company inclusive of interest accrued thereon but not paid: (a) Debentures : Secured : Unsecured (b) Deferred Credits (c) Term Loans (d) Inter-corporate loans and borrowing (e) Commercial Paper (f) Other Loans (specify nature) – GOI Loan* (g) Loan from SIDBI (h) Loan from SBI <i>* taken at fair value</i>	NIL NIL NIL NIL NIL 47555.77 8173.36 17491.10	NIL NIL NIL NIL NIL NIL NIL NIL NIL	NIL NIL NIL NIL NIL 47838.60 9913.80 -	NIL NIL NIL NIL NIL NIL NIL NIL -

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Rs. in lakhs

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Assets side:			
		Amount outstanding	
		As at 31/03/2025	As at 31/03/2024
(2)	Break-up to Loans and Advances including bills receivable other than those included in (3) below] :		
	(a) Secured	195530.73	177131.69
	(b) Unsecured	8704.39	8293.25
(3)	Break up of Leased Assets and stock on hire and other assets counting towards AFC activities	-	-
	(i) Lease assets incl. lease rentals under sundry debtors:	-	-
	a) Financial lease	-	-
	b) Operating lease	-	-
	(ii) Stock on hire including hire charges under sundry debtors	-	-
	a) Assets on hire	-	-
	b) Repossessed Assets	-	-
	(iii) Other loans counting towards AFC activities	-	-
	a) Loans where assets have been repossessed	-	-
	b) Loans other than (a) above	-	-
(4)	Break-up of Investments:	As at 31/03/2025	As at 31/03/2024
	1. Quoted:		
	(i) Shares : (a) Equity	-	-
	(b) Preference	-	-
	(ii) Debentures and Bonds	-	-
	(iii) Units of mutual funds(Short Term)	2808.33	1177.61
	(iv) Government Securities	-	-
	(v) Others (please specify)	-	-
	2. Unquoted:		
	(i) Shares : (a) Equity	2675.23	2651.48
	(b) Preference	1169.17	1101.60
	(ii) Debentures and Bonds	1000.00	1000.00
	(iii) Units of mutual funds	-	-
	(iv) Government Securities	-	-
	(v) North East Venture Trust	6267.59	6268.12
	(v) NRL Ideation Angel Fund	225.00	215.81
	Total	14145.32	12414.62

(5)	Borrower group-wise classification of assets financed as in (2) and (3) above:						
		As at 31/03/2025			As at 31/03/2024		
		Amount net of provisions			Amount net of provisions		
	Category	Secured	Unsecured	Total	Secured	Unsecured	Total
	1. Related Parties **						
	(a) Subsidiaries	-	-	-	-	-	-
	(b) Companies in the same group	-	-	-	-	-	-
	(c) Other related parties	-	20.10	20.10	-	31.89	31.89
	2. Other than related parties	195530.73	8704.39	204235.12	177131.69	8261.36	185393.05
	Total	195530.73	8724.49	204255.22	177131.69	8293.25	185424.94

Rs. in lakhs

(6) Investor group-wise classification of all investments in shares and securities (both quoted and unquoted)					
Category	As at 31/03/2025		As at 31/03/2024		
	Market Value/ Break up or fair value or NAV	Book Value (Net of Provisions)	Market Value/ Break up or fair value or NAV	Book Value (Net of Provisions)	
1. Related Parties**					
(a) Subsidiaries		9.88		9.88	
(b) Companies in the same group	NIL	NIL	NIL	NIL	
(c) Other related parties (NEVF)	4920.09	6267.59	4935.54	6268.12	
2. Other than related parties	7867.85	7867.85	6136.62	6136.62	
Total	12787.94	14145.32	11072.16	12414.62	

**As per Indian Accounting Standard issued by MCA

(7) Other information

	Particulars	As at 31/03/2025	As at 31/03/2024
(i)	Gross Non-Performing Assets		
	(a) Related parties	-	-
	(b) Other than related parties	3795.75	5680.39
(ii)	Net Non-Performing Assets		
	(a) Related parties	-	-
	(b) Other than related parties	1384.29	2240.82
(iii)	Assets acquired in satisfaction of debt	-	-

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Note 43: Balance Sheet disclosures as required under Master direction-Non-Banking Financial Company-Systemically important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016.

a. Capital

Particulars	Current Year	Previous Year
i. CRAR	53.70%	55.97%
ii. CRAR – Tier I Capital	53.38%	55.26%
iii. CRAR – Tier II Capital	0.32%	0.71%
iv. Amount of subordinated debt raised as Tier II Capital	-	-
v. Amount raised by issue of Perpetual Debt Instruments	-	-

Rs. in lakhs

b. Investments

Particulars	Current Year (Rs. in Lakhs)	Previous Year (Rs. in Lakhs)
1. Value of Investments		
i. Gross value of Investments		
a. In India	14145.33	12414.62
b. Outside India	-	-
ii. Provisions for Depreciation		
a. In India	-	-
b. Outside India	-	-
iii. Net value of Investments		
a. In India	14145.33	12414.62
b. Outside India	-	-
2. Movement of provisions held towards depreciation on investments	-	-
i. Opening Balance	-	-
ii. Add: Provision made during year	-	-
iii. Less: Write off/ Write back	-	-
iv. Closing Balance	-	-

c. Asset Liability Management Maturity pattern of certain items of Assets and Liabilities

As at 31st March 2025

Rs. in lakhs

	Upto 7 days	Upto 30/31 days	Over 1 month upto 2 months	Over 2 months upto 3 months	Over 3 months upto 6 months	Over 6 months upto 1 year	Over 1 year upto 3 years	Over 3 years upto 5 years	Over 5 years	Total
Deposits	-	-	-	-	-	-	-	-	-	-
Advances*	2,180.28	1,694.79	5,223.51	2,932.84	6,731.88	21,220.70	74,160.31	52,432.89	35,372.94	201,950.14
Investments**	-	-	-	-	-	2,808.33	-	1,000.00	10,337.00	14,145.33
Borrowings**	-	8.62	8.62	522.14	6,513.84	2,433.21	22,848.53	18,105.28	22,780.00	73,220.24
Foreign Currency Assets	-	-	-	-	-	-	-	-	-	-
Foreign Currency Liabilities	-	-	-	-	-	-	-	-	-	-

*at cost

**at fair valueAs at 31st March 2024

Rs. in lakhs

	Upto 7 days	Upto 30/31 days	Over 1 month upto 2 months	Over 2 months upto 3 months	Over 3 months upto 6 months	Over 6 months upto 1 year	Over 1 year upto 3 years	Over 3 years upto 5 years	Over 5 years	Total
Deposits	-	-	-	-	-	-	-	-	-	-
Advances*	1,994.67	1,930.34	2,558.04	1,951.20	7,157.72	15,705.57	67,333.44	47,518.59	37,201.18	183,350.75
Investments**	-	-	-	-	-	1,177.61	-	1,000.00	10,237.01	12,414.62
Borrowings**	-	8.62	8.62	172.32	516.96	6,680.98	14,452.80	13,176.72	22,735.39	57,752.41
Foreign Currency Assets	-	-	-	-	-	-	-	-	-	-
Foreign Currency Liabilities	-	-	-	-	-	-	-	-	-	-

*at cost

**at fair value

d) Details of Single Borrower Limit(SGL)/Group borrower(GBL) exceeded by the NBFC

During the current and previous year, the Corporation has not exceeded the prudential exposure norms.

e) Unsecured Advances

As at 31st March 2025, the amount of unsecured advances stood at Rs. 8704.40 lakhs (31st March 2024 : Rs. 8293.25 lakhs)

f) Miscellaneous

a) Registration obtained from other financial sector regulators

During the current year and the previous year, the Corporation has not obtained any registration from other financial sector regulators.

b) Disclosures of Penalties imposed by RBI and other regulators

During the current year and the previous year, there are no penalties imposed by RBI and other regulators.

c) Related Party Transactions

(Refer Note 32)

d) Rating assigned by credit rating agencies and migration of ratings during the year :

Instruments	Credit Rating Agency	Current Year	Previous Year
Long term Borrowings (SBI and SIDBI Loan)	Care Ratings Ltd.	CARE A; Stable (Single A, Outlook : Stable) Reaffirmed	CARE A; Stable (Single A, Outlook : Stable)

g) Net Profit or Loss for the period, prior period items and changes in accounting policies

An amount of Rs. 618.85 Lakhs have been debited to profit & loss statement during the year towards payment of arrear salary which relates to previous years (FY 2017-18 to FY 23-24) .

h) Revenue Recognition

Refer Material Accounting Policies.

i) Indian Accounting Standard 110-Consolidated Financial Statements (CFS)

All the subsidiaries of the Company have been consolidated as per Indian Accounting standard 110. Refer Consolidated Financial Statements(CFS).

j) Provisions and Contingencies

(Rs. in Lakhs)

Break up of 'Provisions and Contingencies' shown under the head Expenditure in Profit & Loss Account	Current Year	Previous Year
Provisions for depreciation on Investment	-	-
Provision towards NPA (Excluding NEEF provisions)	(1942.60)	(58.89)
Provision made towards Income Tax	2328.96	2925.10
Other Provision and Contingencies		
Leave Encashment	571.62	492.21
Gratuity	20.40	10.26
LTC	-	(46.85)
Diminution in Fair Value of Restructured Advance	-	-
Provision for Standard Assets	(914.18)	(266.41)

k). Concentration of Advances(at cost)

Rs. in lakhs

	As at 31/03/2025	As at 31/03/2024
Total Advances to twenty largest borrowers	56893.11	48460.41
Percentage of Advances to twenty largest borrowers to Total Advances of the NBFC	28.17%	26.64%

l) Concentration of Exposures(at cost)

Rs. in lakhs

	As at 31/03/2025	As at 31/03/2024
Total Exposures to twenty largest borrowers	56893.11	48460.41
Percentage of Exposures to twenty largest borrowers to Total Exposures of the NBFC	28.17%	26.64%

m) Concentration of NPAs

Rs. in lakhs

	As at 31/03/2025	As at 31/03/2024
Total Exposure to top four NPA accounts	1899.05	2596.94

n). Sector wise NPAs (Percentage of NPAs to Total Advances in that Sector) :

Sl. No.	Sector	As at 31/03/2025	As at 31/03/2024
1	Agriculture & allied activities	4.37%	0.84%
2	MSME	2.03%	2.42%
3	Corporate Borrowers	5.76%	8.51%
4	Services	1.43%	3.34%
5	Unsecured personal loans	NIL	NIL
6	Auto loans	NIL	NIL
7	Other personal loans	NIL	NIL

o). Movement of NPAs*

Rs. in lakhs

Particulars	Current Year	Previous Year
i. Net NPAs to Net Advances (%)	0.69%	1.25%
ii. Movement of NPAs (gross)		
a. Opening balance	5680.39	5197.29
b. Additions during the year	1332.60	2083.87
c. Reductions during the year	3217.24	1600.77
d. Closing balance	3795.75	5680.39
iii. Movement of net NPAs		
a. Opening balance	2240.82	1698.44
b. Additions during the year	1029.09	1835.80
c. Reductions during the year	1885.62	1293.42
d. Closing balance	1384.29	2240.82
iv. Movement of provisions for NPAs		
a. Opening balance	3436.92	3498.85
b. Provisions made during the year	(1034.76)	(58.89)
c. Write off / Write backs	-	3.04
d. Closing balance	2402.16	3436.92

*As per IRACP Norms

p. Disclosure as per Micro, Small and Medium Enterprises Development Act, 2006 :

Particulars		31 March 2025	31 March 2024
a)	Dues remaining unpaid to any supplier*		
	-Principal	-	-
	-Interest on the above	-	-
b)	Interest paid in terms of Section 16 of the MSMED Act along with the amount of payment made to the supplier beyond the appointed day during the year		
	- Principal paid beyond the appointed date	-	-
	- Interest paid in terms of Sec 16 of the Act	-	-
c)	Amount of interest due and payable for the period of delay on payments made beyond the appointed day during the year	-	-
d)	Amount of interest accrued and remaining unpaid	-	-
e)	Further interest due and payable even in the succeeding years, until such date when the interest due as above are actually paid to the small enterprises	-	-
	Total	-	-

*Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by management. There is no dues pending (principal or interest) to supplier falling under the said act.

Note 44: Disclosure requirements under Scale Based Regulation(SBR)- A Revised Regulatory Framework for NBFCs as per circular RBI/2022-23/26 DOR.ACC.REC.No.20/21.04.018/2022-23 dated 19 April 2022.

Section – I

A) Exposure

1. Exposure to Real Estate Sector (At cost)

Rs. in lakhs

Items		31/03/2025	31/03/2024
a)	Direct Exposure		
(i)	Residential Mortgages [all individual housing loans]	1376.08	1345.17
(ii)	Commercial Real Estate	14702.97	13338.04
(iii)	Investments in Mortgage Backed Securities (MBS) and other securitized exposures:		
	a) Residential	Nil	Nil
	b) Commercial	Nil	Nil
b)	Indirect Exposure	Nil	Nil
	Fund based and non fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs).	16079.05	14683.21
	Total Real Estate Exposure		

2) Exposure to Capital Market

Rs. in lakhs

Particulars		Current Year	Previous Year
(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;	3675.23	3651.48
(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 guarantees 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 NBFCs 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 Alternative Investment Funds : (i) Category I (ii) Category II (iii) Category III		
(xi)	all exposures to Venture Capital Funds (both registered and unregistered)	6492.59	6483.93
Total Exposure to Capital Market		10167.82	10135.41

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3) Sectoral exposure (At cost)

Rs. in lakhs

Sectors	Current Year			Previous Year		
	Total Exposure	Gross NPAs	% of Gross NPAs to Total exposure in that sector	Total Exposure	Gross NPAs	% of Gross NPAs to Total exposure in that sector
1. Agriculture & Allied Activities	3,020.96	132.03	4.37%	1,670.24	14.05	0.84%
2. Industry	54,066.29	1427.55	2.64%	49,317.39	1368.07	2.77%
3. Services	1,26,017.33	1,754.03	1.39%	115,191.74	3,853.59	3.35%
4. Loan to staff	3300.23679	0	0.00%	3184.91289	-	0.00%

5. Microfinance Loans(Loans to MFIs, Business Correspondents)	18,845.56	482.13	2.56%	17,171.38	444.67	2.59%
Total	2,05,250.38	3,795.75		186,535.67	5,680.38	

4) Intra-group exposures

Rs. in lakhs

Particulars		Current Year	Previous Year
(i)	Total amount of intra-group exposures	-	-
(ii)	Total amount of top 20 intra-group exposures	-	-
(iii)	Percentage of intra-group exposures to total exposure of the NBFC on borrowers/customers	-	-

5) Unhedged foreign currency exposure

A) The company does not have any exposure to unhedged foreign currency exposure as at 31st March 2025.
(31st March 2024 : NIL)

B) Related Party disclosure(Refer Note no. 32)

C) Disclosure of complaints

1) Summary information on complaints received by the NBFCs from customers :

Complaints received by the NBFC from its customers

			Current Year	Previous Year
1.		Number of complaints pending at beginning of the year	-	-
2.		Number of complaints received during the year	01	-
3.		Number of complaints disposed during the year	01	-
	3.1	Of which, number of complaints rejected by the NBFC	-	-
4.		Number of complaints pending at the end of the year	-	-
5.*		Number of maintainable complaints received by the NBFC from Office of Ombudsman	-	-
	5.1.	Of 5, number of complaints resolved in favour of the NBFC by Office of Ombudsman	-	-
	5.2	Of 5, number of complaints resolved through conciliation/mediation/advisories issued by Office of Ombudsman	-	-
	5.3	Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the NBFC	-	-
6.*		Number of Awards unimplemented within the stipulated time(other than those appealed)	-	-

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2) Top five grounds of complaints received by the NBFCs 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
Current Year					
Customer Complaints	NIL	01	01	NIL	NIL
Total	NIL	NIL	NA	NIL	NIL
Previous Year					
Total	NA	NIL	NA	NA	NA

Section – II

A) Breach of covenant

During the current year and previous year there is no instance of breach of covenant of loan availed or debt securities issued.

B) Divergence in Asset Classification and Provisioning

Disclosure of details of divergence, if either or both of the following conditions are satisfied:

- the additional provisioning requirements assessed by RBI (or National Housing Bank(NHB) in the case of Housing Finance Companies) exceeds 5 percent of the reported profits before tax and impairment loss on financial instruments for the reference period, or
- the additional Gross NPAs identified by RBI/NHB exceeds 5 per cent of the reported Gross NPAs for the reference period.

There is no assessment of Divergence in Asset Classification and Provisioning by RBI for the reference period 31st March 2025 and 31st March 2024 and hence the details as required in tabular form is not presented here.

Note 45: Expected Credit Loss policy of the Corporation

The measurement of impairment losses on loan assets as per Ind AS 109 : Financial Instruments requires judgement, in estimating the amount and timing of future cash flows and recoverability of collateral values while determining the impairment losses and assessing a significant increase in credit risk.

The Corporation's Expected Credit Loss (ECL) calculation is the output of a model with a number of underlying assumptions including segmentation of loan and advances, selection of time horizon, data, forward-looking economic scenarios based on past experiences etc. The Corporation's customer segments, loan products and operational areas has not changed significantly over the years. This is to mention that the Corporation operates in North East India which enjoys significant government support to the local entrepreneurs in the form of subsidy among others. Although North East India (NER) region is not untouched due to COVID-19 pandemic, it is imperative to mention that local calamities and geo-political disturbances impacts the region more than anything else. The Corporation has generated stable internal data based on past pattern. The Corporation has computed expected credit losses based on a provision matrix which uses historical credit loss experience of the Corporation. The historical credit loss experience reflects impacts of economic downturn specific to NER and any support measures provided by government.

It has been the Corporation's policy to regularly review its model in the context of actual loss experience and adjust when necessary.

Inputs considered in the ECL Model

(I) Exposure at default(EAD)

Exposure at Default (EAD) represents the gross carrying amount of the assets i.e the outstanding of the Corporation.

(II) Probability of default(PD)

Probability of default is applied on Stage 1 and 2 on the portfolio basis and for Stage 3 PD at 100%. This is calculated as an average of the last 7 years monthly movements of default rates.

(III) Loss Given Default(LGD)

LGD is an estimate of the loss from a portfolio given that a default occurs. LGD component of ECL is independent of deterioration of asset quality and thus applied uniformly across various stages.

Of the various methodologies used to estimate LGD, the Corporation has adopted Workout LGD method to calculate Loss Given Default based on the Corporation's own loss and recovery experience. On a more conservative basis, the Corporation has applied LGD of 40%.

In assessing the impairment of loan and advances under the ECL model, the assets have been segmented into three stages. The three stages reflect the general pattern of credit deterioration of a financial instrument. The Corporation categorizes loan assets into stages primarily on Days Past Due status.

Stage 1 : 0-30 DPD

Stage 2 : 31-90 DPD

Stage 3 : More than 90 DPD.

As per Ind AS 109, the company is recognizing loss allowance (i.e. impairment) for expected credit losses on trade receivables based on forward-looking expected credit loss (ECL) model using the simplified approach. Simplified approach measures impairment loss as lifetime ECL.

Note 46: Disclosure as required under RBI notification no. RBI Circular No. RBI/2019-20/170 DOR(NBFC). CC.PD.No.109/22.10.106/2019-20 dated March 13, 2020 on Implementation of Indian Accounting Standards

Year ended 31 March 2025

Rs. in lakhs

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per IND AS	Loss Allowances (Provisions) as per IND AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
1	2	3	4	5=3-4	6	7=4-6
Performing Assets						
Standard	Stage 1	1,87,217.95	1,523.80	1,85,694.15	717.00	806.80
	Stage 2	10,364.61	756.18	9,608.43	955.13	(198.95)
Subtotal for standard		1,97,582.55	2,279.97	1,95,302.58	1,672.12	607.85

Non-Performing Assets (NPA)						
Substandard	Stage 3	1,332.60	533.04	799.56	303.50	229.54
Doubtful- up to 1 year	Stage 3	92.84	37.14	55.70	92.84	(55.70)
1 to 3 years	Stage 3	1,079.78	431.91	647.87	724.58	(292.67)
More than 3 years	Stage 3	-	-	-	-	-
Subtotal for doubtful		1,172.62	469.05	703.57	817.42	(348.37)
Loss	Stage 3	1279.59	457.96	299.54	1,281.24	(290.24)
Subtotal for NPA		3,784.80	1,460.04	2,324.75	2,402.16	(409.08)
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Subtotal		-	-	-	-	-
Total	Stage 1	1,87,217.95	1,523.80	1,85,694.15	717.00	806.80
	Stage 2	10,364.61	756.18	9,608.43	955.13	(198.95)
	Stage 3	3,784.80	1,460.04	2,324.75	2,402.16	(942.12)

As on 31st March 2025, the impairment allowance required under Ind AS 109 stands at Rs. 3740.02 lakhs and that under IRACP norms at Rs. 4074.28 lakhs. As a prudent measure and to hold enhanced provisions, the Corporation decided to hold impairment loss allowance as per IRACP norms since it is higher than the ECL model. The Corporation has already created an Impairment Reserve of Rs. 3316.00 lakhs in previous year, no new transfer was made to the reserve in FY 24-25.

As on 31st March 2024

Rs. in lakhs

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per IND AS	Loss Allowances (Provisions) as per IND AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
1	2	3	4	5=3-4	6	7=4-6
Performing Assets						
Standard	Stage 1	171,288.92	1,040.41	170,248.51	682.28	358.13
	Stage 2	6,381.44	394.32	5,987.12	1,904.33	(1,510.01)
Subtotal for standard		177,670.36	1,434.73	176,235.63	2,586.61	(1,151.88)
Non-Performing Assets (NPA)						

Substandard	Stage 3	2,083.88	833.55	1,250.33	335.05	498.50
Doubtful- up to 1 year	Stage 3	205.73	82.29	123.44	205.73	(123.44)
1 to 3 years	Stage 3	1,237.86	495.15	742.72	745.86	(250.72)
More than 3 years	Stage 3	-	-	-	-	-
Subtotal for doubtful		1,443.59	577.44	866.15	951.59	(374.15)
Loss	Stage 3	2,152.93	1,991.59	161.34	2,150.28	(158.69)
Subtotal for NPA		5,680.39	2,569.02	3,111.37	3,436.92	(34.35)
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Subtotal		-	-	-	-	-
Total	Stage 1	171,288.92	1,040.41	170,248.51	682.28	358.13
	Stage 2	6,381.44	394.32	5,987.12	1,904.33	(1,510.01)
	Stage 3	5,680.39	2,569.02	3,111.37	3,436.92	(867.90)

As on 31st March 2024, the impairment allowance required under Ind AS 109 is lower than the provisions as per IRACP, the difference of Rs. 2019.78 lakhs was required to be transferred to Impairment Reserve. However, since the company has already created Impairment Reserve of Rs. 3316.00 lakhs in previous year, no new transfer was made to the reserve.

Note 47: Risk Management Framework of the Corporation

Whilst risk is inherent in the Corporation's activities, it is managed through a risk management framework, including ongoing identification, measurement and monitoring subject to risk limits and other controls. In the course of its business, the Corporation is exposed to certain financial risks namely credit risk, liquidity risk and market risk.

The Board of Directors provide guiding principles for overall risk management of the Corporation, as well as policies covering specific areas, such as, credit risk, liquidity risk, and investment of surplus deployable funds. The Board has approved the Risk Management Policy of the Corporation to oversee the overall risk of the Corporation. The Corporation's risk management is carried out by its Risk Management Committee of the Board (RMCB), a sub-committee of the Board, as per the policies approved by the Board of Directors.

IT Strategy Committee, which was an Internal Committee, was re-constituted as a sub-Committee of the Board in compliance to RBI Directives. ITSC ensures that the Corporation has put in place an effective IT strategic planning process; carry out review and amend the IT strategies in line with the Corporate Strategies, cyber security arrangements and any other matter related to IT Governance.

The Corporation has also put in place Board approved policies, such as Loan Policy and other related policies to oversee the credit risk; Operation Risk Management (ORM) Policy to oversee the various operational risk; Asset Liability Management (ALM) Policy to oversee the various market and liquidity of the Corporation and

various IT related policies to oversee the various IT and associated system risks. In addition, the Corporation has also formed an Internal Risk Management Committee (IRMC).

The Risk Management Department, along with the concerned departments has been looking after various risks of the Corporation under the supervision of the Chairman and Managing Director (CMD) and the guidance of the RMCB.

Credit Risk

Credit risk refers to the risk that a counterparty may default on its contractual obligations leading to financial loss to the Company. The Corporation's credit decisions are guided by its Loan Policy, Operational Manuals for Credit Appraisal & Management and other credit related policies approved by the Board. Based on various RBI guidelines, the Corporation takes adequate steps to mitigate the risks arising from its business decisions, such as detailed appraisal of the proposals before sanctioning of loans; adequate security coverage / collaterals, except to small entrepreneurs who are covered under CGTMSE; exposure limits to Industry sectors, Individual Borrower as well as Group Borrower as per RBI Guidelines and Exposure Norms Policy of the Corporation approved by the Board wherein the limits for individual and group borrowers have been kept at lower level considering the size and the risk taking ability of the Corporation; regular site visits and review of loan portfolio; monitoring of defaulting units and Potential NPAs; Credit Rating Assessment (CRA) System for all PFD loans and MSE loans with loan size above Rs.50 lakh; Income Recognition and Asset classification as per RBI Prudential Norms and adequate provisioning for NPAs, etc. In addition, the Corporation has also upgraded the Stress Asset Management Cell (SAMC) under Credit Department to an independent department headed by a General Manager during the year under review, to closely monitor and recover from stressed assets accounts of the Corporation. Various policies of the Corporation are being revised keeping in view of the risk appetite of the Corporation.

Market Risk

The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while maximizing the return. The Corporation is also exposed to change in interest rates to a certain extent. Lowering of interest rate in the market resulted in a fall in interest yield from investment as well as business generation and income from thereon.

Asset Liability Management Committee (ALCO), headed by CMD looks into various aspects of market risk (primarily interest rate and liquidity risk). The Corporation has put in place an Asset Liability Management (ALM) Policy to oversee the market risk.

The Corporation has also put in place an Investment Policy for deployment of its surplus funds. It may be mentioned that the level of treasury operation is limited and is presently limited to FDs/ units of Mutual funds. Although the Corporation is exposed to price risk on such investments; which arises on account of movement in interest rates, liquidity and credit quality of underlying securities, it carries minimal volatility and ensures adequate liquidity. Hence temporary market volatility, if any is not considered to have material impact on the carrying value of these Investments.

Liquidity Risk

The Corporation's principal sources of liquidity are 'cash and cash equivalents, investments in money market instruments' and cash flows that are generated from operations. Liquidity risk in the Corporation may primarily arise from its inability to fulfill the committed liabilities (disbursement) and repayment of debt (loans).

Liquidity Risk is managed by the Asset Liability Management Committee (ALCO) of the Corporation on periodical basis. Cash flow analysis of the Corporation is being done periodically to analyze the liquidity condition whereas fund balance position as well as disbursement requirements are also monitored, and

the surplus fund are deployed in the form of investment in FDs/ Liquid scheme of Mutual fund which are redeemable at very short notice. Presently around Rs. 3155.92 lakhs of surplus funds have been invested in various FDs/ units of various mutual funds.

It is to be mentioned that the Corporation has been receiving the interest free loan from the Government of India since FY2002-03 through the Ministry of DoNER (MDoNER), which are repayable after 15 years in bullet repayment. Till FY25, the Corporation has received interest free loan amounting to Rs.1034.11 Cr., out of which Rs.45 Cr. was given for creation of Venture Capital Fund. First instalment of repayment of loan from MDoNER became due in FY17-18. So far, the Corporation has repaid eight instalments amounting to Rs.289.11 Cr. and the 9th instalment of Rs.60 Cr. will become due in the current financial year. The Corporation has also availed refinance from various institutions/ agencies like SIDBI, NBCFDC, NSFDC and NSTFDC. Till FY22, the Corporation has taken refinance of Rs.120.98 Cr. from these institutions and the entire amount has already been fully repaid with no default in repayment of any of the aforesaid loan and interest thereof. Further, NABARD and MUDRA have also approached NEDFi to associate with them for refinancing and other activities based on its performance in the region. During FY23, the Corporation was sanctioned a limit of Rs.100 Cr. by SIDBI, out of which Rs.5 Cr. disbursement was availed during FY23 and balance Rs.95 Cr. was availed during FY24. Repayment of SIDBI loan has also started and outstanding as on 31/03/25 stands at Rs.81.73 Cr. During FY25, the Corporation availed Rs.200 Cr. TL from SBI, out of which Rs.175 Cr. disbursement was availed during the year. Further, the Corporation initiated various steps for mobilization of funds from various channels for fund requirement of growing business and long-term targets. Moreover, discussion with present lender SBI for further finance and other institutions like NABARD along with several other commercial banks for new line of credit is undergoing. Considering the above, the Corporation believes that its cash flow including loans will be sufficient to meet the financial liabilities within maturity period and other disbursement liabilities.

Operational Risk

The Corporation has adopted the Operational Risk Management Policy to manage operational risks to an acceptable level across all areas of its operations. The Corporation manages operational risks through comprehensive internal control systems and detailed procedures laid down in the various stages of its lending business. Operational Manual for Project Financing (for PFD/ MSE departments) and Operational Manual for Microfinance Department have already been implemented whereas the same for other core departments are being prepared.

Presently, the Risk Management Department along with other departments are reviewing the operational risks. Further, the Internal Auditor of the Corporation during its Quarterly Audit including Branch Audit also reviews various operational aspects/ risks. Till FY21, the internal audit function was outsourced to some reputed Chartered Accountants firm. Internal Audit Department of the Corporation, which was set up during FY21, for monitoring and controlling of financial transactions, credit operation, NPAs, policy compliance, operational risk, etc. started its functioning from April 1, 2021. After the creation of in-house Internal Audit team, the Corporation also implemented the concurrent audit from FY22.

Moreover, the Corporation has initiated the exercise of Risk Control & Self-Assessment (RCSA) for each department at Head Office. Suitable training programmes on the Operational Risk Management is being looked into for the officers of the Risk Management and other core departments.

The Corporation has put in place a robust Disaster Recovery (DR) and Business Continuity Plan (BCP) to ensure continuity of operations including services to customers, if any eventuality happens such as natural disasters, technological outage, etc. Robust periodic testing is being carried out, and results are being analyzed to address gaps in the framework, if any. DR and BCP audits are being conducted on a periodical basis to provide assurance regarding the effectiveness of the Corporation's readiness.

Note 48: Changes in liabilities arising from financing activities

Rs. in lakhs

As at 31st March 2025

Particulars	As at March 31st, 2024	Cash flows(net)	New leases	Others	As at March 31st, 2025
Borrowings	57,752.41	15,467.83			73,220.24
Notional Interest	25,661.39	1,282.83			26,944.23
Lease Liability	292.28	(79.04)	121.22	(12.77)	321.70
Others	41.92	(41.92)		43.68	43.68
Total	83,748.01	16,629.71	121.22	30.91	1,00,529.84

As at 31st March 2024

Particulars	As at March 31st, 2023	Cash flows(net)	New leases	Others	As at March 31st, 2024
Borrowings	49,114.99	8,637.42			57,752.41
Notional Interest	24,885.01	776.38			25,661.39
Lease Liability	270.98	(71.60)	79.80	13.10	292.28
Others	0.11	(0.11)		41.83	41.83
Total	74,271.09	9,342.10	79.80	54.93	83,747.92

Note 49: Disclosure as per Para 53 of Ind AS 116 : Leases

Particulars	As at 31/03/2025	As at 31/03/2024
i) Depreciation charge for ROU assets for Leasehold premises(presented under Note 28 : " Depreciation , amortization and impairment"	56.86	54.43
ii) Interest expense on lease liabilities (presented under Note 25 Finance Cost)	26.89	24.25
iii) Expense relating to short-term leases(included in Note 30 Other Expenses)	8.83	6.40
iv) Payments for principal portion of lease liability	91.80	69.76
v) Additions to ROU assets during the year	121.22	79.80
vi) Carrying amount of ROU assets at the end of reporting period by class of underlying assets(Refer Note 9C)	287.13	262.43
vii) Lease liabilities (Refer Note 13)	321.70	292.28

Maturity Analysis of Lease Liabilities as per Ind AS : Leases

Particulars	As at 31/03/2025	As at 31/03/2024
Less than 1 year	-	5.18
1 – 3 years	58.26	22.05
3 -5 years	88.38	-
More than 5 years	175.07	265.05
Total lease liabilities	321.70	292.28

Note 50: Disclosure as required under Guidelines on Resolution Framework for COVID-19- related Stress issued by RBI vide notification no. RBI/2020-21/16 DOR.No.BP.BC/3/21.04.048/ 2020-21 and RBI/2020-21/17 DOR.No.BP.BC/4/21.04.048/2021 dated 6th August 2020

(i) For year ended 31 March 2025

Type of borrower	(A) No. of accounts where resolution plan has been implemented under the window	(B) Exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provisions on account of the implementation of the resolution plan
Personal loans	-	-	-	-	-
Corporate persons	-	-	-	-	-
Of which, MSME	-	-	-	-	-
Others	-	-	-	-	-
Total	-	-	-	-	-

(ii) For year ended 31 March 2025

No. of accounts restructured	Amount (Rs. in lakhs)
-	-

(iii) For year ended 31 March 2024

Type of borrower	(A) No. of accounts where resolution plan has been implemented under the window	(B) Exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provisions on account of the implementation of the resolution plan
Personal loans	-	-	-	-	-
Corporate persons	-	-	-	-	-
Of which, MSME	-	-	-	-	-
Others	-	-	-	-	-
Total	-	-	-	-	-

(iv) For year ended 31 March 2024

No. of accounts restructured	Amount(Rs. In lakhs)
-	-

Note 51 : Additional Regulatory Information

(i) All Title deeds of Immovable Property are held in name of the Company.

- (ii) The company has not revalued its property, plant and equipment and Intangible Assets during the year.
- (iii) The company has not granted any Loans or Advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013) either severally or jointly with any other person, that are (a) repayable on demand or (b) without specifying any terms or period of repayment.

(iv) Capital-Work-in Progress(CWIP)

- (a) For Capital-work-in progress :

As at 31st March 2025

CWIP	Amount in CWIP for a period of				Total
	Less than 1year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	0.87	0.87

As at 31st March 2024

CWIP	Amount in CWIP for a period of				Total
	Less than 1year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	0.87	0.87

- (b) There is no capital-work-in progress, whose completion is overdue or has exceeded its cost compared to its original plan.
- (v) The company has used the borrowings from banks and financial institutions for the specific purpose for which it is taken at the balance sheet date.
- (vi) There are no intangible assets under development.
- (vii) There are no proceedings been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder as the company is not holding any such property.
- (viii) The company has borrowings from banks or financial institutions on the basis of security of loan assets. The quarterly statements submitted by the company to the financial institution are on historic cost method instead of effective interest rate/amortised cost method as prescribed under Ind AS.
- (ix) The company does not have any default and hence has not been declared as willful defaulter by any bank or financial institution or other lenders.
- (x) The Company does not have transactions with struck off companies u/s 248 of Companies Act, 2013 or u/s 560 of Companies Act 1956 as per our knowledge and information.

- (xi) The company does not have any charges or satisfaction yet to be registered with Registrar of Companies beyond the statutory period.
- (xii) The company does not have any noncompliance under clause (87) of Section 2 of Companies Act, 2013 read with Companies (Restrictions on number of Layers) Rules, 2017.
- (xiii) The company has not entered into any Scheme of Arrangement in terms of sections 230 to 237 of the Companies Act, 2013.
- (xiv) The company has not advanced or loaned nor invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or behalf of the company (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- (xv) The company has not received any fund from any other person(s) or entity(ies), including foreign entities (Funding Party) with the understanding that it shall (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- (xvi) Analytical Ratios :

Ratio	As at 31 st March 25	As at 31 st March 24
Tier -I Capital	118452.01	111756.92
Tier -II Capital	717.00	1434.73
Total Capital	119169.01	113191.65
Aggregate of Risk Weighted Assets	221909.22	202221.11
Tier I CRAR	53.70%	55.26%
Tier II CRAR	0.32%	0.71%
CRAR	53.70%	55.97%

Tier I Capital means owned fund as reduced by investment in shares of other non-banking financial companies and in shares, debentures, bonds, outstanding loans and advances including hire purchase and lease finance made to and deposits with subsidiaries and companies in the same group exceeding, in aggregate, ten per cent of the owned fund as at 31st March, 2025.

“Owned Fund” means paid up equity capital and free reserves e.g. reserve created u/s 45-IC of RBI Act, 1934 and u/s 36(1)(viii) of the Income Tax Act, 1961, General Reserve and Retained Earnings.

Tier II capital” includes the following

- (a) general provisions (including that for Standard Assets) and loss reserves to the extent these are not attributable to actual diminution in value or identifiable potential loss in any specific asset and are available to meet unexpected losses, to the extent of one and one fourth percent of risk weighted assets. 12 month expected credit loss (ECL) allowances for financial instruments i.e. where the credit risk has not increased significantly since initial recognition, shall be included under general provisions and loss reserves in Tier II capital within the limits specified by extant regulations. Lifetime ECL shall not be reckoned for regulatory capital (numerator) while it shall be reduced from the risk weighted assets.

- (b) hybrid debt capital instruments; and
- (c) subordinated debt to the extent the aggregate does not exceed Tier I capital.

Aggregate Risk Weighted Assets (Denominator) –

Under RBI Guidelines, degrees of credit risk expressed as percentage weightages have been assigned to each of the on-balance sheet assets and off- balance sheet assets. Hence, the value of each of the on-balance sheet assets and off- balance sheet assets requires to be multiplied by the relevant risk weights to arrive at risk adjusted value of assets. The aggregate shall be taken into account for reckoning the minimum capital ratio.

(xvii) Corporate Social Responsibility (CSR)

As per Section 135 of the Companies Act, 2013, a company, meeting the applicability threshold, needs to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. The CSR Policy of NEDFi supports initiatives and activities which result in improvement of quality of life of the people belonging to the 8 States of the North Eastern Region of India. The areas for CSR activities of the Corporation promote employment enhancing vocational skills, livelihood enhancement projects, women empowerment, handloom and handicrafts of the region, development of rural and backward areas through promotion of entrepreneurship and promoting health care including preventive health care.

Rs. in lakhs

Particulars	As at 31/03/2025	As at 31/03/2024
i) Amount required to be spent by the Company	240.00	201.00
ii) Amount of expenditure incurred	241.14	222.01
iii) Shortfall at the end of the year	NA	NA
iv) Total of previous year shortfall	NA	NA
v) Reason of shortfall	NA	NA
vi) Nature of CSR activities	To take up initiatives for promotion of employment enhancing vocational skills, livelihood enhancement projects or women empowerment. To promote the traditional arts and handicraft sector including handloom of the N. E. Region, by providing necessary support to the artisans, weavers and craftsperson engaged in the sector through skill-upgradation, market linkage and/ or infrastructural support, wherever necessary. To undertake projects and programmes for development of Rural and Backward Areas through promotion of entrepreneurship and income generating activities. To undertake awareness program on Organ Donation, Health Camp, distribution of food items under Pradhan Mantri TB Mukta Bharat Abhiyaan (PMTBMBA) Flood relief, Remal relief etc.	

Particulars	As at 31/03/2025	As at 31/03/2024
vii) Details of related party transaction, e.g. contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard	4.65*	122.76*
viii) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision	-	-

* For implementation of sample development programme on handloom at Baksa district of BTR, Assam.

(xviii) (a) Gross amount required to be spent: Rs. 240.00 lakhs (P.Y. Rs. 201.00 lakhs). 2% of the average profit before tax of last three financial years i.e. 2% of Rs. 11952.88 lakhs (P.Y. Rs. 10045.33 lakhs)= Rs.239.06 lakhs (P.Y. Rs. 200.91 lakhs). The Corporation has spent Rs. 240.21 lakhs (P.Y. Rs. 222.01 lakhs) on CSR.

(b) Amount spent during the year on (Rs. In lakhs) :

	In Cash		Yet to be paid in cash		Total	
	C.Y.	P.Y	C.Y.	P.Y	C.Y.	P.Y
(i)Construction / acquisition of any asset	-	-	-	-	-	-
On purposes other than (i) above	241.14	222.01	-	-	241.14	222.01

(c) No provision has been made for CSR Expenses during the year. The income earned incidental to the CSR projects, if any, have been netted off from the CSR expenses.

(xix) There are no undisclosed income or transactions recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. There are no previously unrecorded income and related assets recorded during the year.

(xx) The Company has not traded nor invested in Crypto currency or Virtual currency during the financial year.

ADDITIONAL INFORMATION TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2025

Rs. in lakhs

CONSOLIDATED

Name of the Entity in the Group	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss	
	As a % of Consolidated Net Assets	Amount (Rs.)	As a % of Consolidated Profit or Loss	Amount (Rs.)
Parent	99.6975%	1,27,022.91	99.7111%	9,585.27
Subsidiaries				
Indian				
NEDFi Trustee Ltd.	0.02%	24.89	0.06%	5.95
NEDFi Venture Capital Ltd.	0.28%	355.94	0.22%	21.49
Foreign	-	-	-	-
Non Controlling Interest in all subsidiaries/ associates (Investment as per equity method)				
Indian				
NEDFi Trustee Ltd.	0.0%	0.30	0.00%	0.07
NEDFi Venture Capital Ltd.	0.0%	4.32	0.00%	0.26
Foreign	-	-	-	-
Joint Ventures (as per proportionate consolidation / investment as per equity method)				
Indian	-	-	-	-
Foreign	-	-	-	-
Total		1,27,408.36		9,613.04

Disclosure of interests in Subsidiaries and Joint Ventures

Name of Subsidiary / Joint Venture Company	Nature of Relationship	Proportion of Shareholding	Country of Incorporation
NEDFi Trustee Ltd.	Subsidiary	98.80%	India
NEDFi Venture Capital Ltd.	Subsidiary	98.80%	India

Note: The accounting year of all the aforesaid companies is the financial year.

SECTION 129

Information in respect of Subsidiaries, Associates & Joint Ventures

(Pursuant to Section 129 (3) of the Companies Act, 2013 read with Rule 5 of Companies (Accounts) Rules, 2014)

PART A - SUBSIDIARIES

Rs. in lakhs

Sl. No.	Particulars	1	2
1	Name of the Subsidiary	NEDFi Trustee Ltd.	NEDFi Venture Capital Ltd.
2	Reporting period for the Subsidiary concerned, if different from the holding Company's reporting period	NA	NA
3	Reporting Currency and Exchange Rate as on the last date of the relevant Financial Year in the case of foreign subsidiary	INR	INR
4	Share Capital	5.00	5.00
5	Reserves & Surplus	20.19	355.26
6	Total Assets	28.18	646.14
7	Total Liabilities(Less : Equity & Reserves)	2.99	285.88
8	Investments	-	-
9	Turnover	8.76	243.65
10	Profit before Taxation / (Loss)	8.04	29.06
11	Provision for Taxation	2.02	7.31
12	Profit after Taxation / (Loss)	6.02	21.75
13	Proposed Dividend	-	-
14	% of shareholding	98.80%	98.80%

CONSOLIDATED

PART B - ASSOCIATES AND JOINT VENTURES - NIL

Note:

1. None of the subsidiaries have been liquidated or sold during the year.

Subject to reliance on the conversion of financial statements to IND AS and our internal report of even date, we hereby certify that Balance Sheet as at 31.03.2025, Statement of Profit & Loss and Cash Flow Statement for the period ending 31.03.2025 alongwith notes thereon are in agreement with the books of accounts.

As per our Report of even date

For Vikash Surana and Associates

Chartered Accountants
Firm Regn No. 324128E



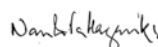
CA Vikash Surana
Partner
(M. No. 059958)

Place : Guwahati
Date : 17/07/2025

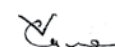
For and on behalf of the Board of Directors



(P.V.S.L.N. Murty)
Chairman and Managing Director
DIN : 07355708



(Smt. Nandita Hazarika)
Director
DIN: 10349292



(V. K. Agarwal)
Chief Financial Officer & Company
Secretary

[illegible]

Notes/टिप्पणियां

[illegible]

[illegible]

NEDFi BRANCH OFFICES IN NORTH-EAST

NEDFi Head Office
NEDFi House,
G. S. Road, Dispur,
Guwahati, Assam, Pin-781006
Ph. 0361-222 2200



Itanagar Branch, Arunachal Pradesh
NEDFi, NH-415, E-Sector, Itanagar,
Arunachal Pradesh, PIN- 791113, Ph. 0360-2217694

Pasighat Branch, Arunachal Pradesh
NEDFi, 1st Floor, M.M. Complex,
Upper Banskota, N.H. 52, Pasighat,
Arunachal Pradesh, PIN-791102, Ph. 03682-222280

Guwahati Branch, Assam
NEDFi, Ground Floor, BSNL CTO Building,
Hem Baruah Road, Panbazar, Guwahati, Assam,
PIN-781001, Ph. 0361-2734929

Tinsukia Branch, Assam
NEDFi, 1st Floor, Dohutia Complex,
Rangagora Road, Borguri, Tinsukia, Assam,
PIN - 786126, Ph. 0374-2330225

Silchar Branch, Assam
NEDFi, Cachar Market, 3rd Floor,
Netaji Subhas Avenue, Silchar, Assam,
PIN - 788005, Ph. 03842-220157

Tezpur Branch, Assam
NEDFi, 'Jonak', Shankar Mandir Road,
Kumargaon Road, Tezpur Assam,
PIN-784001, Ph. 03712-291489

Jorhat Branch, Assam
NEDFi, Shiva Tower,
Near Jonaki Sangha Vidyalay, Jail Road,
Jorhat, Assam, Pin - 785001, Ph. 0376-3500020

Barpeta Branch, Assam
NEDFi, 1st Floor, Vishal Complex
(Subham Hotel Building), GLC College Road,
Barpeta Road, Barpeta, Assam
PIN - 781315, Ph. 88765-55934

Imphal Branch, Manipur
NEDFi, Babupara, Opp Telephone Bhawan, Imphal,
Manipur, PIN- 795001, Ph. 0385-2443385

Churachandpur Branch, Manipur
NEDFi, Radiant Complex, Bijang, Family Lane
Tiddim Road, Churachandpur, Manipur,
PIN-795128, Ph. 98560-88747

Shillong Branch, Meghalaya
NEDFi, Cresens Buildings, 1st Floor, Opp Main Secretariat,
M. G. Road, Shillong, Meghalaya, PIN- 793001, Ph. 0364-2504814

Aizawl Branch, Mizoram
NEDFi, 2nd Floor, A-50, Zarkawt, Above Bank of Baroda,
Aizawl, Mizoram, PIN-796 001, Ph. 0389-2347782

Lunglei Branch, Mizoram
NEDFi, HN- C-1/236, 1st Floor, Chanmari - I, Lunglei, Mizoram,
PIN -796701, Ph. 0372-2324274

Champhai Branch, Mizoram
NEDFi, H.N.- C-46, 1st Floor, C Rorelliana Building, Vengthlang,
Opposite Wesleyan Methodist Church, Champhai, Mizoram,
PIN-796321, Ph. 80147-13795

Kohima Branch, Nagaland
NEDFi, 4th Floor, Mato Complex, P.R. Hill, Kohima, Nagaland,
PIN-797001, Ph. 0370-2243046

Dimapur Branch, Nagaland
NEDFi, 2nd Floor, Kuknalim, Building Circular Road, Dimapur,
Nagaland PIN- 797112, Ph. 03862-248 930

Gangtok Branch, Sikkim
NEDFi, Ground Floor, Yangthang House,
Sonam Tshering Marg (Kazi Road),
Gangtok, East Sikkim, PIN- 737101, Ph. 03592-208 269

Namchi Branch, Sikkim
NEDFi, Central Park, Above AXIS Bank, P.O. & P.S. Namchi,
District: Namchi, South Sikkim, Pin 737126, Ph. 03595-263494

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Dharmanagar Branch, Tripura
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NORTH EASTERN DEVELOPMENT FINANCE CORPORATION LIMITED

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