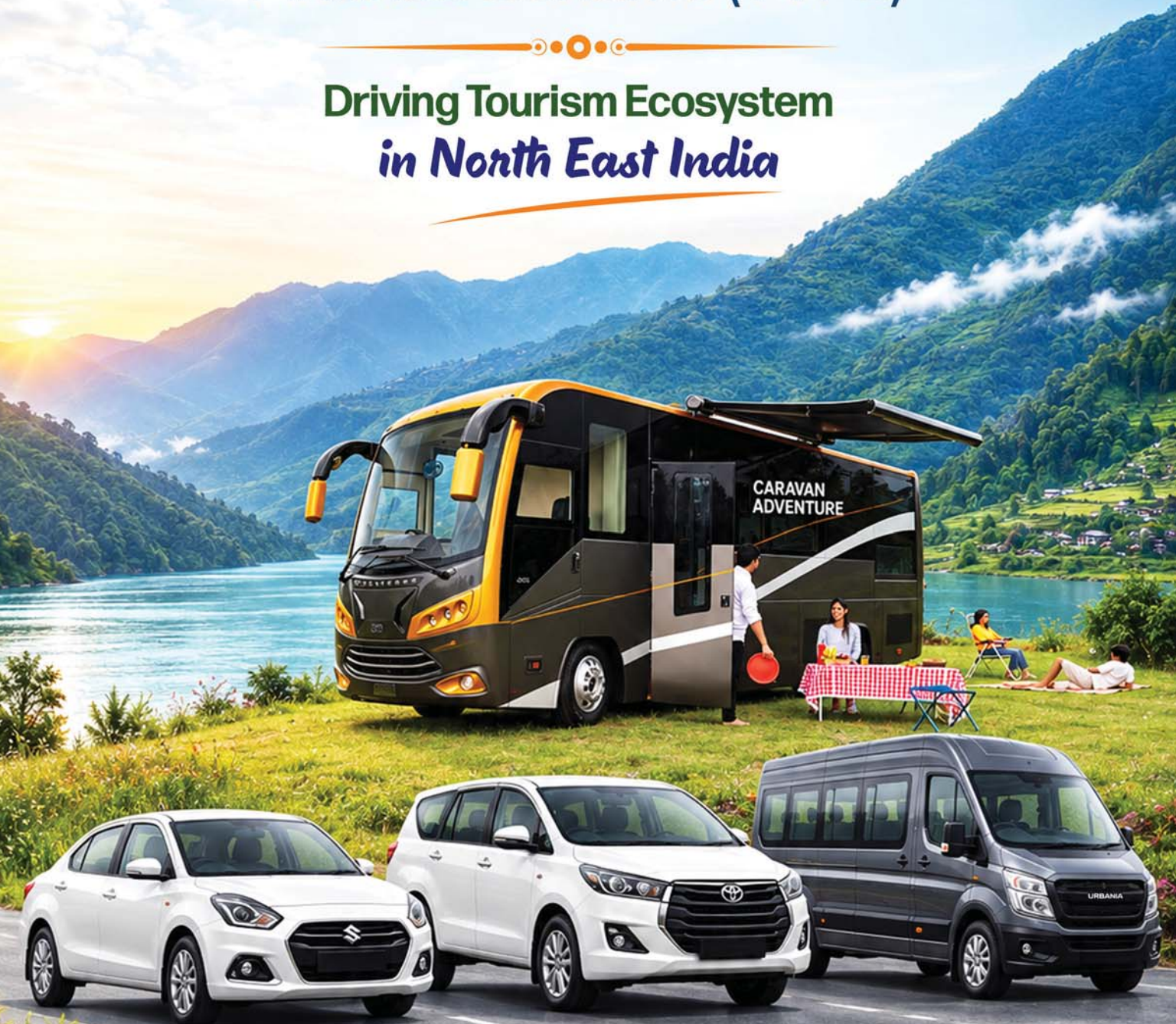


Enabling Regional Aspirations



Tourist Vehicle Finance Scheme (TVFS)

Driving Tourism Ecosystem
in North East India



Term Loan

(Maximum **Rs.100.00 lakh**
or **90%** of on road price of the vehicle,
whichever is lower)

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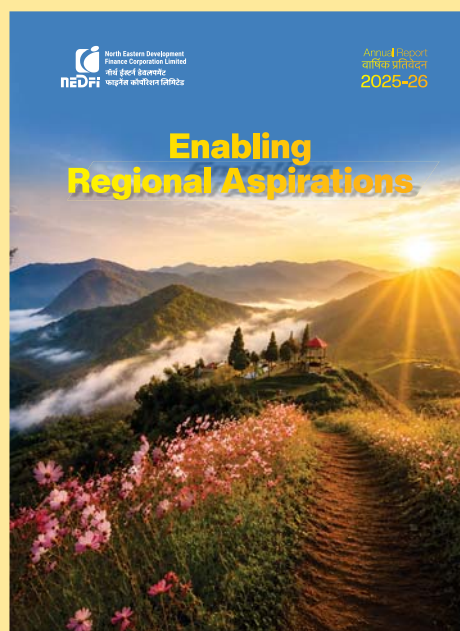
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See this Report online at
www.nedfi.com

Enabling Regional Aspirations

Evolving from a traditional financial institution into a proactive development partner, NEDFi empowers first-generation entrepreneurs, MSMEs, women and early-stage startups across North East India. Its advisory & consultancy services, Business Facilitation Centres, TEDF studies and the NER Databank, strengthen the ecosystem for informed decision-making and investment.

Framed by the majestic landscapes of Nagaland, the cover celebrates the vast yet untapped economic opportunities of the North Eastern Region. It embodies NEDFi's ongoing efforts to unlocking the region's true potential, transform local potential into enterprise and enterprise into employment, creating sustainable livelihoods thereby enabling regional aspirations through inclusive development.



Scan the QR Code to read the Report on
your Hand-held device



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 crores and a paid-up capital of Rs 100 crores. It is notified as a public financial institution under Section 4-A of the erstwhile Companies Act, 1956. NEDFi was categorised by Reserved Bank of India (RBI) as Non - Banking Financial Company (NBFC-ICC).

The Corporation has framed its **Vision, Mission and Core Values** as given below.



Vision

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



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.



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.



Motto

Championing the entrepreneurial spirit of the North East.

Key Highlights FY 2025-2026

Rs. 977.42 crore
Sanction

Rs. 782.93 crore
Disbursement

7,492
Number of Projects Assisted

Rs. 270.82 crore
Income

Rs. 127.77 crore
Gross Profit

Performance Highlights (Cumulative Since Inception)

Rs.10,091.80 crore
Sanction

Rs. 7,830.36 crore
Disbursement

34,327
Number of Projects Assisted

Rs. 2,269.05 crore
Loan Outstanding

Rs. 25,340 crore
Capital Investment Facilitated

Rs. 1,262.52 crore
Net Worth

52.10%
Capital to Risk Asset Ratio (CRAR)

1.71%
Gross NPA (GNPA)

0.90%
Net NPA (NNPA)

16 Lakhs +
Employment Generation

60,000 + Enhancing Entrepreneurial Skills
(Training & Capacity Building, Mentorship and Marketing Assistance)

CHAIRMAN AND MANAGING DIRECTOR'S STATEMENT

Igniting entrepreneurs today, shaping the Northeast of tomorrow.

“
Demonstrating
balanced growth,
FY 2025-26
validated the
soundness of
our strategy
and operational
resilience.”

P.V.S.L.N. Murty
Chairman and Managing Director



*Dear Shareholders,
Greetings!*

It is my privilege and pleasure to welcome you to the 31st Annual General Meeting of your Corporation. As NEDFi completes three decades of dedicated service to the North Eastern Region, this milestone evokes a deep sense of pride, gratitude and responsibility. Our journey has been shaped by resilience, innovation and inclusiveness, while the steadfast support and confidence of our stakeholders have enabled us to serve as a catalyst for the Region's economic transformation. As we celebrate this significant milestone, I extend my sincere gratitude to all our stakeholders for their unwavering trust, continued support and encouragement, which continue to inspire us to strengthen our mission of promoting sustainable and inclusive economic development across the Region.

On behalf of the Board of Directors and the Management team, I am pleased to share with you the key performance highlights and significant achievements of your Corporation during the financial year 2025-26 (FY26).

PERFORMANCE HIGHLIGHTS:

Business:

During FY26, your Corporation achieved its highest-ever annual loan sanction of Rs. 977.42 crore, compared to Rs. 882.98 crore in FY25. Cumulative sanction since inception reached Rs.10,091.80 crore, benefiting 34,327 projects. The loan outstanding portfolio also expanded to Rs. 2,269.05 crore, from Rs. 2,019.50 crore in the previous year.

Income and Earnings:

Gross income grew by 4.40% to Rs. 270.82 crore, primarily driven by a 9.73% increase in interest income to Rs.214.94 crore. Profit before tax stood at Rs.127.77 crore, while net profit stood at Rs.92.23 crore.

Asset Quality:

Focused efforts towards recovery and portfolio quality continued to yield positive results. Gross NPAs declined to 1.71%, compared to 1.88% in FY25, while net NPAs stood at 0.90%, compared to 0.69% in the previous year.

NORTH EAST VENTURE FUND:

The North East Venture Fund (NEVF), a pioneering initiative of your Corporation in collaboration with the Ministry of DoNER and SIDBI, has supported 70 start-ups across diverse sectors, with commitments nearing Rs.100 crore. Complementing this, the Manipur Start-up Venture Fund and the NRL Ideation Angel Fund together committed over Rs.33 crore to high-potential ventures, further strengthening the entrepreneurial ecosystem in the Region.

CORPORATE SOCIAL RESPONSIBILITY:

Your Corporation's CSR initiatives continue to focus on women's empowerment, livelihood enhancement, employment-oriented skill development and promotion of the craft sector across the Region. During FY26, support was extended to 1,291 beneficiaries across various trades and sectors.

Your Corporation also continued to support artisans by facilitating their participation in exhibitions, trade fairs and sales events through its network of showrooms. During the year, 4,525 artisans benefited from these marketing initiatives, providing them with greater opportunities to showcase and market their products.

WAY FORWARD:

Going forward, the Corporation will remain focused on sustainable growth, wider outreach and inclusive development across the Region. We will expand our presence across States and sectors, particularly in unserved and underserved areas, strengthen marketing efforts, credit delivery, develop flexible product offerings, deepen support for MSMEs, microfinance and first-generation entrepreneurs through timely financial assistance, mentoring, as well as capacity-building initiatives.

Technology and operational efficiency will remain key priorities, with continued investment in MIS, digital systems and paperless processes, alongside stronger credit monitoring, recovery, risk management and internal controls. We will also continue to leverage our CSR initiatives to promote skill development and self-employment among rural youth, contributing to inclusive growth across the Region.

As India advances towards the vision of Viksit Bharat, the North Eastern Region will play an important role in the country's growth journey. The Corporation remains committed to supporting this journey by expanding access to finance, fostering entrepreneurship, strengthening livelihoods and enabling inclusive & sustainable development across the Region. As we move forward, NEDFi will continue to grow with the North East, fostering new opportunities, supporting the Region's aspirations, while contributing to India's broader development goals.

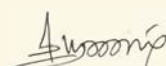
ACKNOWLEDGMENT:

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

I am confident that, with the dedication and commitment of our young, enthusiastic and professionally qualified team, your Corporation will continue to live up to the expectations of its stakeholders and play its catalytic role in the economic development of the North Eastern Region.

I sincerely look forward to your continued support and encouragement as we move forward on this transformative journey.

With best wishes,



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

अध्यक्ष एवं प्रबंध निदेशक का वक्तव्य

आज के उद्यमियों को प्रेरित करना, कल के पूर्वोत्तर क्षेत्र को आकार देना

“
संतुलित विकास के
साथ, वित्तीय वर्ष
2025-26 ने हमारी
रणनीति की सुदृढ़ता
तथा परिचालन क्षमता
की मजबूती को
प्रमाणित किया।”

(पी. वी. एस. एल. एन. मूर्ति)
अध्यक्ष एवं प्रबंध निदेशक



प्रिय अंशधारकों,
सादर अभिवादन!

आपके निगम की 31 वीं वार्षिक आम बैठक में आप सभी का स्वागत करते हुए मुझे अत्यंत हर्ष और गौरव की अनुभूति हो रही है। पूर्वोत्तर क्षेत्र की सेवा के लिए समर्पित अपनी यात्रा के तीन दशक पूर्ण करना नेडफी के लिए केवल एक महत्वपूर्ण पड़ाव नहीं, बल्कि गौरव, कृतज्ञता और उत्तरदायित्व से भरा एक विशेष अवसर है।

इन तीन दशकों की हमारी यात्रा दृढ़ संकल्प, नवाचार और समावेशी विकास की भावना से निरंतर आगे बढ़ती रही है। इस यात्रा में हमारे हितधारकों का अटूट विश्वास, निरंतर सहयोग और मार्गदर्शन हमारे लिए सदैव प्रेरणा का स्रोत रहा है। आपके इसी विश्वास ने हमें पूर्वोत्तर क्षेत्र के आर्थिक विकास और परिवर्तन में सार्थक योगदान देने तथा क्षेत्र के लोगों की आकांक्षाओं के अनुरूप अपनी भूमिका को निरंतर मजबूत करने का संबल प्रदान किया है। इस महत्वपूर्ण अवसर पर, मैं अपने सभी हितधारकों के अटूट विश्वास, निरंतर सहयोग और प्रोत्साहन के प्रति हृदय से आभार व्यक्त करता हूँ। आपका विश्वास हमें आगे भी पूर्वोत्तर क्षेत्र में सतत, समावेशी और संतुलित आर्थिक विकास के अपने संकल्प को और मजबूत करने के लिए प्रेरित करता रहेगा।

निदेशक मंडल एवं प्रबंधन दल की ओर से, मुझे वित्त वर्ष 2025-26 के दौरान आपके निगम के प्रमुख कार्य-निष्पादन एवं महत्वपूर्ण उपलब्धियों को आपके साथ साझा करते हुए प्रसन्नता हो रही है।

कार्य-निष्पादन की प्रमुख उपलब्धियाँ

कारोबार

वित्त वर्ष 2025-26 के दौरान आपके निगम ने अब तक की सर्वाधिक वार्षिक ऋण स्वीकृतियाँ हासिल कीं। इस वर्ष ₹977.42 करोड़ के ऋण स्वीकृत किए गए, जबकि वित्त वर्ष 2024-25 में यह राशि ₹882.98 करोड़ थी। स्थापना के बाद से अब तक कुल ऋण स्वीकृतियाँ ₹10,091.80 करोड़ तक पहुँच गई हैं, जिससे 34,327 परियोजनाओं को लाभ मिला है। इसी अवधि में ऋण बकाया भी पिछले वर्ष के ₹2,019.50 करोड़ से बढ़कर ₹2,269.05 करोड़ हो गया।

आय एवं लाभ

वित्त वर्ष के दौरान सकल आय में 4.40% की वृद्धि दर्ज की गई और यह बढ़कर ₹270.82 करोड़ हो गई। इस वृद्धि में ब्याज आय की महत्वपूर्ण भूमिका रही, जो 9.73% बढ़कर ₹214.94 करोड़ हो गई। कर-पूर्व लाभ ₹127.77 करोड़ रहा, जबकि शुद्ध लाभ ₹92.23 करोड़ दर्ज किया गया।

परिसंपत्तियों की गुणवत्ता

ऋण वसूली और ऋणों की गुणवत्ता में सुधार के लिए किए जा रहे सतत प्रयासों के सकारात्मक परिणाम सामने आए हैं। सकल एनपीए वित्त वर्ष 2024-25 के 1.88% से घटकर 1.71% रह गया, जबकि शुद्ध एनपीए 0.90% रहा, जो पिछले वर्ष के 0.69% की तुलना में अधिक है।

नॉर्थ ईस्ट वेंचर फंड

नॉर्थ ईस्ट वेंचर फंड (NEVF) आपके निगम द्वारा पूर्वोत्तर क्षेत्र विकास मंत्रालय (DoNER) और भारतीय लघु उद्योग विकास बैंक (SIDBI) के सहयोग से शुरू की गई एक अग्रणी पहल है। इसके माध्यम से विभिन्न क्षेत्रों में कार्यरत 70 नवोदित उद्यमों को सहयोग प्रदान किया गया है, जिनके लिए लगभग ₹100 करोड़ की प्रतिबद्धता की गई है।

इसके अतिरिक्त, मणिपुर स्टार्ट-अप वेंचर फंड और NRL आइडिएशन एंजेल फंड के माध्यम से उच्च संभावनाओं वाले उद्यमों के लिए ₹33 करोड़ से अधिक की वित्तीय प्रतिबद्धता की गई है। इन पहलों से क्षेत्र में उद्यमिता के वातावरण को और मजबूती मिली है।

कॉरपोरेट सामाजिक उत्तरदायित्व

आपके निगम की कॉरपोरेट सामाजिक उत्तरदायित्व (CSR) पहलें पूरे क्षेत्र में महिला सशक्तिकरण, आजीविका के अवसरों में वृद्धि, रोजगारपरक कौशल विकास तथा हस्तशिल्प क्षेत्र को बढ़ावा देने पर निरंतर केंद्रित हैं। वित्त वर्ष 2025-26 के दौरान विभिन्न

व्यवसायों एवं क्षेत्रों से जुड़े 1,291 लाभार्थियों को सहायता प्रदान की गई।

आपके निगम ने कारीगरों को निरंतर सहयोग देते हुए, अपने प्रदर्शन एवं बिक्री केंद्रों के माध्यम से उन्हें प्रदर्शनियों, व्यापार मेलों और बिक्री आयोजनों में भाग लेने के अवसर प्रदान किए। वर्ष के दौरान इन प्रयासों से 4,525 कारीगर लाभान्वित हुए, जिससे उन्हें अपने उत्पादों को प्रदर्शित करने तथा उनके विपणन के लिए बेहतर अवसर प्राप्त हुए।

आगे की दिशा

आने वाले समय में निगम का ध्यान पूरे क्षेत्र में सतत विकास, व्यापक पहुँच और समावेशी विकास पर केंद्रित रहेगा। हम विभिन्न राज्यों और क्षेत्रों में अपनी उपस्थिति का विस्तार करेंगे, विशेष रूप से उन क्षेत्रों में जहाँ अभी तक हमारी पहुँच नहीं है अथवा जहाँ वित्तीय सेवाओं की पर्याप्त उपलब्धता नहीं है। इसके साथ ही, विपणन प्रयासों और ऋण उपलब्धता को सुदृढ़ करने, आवश्यकता के अनुरूप लचीले वित्तीय उत्पाद विकसित करने तथा सूक्ष्म, लघु और मध्यम उद्यम (एमएसएमई), सूक्ष्म वित्त और पहली पीढ़ी के उद्यमियों को समय पर वित्तीय सहायता, मार्गदर्शन एवं क्षमता निर्माण के माध्यम से और अधिक सहयोग प्रदान करने पर विशेष ध्यान दिया जाएगा।

प्रौद्योगिकी और परिचालन दक्षता हमारी प्रमुख प्राथमिकताओं में बनी रहेगी। इस दिशा में प्रबंधन सूचना प्रणाली (एमआईएस), डिजिटल प्रणालियों और कागजरहित प्रक्रियाओं में निरंतर निवेश किया जाएगा। साथ ही, ऋणों की निगरानी, वसूली, जोखिम प्रबंधन और आंतरिक नियंत्रण व्यवस्था को और मजबूत किया जाएगा।

निगम अपनी सामाजिक उत्तरदायित्व की पहलों के माध्यम से ग्रामीण युवाओं में कौशल विकास और स्वरोजगार को बढ़ावा देने के प्रयास जारी रखेगा, ताकि पूरे क्षेत्र में समावेशी विकास को गति मिल सके।

जैसे-जैसे भारत 'विकसित भारत' के संकल्प की दिशा में आगे बढ़ रहा है, पूर्वोत्तर क्षेत्र देश की विकास यात्रा में महत्वपूर्ण भूमिका निभाएगा। निगम इस यात्रा में अपना योगदान देने के लिए वित्तीय सेवाओं तक पहुँच का विस्तार करने, उद्यमिता को प्रोत्साहित करने, आजीविका के अवसरों को सुदृढ़ करने तथा पूरे क्षेत्र में समावेशी एवं सतत विकास को बढ़ावा देने के लिए प्रतिबद्ध है।

आने वाले वर्षों में, नेडफी पूर्वोत्तर के साथ अपनी विकास यात्रा को निरंतर आगे बढ़ाता रहेगा—नए अवसरों का सृजन करते हुए, क्षेत्र की आकांक्षाओं को नई दिशा और गति देते हुए तथा भारत की समग्र विकास यात्रा में अपना सार्थक योगदान देते हुए।

आभार

मैं निदेशक मंडल के सभी सदस्यों के अमूल्य मार्गदर्शन, सहयोग और परामर्श के लिए हृदय से आभार व्यक्त करता हूँ। पूर्वोत्तर क्षेत्र विकास मंत्रालय (DoNER), भारत सरकार के अन्य मंत्रालयों एवं उनके संगठनों, पूर्वोत्तर क्षेत्र की राज्य सरकारों, बैंकों/वित्तीय संस्थाओं तथा क्षेत्र के अन्य संगठनों द्वारा प्रदान किए गए निरंतर एवं उदार सहयोग के लिए भी मैं अपनी हार्दिक कृतज्ञता व्यक्त करता हूँ।

मैं अपने सभी अंशधारकों—आईडीबीआई बैंक, भारतीय स्टेट बैंक (SBI), भारतीय जीवन बीमा निगम (LIC), भारतीय लघु उद्योग विकास बैंक (SIDBI), आईसीआईसीआई बैंक, आईएफसीआई, नाबार्ड, यूनिट ट्रस्ट ऑफ इंडिया का विनिर्दिष्ट उपक्रम (SUUTI), भारतीय साधारण बीमा निगम (GIC) एवं उसकी सहायक कंपनियों—के निरंतर विश्वास और सहयोग के लिए हृदय से आभार व्यक्त करता हूँ।

मुझे पूरा विश्वास है कि हमारी युवा, उत्साही और पेशेवर रूप से दक्ष टीम के समर्पण एवं प्रतिबद्धता के साथ आपका निगम अपने हितधारकों की अपेक्षाओं पर निरंतर खरा उतरेगा और पूर्वोत्तर क्षेत्र के आर्थिक विकास में अपनी महत्वपूर्ण भूमिका निभाता रहेगा तथा आने वाले समय में भी, इस विकास यात्रा को नई ऊँचाइयों तक ले जाने में आपका निरंतर विश्वास, सहयोग और प्रोत्साहन हमारे लिए सदैव प्रेरणा का स्रोत बना रहेगा।

सादर शुभकामनाओं सहित,



(पी. वी. एस. एल. एन. मूर्ति)

अध्यक्ष एवं प्रबंध निदेशक

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 40 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 largest public sector bank in India - 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 MANISH KUMAR GUPTA, IAS

Shri Manish Kumar Gupta, IAS, Chief Secretary to the Government of Arunachal Pradesh, is a 1991-batch officer of the AGMUT cadre. He has held several prominent leadership positions in both the State and Central Governments. In the Government of Delhi, he served as Additional Chief Secretary, overseeing key portfolios including Home, Urban Development and Industry including serving as Vice Chairman of the Delhi Development Authority (DDA) and Commissioner of the South Delhi Municipal Corporation (SDMC). At the Central level, he has served as Joint Secretary in the Ministry of Labour, Director in the Ministry of Textiles and Commissioner of GST & Excise. Over his distinguished career, he has developed extensive expertise in urban planning and development, municipal administration, industry and textiles, labour administration, e-governance and taxation. He holds a Bachelor of Technology in Electrical Engineering, a Master of Technology in Engineering, and a Post Graduate Diploma in Management.



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 a 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. Sh. Kumar has been addressing international audience and strategic organizations on philosophy and geopolitics of Buddhism. He is 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 ATUL RATHI

Shri Atul Rathi assumed charge as Chief General Manager, State Bank of India, Guwahati Circle, on 12th May 2026. The Guwahati Circle oversees banking operations across all North Eastern States.

Shri Rathi joined SBI as a Probationary Officer in May 2000 and has since held several important assignments across diverse banking domains. Prior to taking over as CGM, Guwahati Circle, he served as General Manager, Network-II, Gandhinagar Circle, Gujarat.

With over 26 years of rich banking experience, Shri Rathi has worked across Corporate Centre establishments, International Banking, Retail Banking, and SBI Global Factors (subsidiary of SBI). He possesses extensive expertise in Banking Operations and has held key leadership positions, including DGM (B&O), Thane Module, and DGM, REHBU, Mumbai Metro Circle.

He has also served at SBI's foreign office in London as Manager (Financial Services & Administration) and Head of Retail Credit, gaining valuable international banking exposure.

A seasoned and accomplished banker, Shri Atul Rathi has demonstrated leadership across a wide spectrum of banking functions, particularly in Retail Banking and International Banking.



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, Sri 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.

Currently she is actively involved in public and social welfare activities through the Socio Educational Welfare Association (SEWA), an NGO focused on elderly care, HIV/AIDS prevention, sustainable livelihoods, mental health, natural farming, and gender awareness.

NEDFi PRODUCTS AND SERVICES



Business & Project Finance



Equipment Finance



Working Capital Finance



MSME Finance



Priority Sector Finance



Tourist Vehicle Finance



Micro Finance



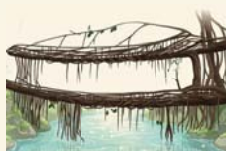
Micro Lending



Venture Capital Finance



Professional Practice Finance



Liquidity &
Bridge Finance



Advisory &
Consultancy Services



Mentoring Support and Market Linkage Services



OUR PRESENCE



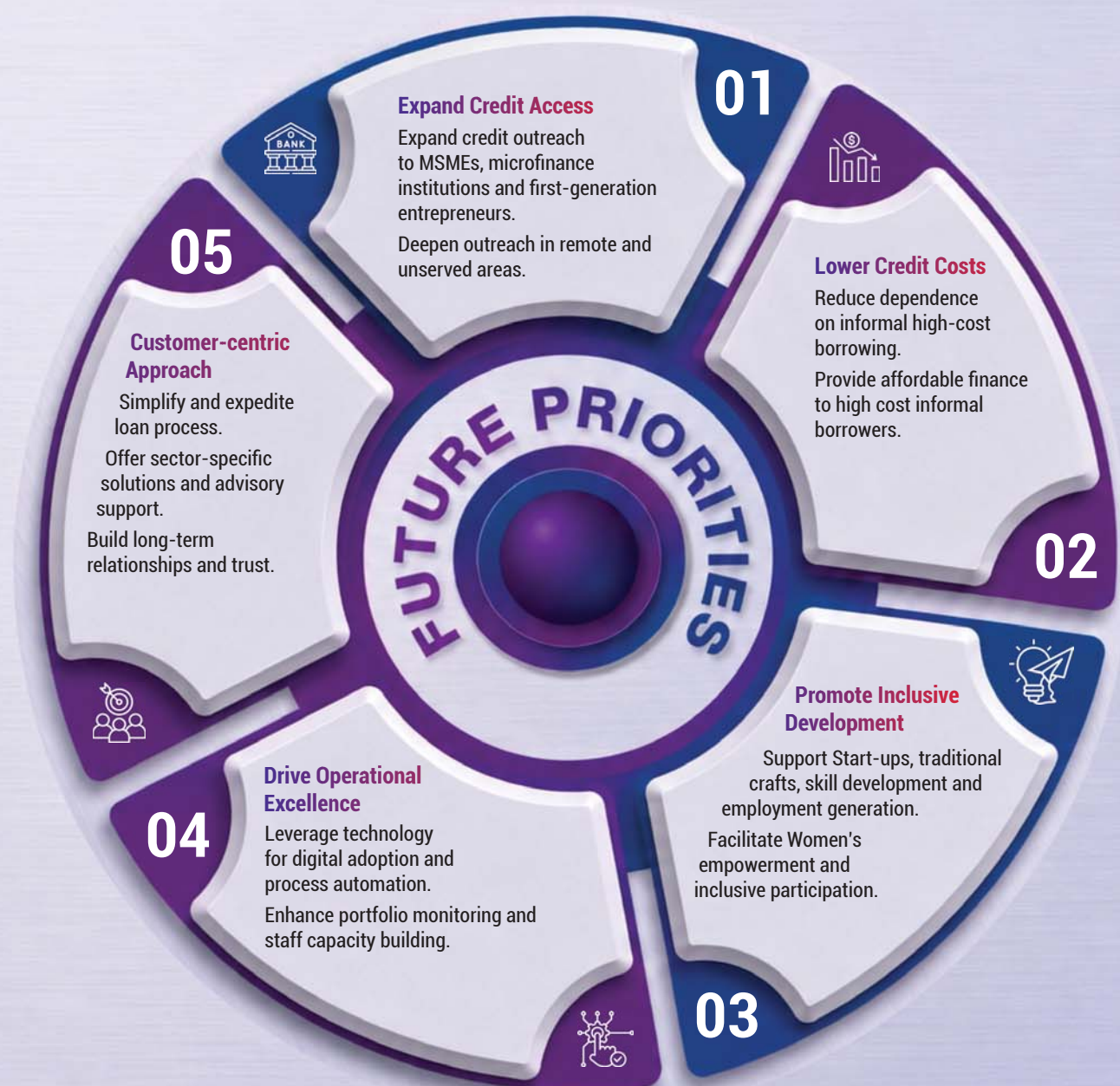
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Guwahati-781006
Phone: +91-361-2222200,
Email: mail@nedfi.com
Website: www.nedfi.com

FUTURE PRIORITIES

Our Approach

To accelerate inclusive economic growth and entrepreneurship across the North Eastern Region by expanding affordable credit access, promoting high-impact thrust sectors and driving sustainable economic progress across the North Eastern Region (NER).



FINANCIAL HIGHLIGHTS

The Standalone financial results for the year are highlighted below:

(Rs. in Crore)

FINANCIAL YEAR	2025-26	2024-25
Authorised Capital	500.00	500.00
Paid up Capital	100.00	100.00
Net worth	1262.52	1180.81
Loan Outstanding	2269.05	2019.50
Capital to Risk (Weighted) Assets Ratio (CRAR) (%)	52.10%	53.49%
WORKING RESULTS	2025-26	2024-25
Gross Income	270.82	259.42
Interest Income	214.94	195.89
Non-Interest Income	55.88	63.53
Gross Expenditure	143.05	130.66
Profit Before Tax	127.77	128.75
Tax Expenses	35.54	32.74
Profit After Tax	92.23	96.01
Earning per share (in Rs.)	9.00	9.59

The Consolidated financial results for the year are highlighted below:

(Rs. in Crore)

FINANCIAL YEAR	2025-26	2024-25
Total Income	273.49	261.94
Total Expenses	145.09	133.50
Profit Before Tax	128.40	128.44
Tax Expense	35.70	32.83
Profit After Tax	92.70	95.60
Earnings Per Share (in Rs.)	9.05	9.54

PERFORMANCE HIGHLIGHTS

SANCTION

(Rs. in Crore)

Financial Year	Arunachal Pradesh	Assam	Manipur	Meghalaya	Mizoram	Nagaland	Sikkim	Tripura	Total
Cumulative 1996-2016	308.10	2488.03	199.05	598.37	75.07	79.07	102.08	153.82	4003.60
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
2025-2026	87.68	535.29	61.62	100.26	47.40	55.50	26.03	63.65	977.42
Total	641.00	6194.06	732.70	1143.33	314.51	281.11	322.41	462.67	10091.80

DISBURSEMENT

(Rs. in Crore)

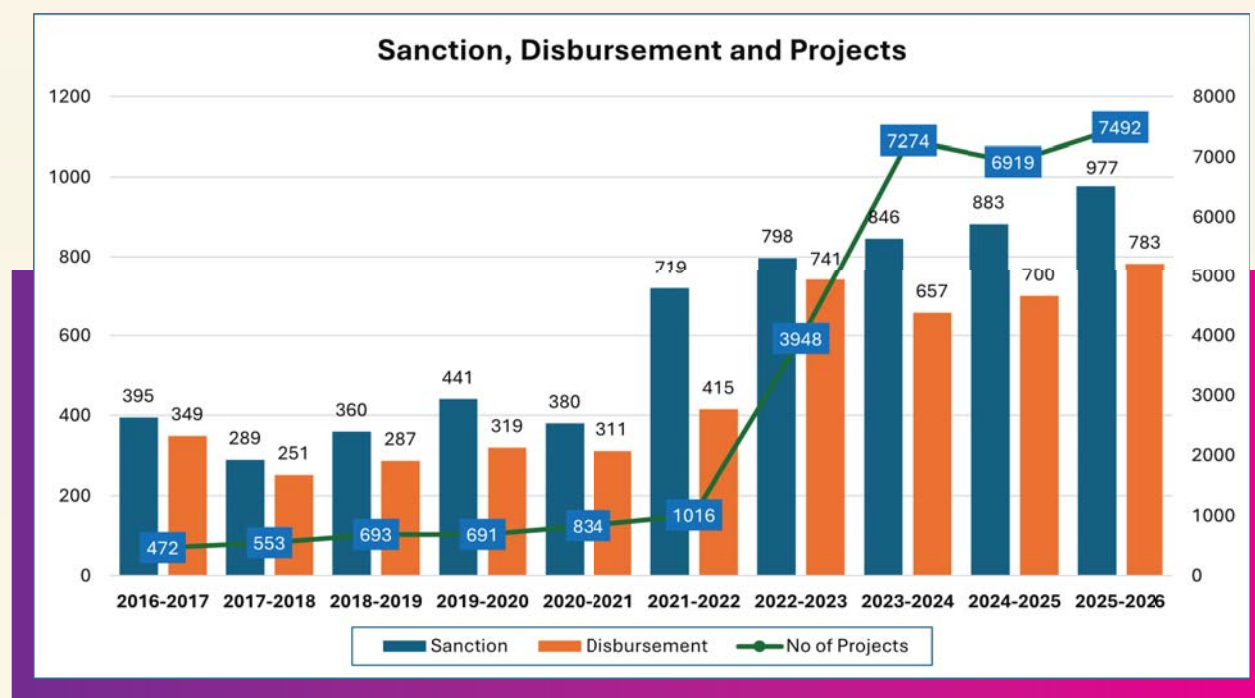
Financial Year	Arunachal Pradesh	Assam	Manipur	Meghalaya	Mizoram	Nagaland	Sikkim	Tripura	Total
Cumulative 1996-2016	228.56	1846.54	167.04	479.18	59.85	60.93	76.01	97.83	3015.94
2016-2017	23.72	185.27	46.44	44.63	4.75	5.54	24.36	14.38	349.09
2017-2018	17.81	156.72	26.37	12.90	4.79	9.17	12.53	11.15	251.41
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
2025-2026	49.82	408.88	74.22	80.47	52.79	28.52	23.63	64.61	782.93
Total	443.34	4662.06	668.99	931.79	280.52	224.85	267.35	351.45	7830.36

PROJECTS

(In Nos.)

Financial Year	Arunachal Pradesh	Assam	Manipur	Meghalaya	Mizoram	Nagaland	Sikkim	Tripura	Total
Cumulative 1996-2016	408	1435	442	275	380	464	519	512	4435
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
2025-2026	153	3779	2024	383	415	441	136	161	7492
Total	1149	15974	5282	1401	3136	2327	2514	2544	34327

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.

Repose Bake House Pvt. Ltd



Repose Bake House Pvt. Ltd. is a bakery unit located at Mangaldai, Darrang District, Assam. NEDFi sanctioned Rs.1863 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

Tonoy Hospitality Pvt. Ltd



Tonoy Hospitality Pvt. Ltd. is a resort located at Kaziranga National Park, Assam. NEDFi sanctioned Rs.1400 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

Kiranshree Hotels Pvt. Ltd.



Kiranshree Hotels Pvt. Ltd. is a hotel located at Azara, Guwahati, Assam. NEDFi sanctioned Rs.1300.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

Babina Institute of Nursing



Babina Institute of Nursing is a nursing institute located at Khabeisoi, Imphal East, Manipur. NEDFi sanctioned Rs.1200.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

Shanti Aqua Industries



Shanti Aqua Industries is a modern floating fish feed unit located at Depota, Tezpur, Assam. NEDFi sanctioned Rs.950.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

Hotel Airport View



Hotel Airport View is located at Pasighat, East Siang District, Arunachal Pradesh. NEDFi sanctioned Rs.600.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

KBC Hospitality LLP



KBC Hospitality LLP is a hotel located at RG Baruah Road, Guwahati, Assam. NEDFi sanctioned Rs.600.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

G. S. Hotel & Resorts



G.S. Hotel & Resorts is located at Tillagaon, Unakoti District, Tripura. NEDFi sanctioned Rs.200.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

Hotel Mid Town



Hotel Mid Town is located at Sisa Golai, Gangtok, Sikkim. NEDFi sanctioned Rs.200.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

Amitabha School



Amitabha School is located at Namnang Road, Gangtok, Sikkim. NEDFi sanctioned Rs.200.00 lakh under Rupee Term Loan (RTL) scheme for its expansion.

Talukdar Tower



Talukdar Tower is a hotel located at Rajbari, Dharmanagar, Tripura. NEDFi sanctioned Rs.300.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

Rhino Cinemas



Rhino Cinemas is a cinema hall located at Bokakhat, Assam. NEDFi sanctioned Rs. 200.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

Zen Garden Resort



Zen Garden Resort is located at Thangsey Road, Namchi district, Sikkim. NEDFi sanctioned Rs. 200.00 lakh under Rupee Term Loan (RTL) scheme for the setting up the unit.

Brother's Feed & Layer Farm



Brother's Feed & Layer Farm is a poultry farm located at Badarghat, West Tripura district, Tripura. NEDFi sanctioned Rs.200.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

Grace Academy



Grace Academy is an educational institution located at Mawkynroh, Shillong, Meghalaya. NEDFi sanctioned Rs.175.40 lakh under Rupee Term Loan (RTL) for its expansion.

HA Complex



HA Complex is a commercial complex located at Chumoukedima, Dimapur, Nagaland. NEDFi sanctioned Rs.100.00 lakh under Rupee Term Loan (RTL) scheme for its expansion.

Balaji Healthcare



Balaji Healthcare is a diagnostic centre located at Agartala, West Tripura district, Tripura. NEDFi sanctioned Rs.100.00 lakh under NEDFi Opportunity Scheme for Small Enterprises (NOSSE) for its expansion.

The Mountain Yak Retreat



The Mountain Yak Retreat is a hotel located at Dokothang, Gyalshing district, Sikkim. NEDFi sanctioned Rs.100.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

Treebones 1449 Eco Resort



Treebones 1449 Eco Resort is located at Lower Singithang, Namchi district, South Sikkim. NEDFi sanctioned Rs.150.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

Hotel Miralite



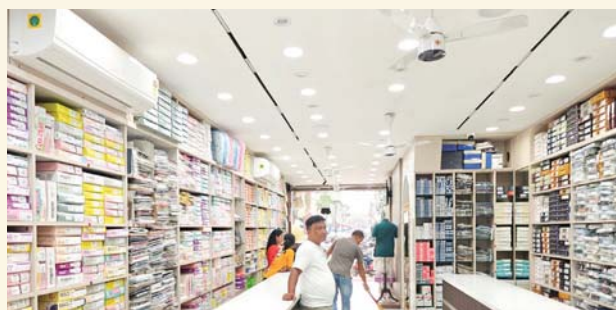
Hotel Miralite is located at Tinsukia, Assam. NEDFi sanctioned Rs.100.00 lakh under Rupee Term Loan (RTL) for setting up the unit.

Rudi Resort



Rudi Resort is located at Sakhabama, Kohima, Nagaland. NEDFi sanctioned Rs.100.00 lakh under Rupee Term Loan (RTL) scheme for its expansion.

Maahee



Maahee is a garment store located at Dibrugarh, Assam. NEDFi sanctioned Rs.100.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

Soikhohal Ideal High School



Soikhohal Ideal High School is located at Tuibong, Churachandpur, Manipur. NEDFi sanctioned Rs.100.00 lakh under Rupee Term Loan (RTL) scheme for its expansion.

Israel Guest House



Israel Guest House is located at Lengpui, Mizoram. NEDFi sanctioned Rs.100.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

Shree Shyam Enterprises



Shree Shyam Enterprises is a warehouse located at Dibrugarh, Assam. NEDFi sanctioned Rs.100.00 lakh under Rupees Term Loan (RTL) scheme for setting up the unit.

Longwood Fitness



Longwood Fitness is a fitness centre located at Umpling, East Khasi Hills District, Meghalaya. NEDFi sanctioned Rs.100.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

Hotel Vaikuntha



Hotel Vaikuntha is a hotel located at Nazirpatty, Silchar, Assam. NEDFi sanctioned Rs.100.00 lakh under Rupees Term Loan (RTL) scheme for setting up the unit.

Folkland Park



Folkland Park is located at Folkland, Aizawl, Mizoram. NEDFi sanctioned Rs.100.00 lakh under Rupees Term Loan (RTL) scheme for setting up the unit.

Rise N Bake



Rise N Bake is a bakery and noodle manufacturing unit located in Margherita, Tinsukia, Assam. NEDFi sanctioned Rs.100.00 lakh under Rupees Term Loan (RTL) scheme for setting up the unit.

N. K. C. Enterprise



N.K.C. Enterprise is a residential cum commercial complex located at Beltola, Guwahati, Assam. NEDFi sanctioned Rs. 80.00 lakh under Rupee Term Loan (RTL) scheme for setting up the unit.

Saurajit Deb



Saurajit Deb is an asphalt hot mix plant located at Dharmanagar, North Tripura, Tripura. NEDFi sanctioned Rs.75.00 lakh under NEDFi Opportunity Scheme for Small Enterprises (NOSSE) for setting up the unit.

Dermacura Skin Clinic



Dermacura Skin Clinic is located at Naharlagun, Papum Pare District, Arunachal Pradesh. NEDFi sanctioned Rs.50.00 lakh under NEDFi Opportunity Scheme for Small Enterprises (NOSSE) for setting up the unit.

SRT Bricks



SRT Bricks is a brick manufacturing unit located at Kashkuri Pam, Bajali district, Assam. NEDFi sanctioned Rs.50.00 lakh under NEDFi Opportunity Scheme for Small Enterprises (NOSSE) for setting up the unit.

Raj Kumar Garodia



Raj Kumar Garodia is a commercial complex located in Dibrugarh, Assam. NEDFi sanctioned Rs.50.00 lakh under Rupees Term Loan (RTL) scheme for setting up the unit.

S. B. Drugs Distributor (Counter)



S.B. Drugs Distributor (Counter) is a pharmaceutical & medical products unit located at Panbazar, Guwahati, Assam. NEDFi sanctioned Rs. 65.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

Samuel Enterprise



Samuel Enterprise is a home furnishing store located at Ramthar, Lunglei, Mizoram. NEDFi sanctioned Rs.50.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

Jajodia trading Co.



Jajodia trading Co. is a fuelling station unit located at Simlaguri, Barpeta, Assam. NEDFi sanctioned Rs.50.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

Ripan Feed Centre



Ripan Feed Centre is a shop for poultry feed, animal feed, and chicks located at Jumerdhepa, Sepahijala Tripura. NEDFi sanctioned Rs.48.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

Shanti Yamaha



Shanti Yamaha is a two-wheeler dealership of Yamaha located at Agartala, West Tripura, Tripura. NEDFi sanctioned Rs.45.00 lakh under NEDFi Opportunity Scheme for Small Enterprises (NOSSE) for its expansion.

Laxmi Store



Laxmi Store is a clothing shop located at G.C. Complex, Barpeta, Assam. NEDFi sanctioned Rs.35.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

Life Line Diagnostic Centre



Life Line Diagnostic Centre is a sonography centre located at Udaipur, Gomati Tripura. NEDFi sanctioned Rs.30.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

Diamond Enterprises



Diamond Enterprises is a Food & Grocery Store located at Dibrugarh, Assam. NEDFi sanctioned Rs.25.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

Marvella Associates



Marvella Associates is a handloom weaving and silk production unit located at Guwahati, Assam. NEDFi sanctioned Rs.40.00 lakh under NEDFi Opportunity Scheme for Small Enterprises (NOSSE) for its expansion. The unit received the National Handloom Award on 7th August 2026.

Sree Ram Associates



Sree Ram Associates is a franchisee of Lakmē Salon, located in Agartala, West Tripura, Tripura. NEDFi sanctioned Rs.30.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

Lagstal Living



Lagstal Living is an eco-friendly serviced apartment located at M.G. Marg, Gangtok, Sikkim. NEDFi sanctioned Rs.25.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

Gastronomic Garden



Gastronomic Garden is a multicuisine restaurant with Bar and Bakery located at Danakgre, Tura, Meghalaya. NEDFi sanctioned Rs.25.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

All Garo Hills Multipurpose Cooperative Society Ltd.



All Garo Hills Multipurpose Cooperative Society Ltd. is an agro food processing unit located at Babadam, West Garo Hills, Meghalaya. NEDFi sanctioned Rs.25.00 lakh under Enterprise Development Scheme (EDS) for setting up the unit.

Gopal Speed World



Gopal Speed World is a two-wheeler sales and service unit located Simlaguri, Barpeta Assam. NEDFi sanctioned Rs.25.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

Cira Futsal



Cira Futsal is a futsal playground located at Lawipu, Aizawl, Mizoram. NEDFi sanctioned Rs.25.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

The Emerald



The Emerald is a restaurant located at Bawngkawn, Aizawl, Mizoram. NEDFi sanctioned Rs.25.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

Heritage Rahdhala Restaurant & Café



Heritage Rahdhala Restaurant & Café is located at Dhekial, Golaghat, Assam. NEDFi sanctioned Rs. 25.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

Zobawm Montessori School



Zobawm Montessori School is a Montessori school located at Venglai, Lunglei, Mizoram. NEDFi sanctioned Rs.25.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

The Spice Sensation



The Spice Sensation is a vegetarian restaurant located at Shillong East Khasi Hills District, Meghalaya. NEDFi sanctioned Rs.25.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

Ivaan Motors



Ivaan Motors is a TVS motorcycle showroom located at Panisagar, North Tripura, Tripura. NEDFi sanctioned Rs.25.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for showroom expansion and setting up of a servicing centre.

Dronacharya Academy



Dronacharya Academy is an educational institution located at Belguri, Baksa, Assam. NEDFi sanctioned Rs.25.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

The Vedic Art



The Vedic Art is a Aesthetic and Panchakarma Clinic cum wellness centre located at Nirjuli, Papum Pare District, Arunachal Pradesh. NEDFi sanctioned Rs.20.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

Soma Traders



Soma Traders is a Khadim footwear shop located at Udaipur, Gomati, Tripura. NEDFi sanctioned Rs.20.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

Sajghar



Sajghar is a ladies garment shop located Dharmanagar, North Tripura, Tripura. NEDFi sanctioned Rs.15.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

Metropolis Dental Clinic and Implant Centre



Metropolis Dental Clinic and Implant Centre is located at Ulubari, Guwahati, Assam. NEDFi sanctioned Rs.20.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

Chandranagar Printx



Chandranagar Printx is a printing press located at Itanagar, Papum Pare District, Arunachal Pradesh. NEDFi sanctioned Rs.20.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

Hardware Shop



Hardware Shop is located at Jalefa Bazar, Sabroom South Tripura. NEDFi sanctioned Rs.18.50 lakh under Enterprise Development Scheme (EDS) for its expansion.

Maa Medical Hall



Maa Medical Hall is a medical store located at Udaipur, Gomati Tripura. NEDFi sanctioned Rs.15.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

Navnita Medicos



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

Maibam Mushroom Farm



Maibam is a Mushroom Farm located at Imphal West District, Manipur. NEDFi sanctioned Rs.10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

HM Enterprise



HM Enterprise is an interior design products store located at Zotlang, Champhai, Mizoram. NEDFi sanctioned Rs. 10.00 lakh under Women Enterprises Development Scheme (WEDS) for its expansion.

Swapna Store



Swapna Store is a unit trading in utensils items located at Dharmanagar Bazar, North Tripura, Tripura. NEDFi sanctioned Rs.10.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

Samuel Farm



Samuel Farm is a proprietorship local picnic spot located at Zote, Champhai, Mizoram. NEDFi sanctioned Rs. 10.00 lakh under North East Entrepreneur Development Scheme (NEEDS) for its expansion.

Suchitra Sharma



Suchitra Sharma is a restaurant and lodge located at Namchi Bazaar, Namchi district, Sikkim. NEDFi sanctioned Rs.10.00 lakh under Women Enterprises Development Scheme (WEDS) for setting up the unit.

Calm Homestay



Calm Homestay is located at Shergaon, West Kameng District, Arunachal Pradesh. NEDFi sanctioned Rs. 10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

Laijon Traders



Laijon Traders is a variety store located at Tuibong, Churachandpur District, Manipur. NEDFi sanctioned Rs.10.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

7 Star



7 Star is a garment store located at Vengthlang, Champhai, Mizoram. NEDFi sanctioned Rs. 10.00 lakh under Women Enterprises Development Scheme (WEDS) for its expansion.

Kolko



Kolko is a variety stationery store located at Secretariat Road, Kohima Nagaland. NEDFi sanctioned Rs.10.00 lakh under Women Enterprises Development Scheme (WEDS) for setting up the unit.

Samrat Watch



Samrat Watch is a watch store located at Town Plaza, Barpeta, Assam. NEDFi sanctioned Rs.10.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

Twin Cosmetics



Twin Cosmetics is a cosmetic store located at Bazar Bungkawn, Aizawl, Mizoram. NEDFi sanctioned Rs.10.00 lakh under Women Enterprises Development Scheme (WEDS) for its expansion.

MC Workshop & Spare



MC Workshop & Spare is a two wheeler service and spare parts unit located at Churachandpur, Manipur. NEDFi sanctioned Rs.10.00 lakh under Enterprise Development Scheme (EDS) for its expansion.

Haus of Renee



Haus of Renee is a beauty parlor located at Kulikawn, Aizawl, Mizoram. NEDFi sanctioned Rs.10.00 lakh under Women Enterprises Development Scheme (WEDS) for its expansion.

MS Garage



MS Garage is a vehicle servicing unit located at Ramhlun North, Aizawl, Mizoram. NEDFi sanctioned Rs. 10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

Om Shanti Diagnostic Centre



Om Shanti Diagnostic Centre is located at Agartala West Tripura. NEDFi sanctioned Rs.10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

Jacoba lu mehna



Jacoba lu mehna is a Salon for male located at Venglai, Lunglei, Mizoram. NEDFi sanctioned Rs.10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

Gogoi Dental Clinic



Gogoi Dental Clinic is located at Jamugurihat, Sonitpur district, Assam. NEDFi sanctioned Rs.10.00 lakh under Healthcare Development (HDS) for setting up the unit

House of Children



House of Children is a montessori school located at Bazar Veng, Lunglei, Mizoram. NEDFi sanctioned Rs.10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

Global Motors



Global Motors is a Yamaha motorcycle dealership located at Adampool-rumtek road, Gangtok, East Sikkim. NEDFi sanctioned Rs.10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

Biopower



Biopower is a charcoal briquettes manufacturing unit located at Imphal West District, Manipur. NEDFi sanctioned Rs.10.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

Akri Bakes



Akri Bakes is a bakery cum training centre located at Purana Bazar Model Colony Dimapur, Nagaland. NEDFi sanctioned Rs. 8.50 lakh under Women Enterprises Development Scheme (WEDS) for its expansion.

MT Cutz



MT Cutz is a salon and spa located at Chaltlang, Aizawl, Mizoram. NEDFi sanctioned Rs.8.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

Mendel Academy



Mendel Academy is a coaching institute located at Churachandpur, Manipur. NEDFi sanctioned Rs. 7.00 lakh under Women Enterprises Development Scheme (WEDS) for its expansion.

T D Enterprises



T D Enterprises is a restaurant located at Seppa, East Kameng District, Arunachal Pradesh. NEDFi sanctioned Rs.7.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

Darkroom Productions



Darkroom Productions is a photo studio and training institute located at New Secretariat Area, Kohima, Nagaland. NEDFi sanctioned Rs.7.00 lakh under North East Entrepreneur Development Scheme (NEEDS) for its expansion.

Wangchi Tamang



Wangchi Tamang is a ritual items shop located at Upper Ghurpisey MW, Namchi district, Sikkim. NEDFi sanctioned Rs.7.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

M. L. Living Solutions



M. L. Living Solutions is a girls paying guest located at Lachit Nagar, Guwahati, Assam. NEDFi sanctioned Rs. 6.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for setting up the unit.

Ramu Kumar Gupta



Ramu Kumar Gupta is a restaurant located at Namchi Bazaar, Namchi district, South Sikkim. NEDFi sanctioned Rs.5.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

Expression Life



Expression Life is a home decor production unit located at Kevijau Colony, Dimapur Nagaland. NEDFi sanctioned Rs.5.00 lakh under Women Enterprises Development Scheme (WEDS) for its expansion.

Ainawn Stationery



Ainawn Stationery is a stationery shop located at Venglai, Champhai, Mizoram. NEDFi sanctioned Rs. 5.00 lakh under Women Enterprises Development Scheme (WEDS) for its expansion.

Mesak Handloom and Handicraft



Mesak Handloom and Handicraft is located at Chanmari, Lunglei, Mizoram. NEDFi sanctioned Rs.5.00 lakh under Women Enterprises Development Scheme (WEDS) for its expansion.

JSJ Fitpro Gym



JSJ Fitpro Gym is located at Khatla, Aizawl, Mizoram. NEDFi sanctioned Rs.5.00 lakh under North East Entrepreneurs Development Scheme (NEEDS) for its expansion.

Adipran's Restro Café



Adipran's Restro Cafe is a restaurant cum cafe unit located at VIP Road, Guwahati, Assam. NEDFi sanctioned Rs.3.00 lakh under Women Enterprises Development Scheme (WEDS) 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.

SMT. RANJITA ROY, CLOTH STORE, KOKRAJHAR, ASSAM:

Ms. Ranjita Roy of Kokrajhar, Assam, expanded her cloth store with a Rs. 1.00 lakh loan from NEDFi, overcoming working capital constraints that had limited her inventory and sales. The financial support enabled her to stock a wider range of garments, attract more customers and increase her monthly income. She now manages her business efficiently, is repaying the loan regularly and expresses her sincere gratitude to NEDFi for helping her achieve sustainable business growth resulted in greater financial stability.



SHRI GAUTAM SINGHA, CLOTH STORE, GOALPARA, ASSAM:

NEDFi's financial assistance of Rs. 2.00 lakh helped Shri Gautam Singha of Goalpara, Assam, overcome working capital shortages, strengthen his inventory and support the growth of his cloth store. The financial assistance enabled him to expand his product range, increase sales and improve his monthly income. He now manages his business efficiently, is repaying the loan regularly with future expansion plans.



SHRI ROBINDRA ROY, MOBILE REPAIRING CENTRE, KARBI ANGLONG, ASSAM:

Shri Robindra Roy of Karbi Anglong, Assam, availed loan amount of Rs. 1.00 lakh from NEDFi to purchase essential tools and spare parts. The financial assistance enabled him to upgrade his equipment, improve service quality and increase his customer base, resulting in higher monthly income and greater business stability. He expresses his sincere gratitude to NEDFi for supporting the growth and expansion of his business.



SMT. PRESILLA M SANGMA, GROCERY STORE, TURA, MEGHALAYA:

Smt. Presilla M. Sangma of Tura, West Garo Hills, Meghalaya, successfully expanded her grocery store with the support of a Rs. 60,000 loan from NEDFi. The loan enabled her to maintain adequate inventory levels, resulting in improved customer service and increased customer satisfaction. Encouraged by the positive impact on her business, Ms. Sangma is diligently repaying the loan on time and remains optimistic about further expanding her enterprise in the future.



SMT. PENORITHA A SANGMA, GROCERY STORE, TURA, MEGHALAYA:

A loan of Rs. 50,000 from NEDFi was availed by Smt. Penoritha A. Sangma of West Garo Hills, Meghalaya, for strengthening her grocery business. Prior to receiving the financial assistance, she used to face challenges in maintaining adequate inventory and procuring grocery items in bulk. With the support of the loan, the inventory of the store increased, ensuring the regular availability of essential goods and improving overall shop management. As a result, better service was provided to customers, leading to an increase in customer patronage, higher sales and improved monthly income.



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 2025-26 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



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

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 on 852 dwelling Units under PMAY (U) Meghalaya", "Third Party Monitoring & Evaluation under RKVY Scheme in Manipur" and "Monitoring, Evaluation, Learning and Documentation (MEL&D) under PMKSY-WDC 2.0 in the State of Manipur and Meghalaya"*.



Monitoring, Evaluation, Learning and Documentation (MEL&D) under PMKSY-WDC 2.0 in the State of 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 *"NER Vision Document 2047", "NEC Yearbook 2026", "Study to improve air connectivity in North East India with special focus on AP", "Study on irrigation sector in Assam", "Preparation of Vision Document for Viksit Assam 2047", "Prospects of Rural Tourism in Mizoram & Status of Investment by Private Sectors in tourism in Mizoram", "Developing*

a Pineapple and Jack Fruit based Economy in the state of Tripura” and “Study on the status of Oil Palm Cultivation and Processing in the NER”.



Memorandum of Understanding (MoU) signing for “Preparation of Vision Document for Viksit Assam 2047”



Regional Workshop on the NER Vision Plan 2047

PROGRAMME IMPLEMENTATION SUPPORT

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”, “Development of an information repository for Agri-Horti products of NE” and “Technical Assistance and Support Unit (TASU) for Implementation of Schemes of the Department of Tribal Affairs (Plain)”.

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 livelihood enhancement training on bamboo handicraft making for community members in selected BMC areas in Assam”.



Training Program on bamboo handicraft making at Kachugaon and Haflong

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 Maize based feed production unit and Mushroom based food processing unit” and “Restructuring of Assam Financial Corporation”.

NEDFi VENTURE CAPITAL LIMITED (NVCL)

To nurture the entrepreneurial spirit of start-ups in the North Eastern Region, NEDFi has launched SEBI-registered venture funds aimed at contributing to the development of the start-up ecosystem in NER and extending investment support to start-ups. To operate these funds, the Corporation has incorporated two subsidiary companies (i) NEDFi Venture Capital Ltd. (NVCL) and (ii) NEDFi Trustee Ltd. (NTL) to carry out investment management and trusteeship functions, respectively.

NVCL was incorporated as a wholly-owned subsidiary of North Eastern Development Finance Corporation Ltd. (NEDFi) to serve as the designated Investment Manager for the venture capital and angel funds sponsored by the Corporation. Registered with the Securities and Exchange Board of India (SEBI) as an Alternative Investment Fund (AIF) manager, NVCL is responsible for fund structuring, deal sourcing, investment appraisal, portfolio management, and compliance across all funds under its management.

NVCL currently manages three SEBI-registered funds – the North East Venture Fund (NEVF), the NRL Ideation Angel Fund (NRL IAF), and the Manipur Startup Venture Fund (MSVF) – collectively aimed at addressing the critical equity-funding gap faced by early-stage and growth-stage entrepreneurs across the North Eastern Region.

1. NORTH EAST VENTURE FUND (NEVF)

NEDFi jointly with the Ministry of Development of North Eastern Region (DoNER) and SIDBI (Small Industries Development Bank of India (SIDBI)), established 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.

NEVF primarily invests in growth-stage start-ups offering new products, technologies, or innovative business models, with the objective of bridging the equity gap faced by entrepreneurs in the region. As of March 31, 2026, the Fund had

extended in-principle investment commitments (sanction) of approximately Rs. 100 crore to 70 start-up companies.

2. MANIPUR STARTUP VENTURE FUND (MSVF)

Building on the success of the North East Venture Fund (NEVF), NEDFi has partnered with the Government of Manipur to launch the Manipur Startup Venture Fund (MSVF), a dedicated vehicle for supporting start-ups based in the state of Manipur. The Fund has a corpus of Rs. 30 crore and has been operational since August 2024.

MSVF is designed to catalyse entrepreneurship in Manipur by extending early-stage capital to promising start-ups, thereby helping bridge the equity-funding gap that constrains the growth of the state's start-up ecosystem. Since its launch, MSVF has extended in-principle investment commitments (sanction) of Rs. 7.85 crore to seven start-ups, reflecting steady early traction in deploying capital to the state's entrepreneurial base.

3. NRL IDEATION ANGEL FUND (NRL IAF)

NEDFi has partnered with Numaligarh Refinery Limited (NRL) to launch the NRL Ideation Angel Fund (NRLIAF), an angel fund aimed at nurturing early-stage entrepreneurial talent in the North Eastern Region. The Fund has a total corpus of Rs. 35 crore and has been operational since October 2023. NRL IAF is positioned as a seed and early-stage investment vehicle, extending risk capital to first-time entrepreneurs and idea-stage ventures that may otherwise struggle to access institutional funding.

By combining NRL's corporate backing with NEDFi's investment management expertise, the Fund seeks to encourage grassroots innovation and strengthen the entrepreneurial pipeline across the region. Since inception, NRLIAF has extended in-principle investment commitments (sanction) totalling Rs. 23.30 crore to six start-ups, reflecting the Fund's focused, high-conviction approach to early-stage investing in the region.

Primary Healthtech Private Limited (Mobilab)

is a deep-tech healthtech company funded by NEVF and founded by IIT Guwahati alumni and engaged in the development, manufacture, and commercialization of AI-enabled, IoT-integrated, portable point-of-care diagnostic devices for decentralized healthcare delivery. The Company designs and manufactures affordable diagnostic solutions capable of performing a wide range of biochemistry and haematology tests, supported

by proprietary software, cloud connectivity, and artificial intelligence for real-time diagnostics and remote monitoring. With an in-house R&D centre at IIT Guwahati, a CDSCO-licensed manufacturing facility, an expanding intellectual property portfolio, and strategic collaborations with leading healthcare and research institutions, the Company is focused on improving last-mile access to quality diagnostics across India and international markets through a scalable, technology-driven healthcare platform.



Akumen Artificial Intelligence Private Limited (AAIPL)

is assistive healthtech startup funded by MSVF that aims to create affordable products for the differently abled using cutting edge technologies like Machine Learning, Computer Vision, Sensor Technologies etc. The company's vision is to make assistive devices which are designed and "Made in India" so that it will be able to help the 26.8 Million Divyangs (Differently Abled) population who cannot afford costly imported assistive device. The company is currently developing a wearable visual assistive device for the visually impaired which will help them do day-to-day tasks independently.



LW3 Private Limited is a deep-tech startup based in Guwahati, Assam, funded by NRLIAF, a blockchain startup, co-founded by two IIT Dhanbad alumni Abhijit Pegu & Marungsha Swrang Brahma providing Digital Product Passports as a Service. LW3 is a Digital Product Passport as a Service (DPPaS) startup offering traceability and provenance through its blockchain based platform. LW3 targets to work with EV &

Storage battery companies, solar companies, pharmaceuticals, and bio-chemical supply chain stakeholders who need proof of their product's sustainability and compliance with laws. LW3, is using blockchain to make global supply chains transparent, sustainable, and compliant with new regulations. Its main product today is a Digital Product Passport for tracking Li-ion EV Batteries called '**LW3 Battery Passport**'



STARTUP EVENTS & PARTNERSHIPS:

North-East Conclave 2025:

The Indian Institute of Corporate Affairs hosted the North-East Conclave 2025 on July 11-12, 2025, at IIM Shillong in Meghalaya. The event featured the theme "Ideation to Incorporation," the laying of the foundation stone for the new IICA regional campus, and startup exhibitions.



10yrs of Startup India:

Assam Startup marked 10 years of Startup India with a special boot camp in Guwahati on January 20, 2026, highlighting local ecosystem growth, funding access, and new incubation cohorts.



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.



Stakeholders Meeting on 'Comprehensive study on promotion of MAP including Homalomena Aromatica & Paris Polyphylla in Northeast India'.



Stakeholders Meeting on 'Comprehensive study on sustainable development of Irrigation sector of Assam.'



Agreement signing for the study on 'Assessment of Beneficiary Experience and Impact under the ODOP initiative in the North Eastern Region'



Stakeholders Meeting on 'In-depth analysis of millet for its potentialities for production, processing, value addition & market opportunities for sustainable economic growth in the state of Arunachal Pradesh'.



Inception Report presentation on 'Urbanization in Assam'



Agreement signing for the study on 'Urbanization in Assam' & 'Nagaland State Urbanization Policy 2025-2050'



Stakeholders Meeting on 'Status of Investment by Private sectors in respect of Tourism in Arunachal Pradesh' & 'Value addition & food processing of citrus fruits & its market opportunities in Arunachal Pradesh' at RGU, Arunachal Pradesh



Stakeholders Meeting for the TEDF study on 'Strategic interventions for Endogenous Development through export of Niche Agricultural products, Advancements in Creative Economy and Diversification of investment in Nagaland'

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.



Shri Ankur Pator, Lead Artisan and Production In-Charge at the Khetri CFC, was felicitated by the Hon'ble President of India for his contribution to the successful "Republic Day At Home 2026" celebrations.



Successful completion of NEDFi's CSR-supported Placement-Linked Skill Development Programme in Tourism & Hospitality for 20 youth from Manipur, celebrated at the valedictory ceremony on 2 April 2026.



NEDFi conducted a vocational training programme on CNC Milling Machine Operation in Manipur in collaboration with CIPET, Imphal.



The Corporation has implemented Sample Development programme on handloom at Kulpui, Saipung in Meghalaya.



NEDFi implemented the Mulberry Silk Production Cluster Development Project in Darrang, Assam, in association with SATRA, covering 200 beneficiaries across 10 villages with support for three crop cycles.



Organised Capacity Building Vocational Training Programme for beauticians at Jalukbari, Kamrup (Metro), Assam, and Champhai in Mizoram



NEDFi distributed food packets to 1,000 patients for six months under Pradhan Mantri TB Mukta Bharat Abhiyan NER states -Assam, Arunachal Pradesh, Meghalaya, Mizoram, Nagaland, Sikkim and Tripura



The Corporation has supported the construction of a hospital building at Serchhip district in Mizoram

NEDFi FACILITATING MARKET LINKAGE



NEDFi Pre-Rongali Mela 2026 was inaugurated on 11 April 2026 at NEDFi Haat, Rupnagar, by renowned film actor Shri Arun Hazarika.



A 14-member delegation from the Royal Thai Embassy, led by Mr. Kiran Moongtin, visited NEDFi Haat, Rupnagar, on 14 July 2025 as part of a programme organized in collaboration with the Government of Assam's Department of Handloom & Textiles.



NESHILP participated in the Bhutan International Trade Fair, Thimphu, from 10–14 September 2025, facilitating the participation of 15 enterprises from the North Eastern Region.



Shri Ankit Mishra, Director, M-DoNER, visited the NESHILP stall at IITF 2025, New Delhi. The NEDFi stall received the Best Display Certificate in the Assam Pavilion.



Shri N. Sreedhar, Executive Director, HEPC, at NESHILP Stall at Bharat Tex 2026.



Sri.Varun Chaudhry, Hon'ble Member of Parliament from Ambala, Haryana, visited NEDFi Haat on the 8th of January 2026



Ms Carita Cruz , Ms. Virve Kallioniemi-Chambers , Ms. Ulla-Maija Knuutti and Ms. Essi Ryymin from Häme University of Applied Sciences (HAMK), Finland at NEDFi Haat

BUSINESS MEETS



Arunachal Pradesh



Assam



Manipur



Meghalaya



Mizoram



Nagaland



Sikkim



Tripura

AWARDS



NEDFi received the prestigious North East Best Employer Brand Award 2026, presented on 26th February 2026. Endorsed by CHRO Asia and certified by the World Federation of HR Professionals, the award highlights excellence in HR strategy, employee engagement, and workplace culture.



Governor's Best Entrepreneur & AMEA's outstanding Award to NEDFi on 23rd September, 2025 at Imphal, Manipur

CORPORATE EVENTS

NEDFi GUEST



HE Mr. Didier Vanderhasseit Ambassador of Belgium visited NEDFi HO, Guwahati on 9th June 2026.



Dr. Andrew Fleming, British Deputy High Commissioner (East & North-East), Kolkata visited NEDFi on 15th September, 2026 along with the members of UK Infrastructure Delegation team.

CMD VISIT



CMD, NEDFi, Addressing IAS trainees at IIE on Translating Entrepreneurial Insights into Governance & Public Service Delivery



Shri Rama Mohan Rao Amara, Managing Director, State Bank of India

ENVIRONMENT DAY



INTERNATIONAL WOMEN'S DAY

NEDFi celebrated International Women's Day with two inspiring women Smt Nandita Hazarika Former Additional Secretary & State Mission Director of ASRLM & Smt Sanjana Baruah a shooter, coach & trailblazer from Assam who was the first Indian Jury Member for shooting at the Paralympic Games



INTERNATIONAL YOGA DAY

NEDFi observed the international Day of Yoga with the employees and specially abled children participating from Trishoolin Yoga Centre on 21st June 2026 on the theme "Yoga for Healthy Ageing"



VIGILANCE AWARENESS WEEK

HEAD OFFICE



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



Slogan competition at Head Office, Guwahati, Assam – Prize Distribution Ceremony

BRANCH OFFICES



Itanagar Branch



Imphal Branch



Aizawl Branch



Shillong Branch



Kohima Branch



Namchi Branch



Agartala Branch

NEDFi BRANCH CONCLAVE 2025



NEDFi organized Branch Conclave 2025 on 21 November 2025 at Thenzawl, Mizoram

OTHER EVENTS



NEDFi celebrated the National Sports Day event from 28th August to 1st September 2026.



NEDFi along with a local NGO Tani Shankar Society participated at the "Ziro Festival 2025". The program was graced by Shri Jyotiraditya M. Scindia, Hon'ble Union Minister of M-DoNER and Communications.



Interactive Workshop on SME organised jointly by NEDFi and National Stock Exchange (NSE) at the NEDFi House, Guwahati on 27th August 2026.



The Guwahati Run 5.0, organized by the Indian Fitness Community of Sarusajai Stadium on 28 December 2025 powered by NEEPCO, NTPC & NEDFi.



NEDFi organized the Pre-Bhogali Mela from 11th -14th April 2026 at NEDFi Haat, Rupnagar. It featured 130 stalls that showcased the rich heritage of Assam, ranging from traditional crafts to delicious local food.



NEDFi observed the 77th Republic Day with the National Flag being unfurled by the CMD, followed by felicitation of Smt. Dipali Deka Barman & Smt. Sushmita Kuwar Deka, spouses of late Baikuntha Barman & late Hemanta Deka of Indian Army for their heroic contribution to the country.



Department of Apparel and Textile Science, College of Community Science, Assam Agricultural University, Jorhat, organised a National Conclave on "Empowering India's Youth on Sustainable Innovation and Future-Ready Skills in Textiles for Livelihood Resiliency". Sponsored by NEC, Shillong, Gol, this event was held on 12th – 13th February 2026 at Assam Agricultural University, Jorhat.



NEDFi formally launched the SARAL (Simplified Access to Regulatory Approvals & Licenses) Portal in the presence of the Secretary, NEC and Jt. Secretary, MDoNER. Conceived & funded by NEC under the Ministry of DoNER the SARAL Portal is a one-stop compliance support for entrepreneurs.



Shri PVSLN Murty, CMD, NEDFi, attended the valedictory function of skill development program in presence of Shri Tongbram Robindro Singh MLA, in Imphal Manipur, under the CSR initiative.



NEDFi facilitated the participation of outstanding artisans, sportspersons, entrepreneurs and other achievers from the North East as Special Guests at the Republic Day Ceremony 2026 at New Delhi on behalf of Ministry of DoNER.



NEDFi participated in Fostering Entrepreneurial Ties: North East Meets Tamil Nadu, on 27 February 2026 at Chennai, highlighting investment opportunities in the North East and exploring business collaborations with Tamil Nadu entrepreneurs.



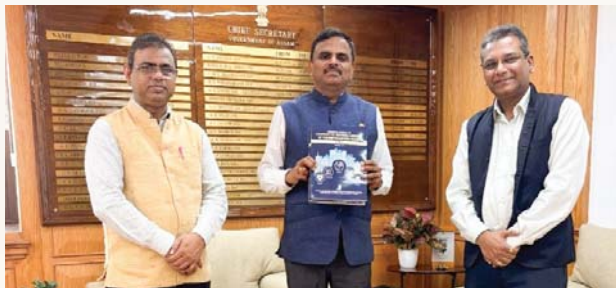
NEDFi won DSP Cricket Cup 2026.



Shri PVSLN Murty, CMD-NEDFi, Shri Swarup Lahiri, DGM-RBI, Guwahati and Smt. Naliniprava Tripathy, Director in-charge- IIM Shillong participated in the Round Table on Empowering North East India organized jointly by Dr. APJ Abdul Kalam Centre for Policy Research and Analysis, IIM Shillong at NEDFi House, Guwahati.



Cheques were distributed by Shri Satinder Kr Bhalla Secretary NEC to micro businesses of NEDFi, funds from MDoNER, & interactions were made with NEDFi Funded startups showcasing their products and services at the event.



Dr. Ravi Kota, IAS Chief Secretary, Assam releasing NEDFi Databank Journal on Comparative Sectoral Analysis of North Eastern Region.



Release of NEDFi Databank Journal on Sectoral Performance of Assam Districts by Shri Niraj Kumar, Joint Secretary, M-DoNER in presence of Shri PVSLN Murty, CMD, NEDFi, Smt. Nandita Hazarika, Shri Bibekananda Acharya, Shri Anoop Kumar, Shri Kaushik Sinha, Board of Directors and Senior Officials of NEDFi.



MoU signed on 6th July 2026 between NEDFi and NEST Cluster IIT, Guwahati.



Distribution of relief materials by NEDFi at flood affected areas in Sivasagar

NEDFi ROAD



Shri PVSLN Murty, CMD NEDFi formally inaugurated NEDFi Road in March 2026 at University of Science and Technology, Meghalaya (USTM) campus located within the PA Sangma International Medical College and Hospital area. The road was named to honor the financial support and partnership provided by NEDFi for healthcare infrastructure development.

DIRECTORS' REPORT

The Directors of your Corporation have the pleasure in presenting their 31st Annual Report together with the Audited Statement of Accounts for the financial year ended March 31, 2026 (FY 26).

FINANCIAL REVIEW

The Standalone financial results for the year are highlighted below:

Rs. in Crore

Financial Year	2025-26	2024-25
Authorised Capital	500.00	500.00
Paid up Capital	100.00	100.00
Net worth	1262.52	1180.81
Loan Outstanding	2269.05	2019.50
Capital to Risk (Weighted) Assets Ratio (CRAR) (%)	52.10	53.49
Working Results	2025-26	2024-25
Gross Income	270.82	259.42
Interest Income	214.94	195.89
Non-Interest Income	55.88	63.53
Gross Expenditure	143.05	130.66
Profit Before Tax	127.77	128.75
Tax Expenses	35.54	32.74
Profit After Tax	92.23	96.01
Earning per share (in Rs.)	9.00	9.59

The Consolidated financial results for the year are highlighted below:

Rs. in Crore

Financial Year	2025-26	2024-25
Total Income	273.49	261.94
Total Expenses	145.09	133.50
Profit Before Tax	128.40	128.44
Tax Expense	35.70	32.83
Profit After Tax	92.70	95.60
Earnings Per Share (in Rs.)	9.05	9.54

PERFORMANCE OF THE CORPORATION

During the year under review, NEDFi's sanction and disbursement were Rs. 977.42 crore and Rs. 782.93 crore against the previous year's figure of Rs. 882.98 crore and Rs. 699.74 crore respectively.

As on March 31, 2026, the Corporation had extended financial assistance to 34,327 projects with cumulative sanction & disbursement of Rs. 10,091.80 crore and Rs. 7,830.36 crore respectively. The loan outstanding increased year-on-year by 12.35% to Rs. 2,269.05 crore against Rs. 2019.50 crore in the previous year. The net worth of the Corporation increased by 6.92% to Rs. 1,262.52 crore from Rs. 1,180.81 crore.

The gross income of the Corporation increased to Rs. 270.82 crore compared to Rs. 259.42 crore in the previous year. Interest income rose to Rs. 214.94 crore from Rs. 195.89 crore, while non-interest income declined to Rs. 55.88 crore from Rs. 63.53 crore. Gross expenditure increased to Rs. 143.05 crore compared to Rs. 130.66 crore in the previous year, primarily due to higher finance costs and provisions. Consequently, profit before tax stood at Rs. 127.77 crore, compared to Rs. 128.75 crore, while profit after tax was Rs. 92.23 crore from Rs. 96.01 crore.

As on March 31, 2026, the Gross NPAs of the Corporation declined to 1.71% from 1.88% in the previous financial year, while the Net NPAs stood at 0.90%, compared to 0.69% in the previous year. In absolute terms, Gross NPAs stood at Rs. 38.74 crore and Net NPAs at Rs. 20.20 crore, as against Rs. 37.96 crore and Rs. 13.84 crore, respectively, in the previous year. The Capital Adequacy Ratio was 52.10% against 53.49% 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 following the Expected Credit Loss (ECL) model.

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, 2026:

Amount transferred to	Rs. in Crore
Statutory Reserve	18.45
Special Reserve	17.27

MICRO CREDIT

NEDFi Micro Finance Scheme: “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. 26.10 crore and disbursed Rs. 32.60 crore under the Scheme. As on March 31, 2026, the cumulative sanction and disbursement, under the scheme stood at Rs. 1,109.11 crore and Rs. 1,105.67 crore respectively, which touched the lives of about ten lakh beneficiaries. More than 90% of the beneficiaries under the Scheme are women, which has enabled them to improve their economic status.

NEDFi Micro Lending Scheme: “NEDFi Micro Lending Scheme” was launched, to provide financial assistance directly to micro-borrowers through Business Correspondents (BC Model), for setting-up or expanding their income generating activities at affordable interest rates. The Scheme is a commendable initiative that bridges the gap for grassroots beneficiaries whose growing financial needs exceed the lending limits of MFIs, while reducing their dependence on high-cost, informal sources of credit. By offering collateral-free loans, the Scheme not only facilitates access to affordable credit but also eliminates logistical barriers, exemplifying NEDFi’s commitment to promoting equitable access to finance and fostering economic development of its beneficiaries.

During the period, the Corporation extended financial assistance of Rs. 67.01 crore to 6,501 borrowers under the Scheme. As on March 31, 2026, an amount of Rs. 233.83 crore was extended to 20,991 beneficiaries under the Scheme.

PROMOTIONAL & DEVELOPMENTAL ACTIVITIES

For development of the Micro & Small Enterprises

(MSE) and Microfinance segment the Corporation has undertaken 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 towards entrepreneurship development: -

- **Business Meets:** NEDFi organises business meets across the North Eastern States to disseminate information on its various schemes and programmes and to create awareness among prospective entrepreneurs. During the year, 13 business meets were organised, with the participation of 589 first-generation entrepreneurs.
- **Business Facilitation Centre:** NEDFi’s Business Facilitation Centres across all the NE States provide mentoring & handholding support to first generation entrepreneurs in areas on managerial, technical, financial, commercial & marketing, preparation of project reports and credit linkages. During the year, 697 first generation entrepreneurs were provided mentoring services through the Corporation’s BFCs, of whom 260 entrepreneurs were facilitated with credit linkages.
- **Capacity building programmes:** NEDFi supports Microfinance Institutions (MFIs) by through capacity-building programmes covering areas such as risk management, operations management, systems & 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 52 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 16 training programmes, where 1,291 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 4,525 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, 2026, 129 studies were completed and 20 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 in the region, 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. 362.28 crore was released under various Central Subsidy Schemes. The details of disbursement under various Schemes are given below.

Rs. in Crore

Scheme	FY 2024-25	FY 2025-26	Cumulative as on 31.03.2026
Transport Subsidy Scheme	6.54	0.28	4,440.02
Central Capital Investment Subsidy Scheme	46.22	27.53	3,191.96
Central Interest Subsidy Scheme	8.49	20.57	554.97
Central Comprehensive Insurance Subsidy Scheme	20.30	32.93	198.34
Freight Subsidy Scheme	107.34	30.64	1,081.77
Central Capital Investment Incentive for Access to Credit	307.60	151.18	934.47
Central Interest Incentive	-	5.06	5.06
Central Comprehensive Insurance Incentive	-	0.31	0.31
GST Reimbursement Incentive	54.80	23.82	78.62
Income Tax Re-imbursement	-	58.38	58.38
UNNATI	-	11.58	11.58
Total	551.29	362.28	10555.48

Central Nodal Agency: 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.

In addition, the Ministry has also entrusted NEDFi with the role of 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 the 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, bridge and watershed management projects under the PMGSY Scheme, the PMAY scheme, RKVY Scheme, PMKSY 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 Preparation of Vision Document for Viksit Assam @2047, Technical Assistance and Support Unit (TASU) for Implementation of Schemes of the Department of Tribal Affairs (Plain), Field level

Technical Support Unit (FTSU) for monitoring of MDoNER & NEC schemes in NER, Enterprise designs and capacity building of SHG women under MMUA in ASRLM's five NRETP districts Assam, Assessment of Bamboo Resources in AP, Nagaland & Mizoram, Conducting livelihood enhancement training on bamboo handicraft making for community members in selected BMC areas in Assam, preparation of the NEC Yearbook 2026, and studies on Mizoram Urbanization Plan, Prospects of Rural Tourism in Mizoram & Status of Investment by Private Sectors in tourism in Mizoram, A Study on CSR interventions and Success Stories of CPSEs in NER.

During the year, the total order booked in Advisory & Consultancy Services was Rs. 24.45 Crore.

HRD INITIATIVES

During the year, the Corporation continued to strengthen its human resource capabilities through a comprehensive range of training and capacity-building initiatives. Employees participated in programmes covering credit risk management, credit appraisal, NPA management, project finance, public procurement, risk management, cyber security, banking and finance laws, labour codes, regulatory compliance, reservation policies and workplace ethics, including Prevention of Sexual Harassment (POSH). Special emphasis was placed on leadership development through the CLIMB and IGNITE Leadership Development Programmes, while executive development programmes were conducted for Sr. Office Assistants and branch office personnel. The Corporation also promoted employee well-being through yoga classes and encouraged continuous learning through programmes conducted by premier institutions such as CRISIL, NIBM, IIBM, ASCI, IIBF, ISTM, ICAI and ICSI. In addition, the Corporation adopted a proactive approach to human resource management through implementing timely promotions, job rotations, transfers and realignment of reporting structures, thereby fostering professional growth, enhancing organizational effectiveness and developing a skilled, motivated and future-ready workforce aligned with its strategic objectives.

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 & other events on a commercial basis. During the period, a total of 100 events were held at the Centre.

NER DATABANK

The Corporation maintains the NER Databank, a comprehensive web-based portal that serves as a single-point repository of information on the North Eastern Region across a wide range of sectors. The portal is regularly updated with the latest statistical data, reports and publications and can be accessed at <https://databank.NEDFi.com>.

NEDFi DATABANK JOURNAL

The Corporation publishes the “NEDFi Databank Journal”, which provides comprehensive sectoral data and information on the NE states. The Journal aims to provide updated, reliable and consolidated information at a single point of reference to facilitate informed investment decisions in the region. It also serves as a useful resource for researchers, students, policymakers and business professionals.

NER DATABANK E-COMMERCE PLATFORM

To enhance public access to its publications, the Corporation operates the NER Databank Online e-commerce platform, enabling users to browse and purchase the NEDFi publications. The platform provides convenient online access to a wide range of reports, statistical handbooks and other knowledge products published by the Corporation. It can be accessed at <https://nerdatabankonline.com>.

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.

CHANGES IN SHARE CAPITAL

During the year there was no change in share capital. However, Industrial Finance Corporation of India (IFCI) transferred its 1,00,00,000 equity shareholding in NEDFi to National Bank of Agriculture and Rural Development (NABARD) by floating Request For Proposal (RFP).

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.

2. 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 empower women undertaken initiative for promotion of entrepreneurship and also to reduce inequalities in the society.
- 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.

3. Highlights of CSR initiatives of the Corporation during the FY 2025-26

- Conducted skill upgradation training programmes on Multi-Crafts and Water Hyacinth Crafts at the NEDFi Crafts Incubation Centre (CIC), Khetri, to promote sustainable livelihoods and encourage value addition through eco-friendly craft production.
- Implemented a Sample Development Programme on Handloom at Kulpui, Saipung, Meghalaya.
- Implemented the Mulberry Silk Production Cluster Development Project at Sipajhar in Darrang district, Assam.
- Organised Capacity Building and Vocational Training Programmes for Beauticians at Jalukbari, Kamrup (Metro), Assam and Champhai, Mizoram.
- Conducted a Vocational Training Programme on Machine Operator – CNC Milling in collaboration with CIPET, Imphal, Manipur.
- Conducted a skill development training programme for 20 youth from Manipur in the tourism and hospitality sector, with execution support from the Social Amelioration Society, Imphal, Manipur.
- Undertook an initiative to create awareness about Government Welfare and Social Security

Schemes among Tea Tribe and Adivasi communities at Mariani, Jorhat district, Assam, in association with the Council for Social and Digital Development (CSDD).

- Initiated measures to empower women by promoting entrepreneurship and reducing socio-economic inequalities through the establishment of two Cluster-level Udyamita Centres at Namsai, Arunachal Pradesh.
- Provided market linkages for artisan products of the North Eastern Region through showrooms located at NEDFi Haat, Guwahati; IEML, Greater Noida; Craft Gallery at Dispur and Panbazar; and Mahabalipuram, Tamil Nadu, under NESHILP, a society promoted by NEDFi.
- Provided nutritional support to 1,000 TB patients under the Pradhan Mantri TB Mukta Bharat Abhiyaan (PMTBMBA).
- Supported the construction of a hospital building at Serchhip district, Mizoram.

4. Composition of the CSR Committee:

A. Board Level Committee as on 31st March 2026

Sl. No.	Name	Designation
1	Sri P.V.S.L.N. Murty	Chairman and Managing Director
2	Smt. N. Hazarika	Non-Executive Women Director
3	Sri B. Acharya	Non-Executive Non-Independent Director
4	Sri P. Bose	Non-Executive Non-Independent Director
5	Sri A. Kumar	Non-Executive Independent Director
6	Sri K. Sinha	Non-Executive Independent Director

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

C. 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.

a) https://www.NEDFi.com/wp-content/uploads/2021/08/New_CSR_Policy.pdf

b) <https://www.NEDFi.com/csr-activities>

5. 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**

6. CSR Obligation and Related Financial Details for the year:

Sl No	Particulars	Amount (Rs. lakh)
a)	Average net profit of the Company as per sub-section (5) of Section 135	12,788.60
b)	Two percent (2%) of the average net profit of the Company as per sub-section (5) of Section 135	255.77
c)	Surplus arising out of the CSR projects, programmes or activities of the previous financial years	Nil

d)	Amount required to be set off for the financial year, if any	Nil
e)	Total CSR obligation for the financial year {(b) + (c) – (d)}	255.77

7. Details of CSR spent during FY 2025-26

(a) Amount spent on CSR Projects (both ongoing projects and other than ongoing projects): **Rs. 264.50 Lakh**

(b) Manner in which the amount spent during the financial year is detailed below.

Rs. in Lakhs

Sl. No.	Head of expenditure	Amount
1	Capacity Building Programmes	67.50
2	Marketing Support: Showrooms & Exhibitions	122.39
3	Promoting Health Care, including preventive health	51.61
4	Miscellaneous and Contingency	23.00
	Grand Total	264.50

CSR PROJECTS:

Rs. in Lakhs

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		
A	Capacity Building	Livelihood Enhancement	Assam	Baksa	7.43	7.43	Nil	7.43	NESHILP
				Kamrup	5.26	5.26	Nil	5.26	NESHILP
				Kamrup (Metro)	1.16	1.16	Nil	1.16	Ali Father and Sons
				Darrang	3.99	3.99	Nil	3.99	GRMD Foundation
				Kamrup (Metro)	2.50	2.50	Nil	2.50	Shishu Sarothi
				Kamrup (Metro)	1.00	1.00	Nil	1.00	Projonma
				Nogaon	2.00	2.00	Nil	2.00	Direct
				Golaghat	3.50	3.50	Nil	3.50	Rongali Aidew
				Jorhat	8.64	8.64	Nil	8.64	Council for Social & Digital Development
				Darrang	7.30	7.30	Nil	7.30	SATRA

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		
	Capacity Building		Arunachal Pradesh	Namsai	7.77	7.77	Nil	7.77	Council for Social & Digital Development
			Manipur	Imphal	4.95	4.95	Nil	4.95	CIPET
				Imphal	6.30	6.30	Nil	6.30	Social Amelioration Society
			Meghalaya	Jaintia Hills	1.10	1.10	Nil	1.10	NESHILP
			Mizoram	Champhai	1.16	1.16	Nil	1.16	Direct
			Nagaland	Peren	2.50	2.50	Nil	2.50	Prodigal Home
			Sub Total (A)		67.50	67.50	Nil	67.50	
B	Marketing Support: Showroom & Exhibition	Livelihood Enhancement	Pan North East	Pan North East	122.39	122.39	Nil	122.39	Direct
			Sub Total (B)		122.39	122.39	Nil	122.39	
C	Promoting HealthCare including preventive Health	Health	Assam	Tamulpur	3.68	3.68	Nil	3.68	Gramya Vikash Mancha
			Assam	Kamrup (R)	1.14	1.14	Nil	1.14	Gramya Vikash Mancha
			Arunachal Pradesh	Papumpare	2.49	2.49	Nil	2.49	Avenue for Joy Foundation
			Meghalaya	West Jaintia Hills	3.38	3.38	Nil	3.38	Direct
			Mizoram	Aizawl	2.31	2.31	Nil	2.31	Direct
				Lunglei	1.24	1.24	Nil	1.24	
				Champhai	1.24	1.24	Nil	1.24	
			Nagaland	Mon	1.00	1.00	Nil	1.00	Asian Development Foundation
				Kohima	2.62	2.62	Nil	2.62	Direct
			Sikkim	Gangtok	4.77	4.77	Nil	4.77	Direct
			Tripura	Gomti	3.23	3.23	Nil	3.23	Direct
				North Tripura	2.08	2.08	Nil	2.08	
			Assam	Morigaon & Nogaon	10.00	10.00	Nil	10.00	Seva Bharati Purbanchal
			Mizoram	Serchhip	12.39	12.39	Nil	12.39	Chief Minister's Charitable Trust
			Sub Total (D)		51.61	51.61	Nil	51.61	
D	Miscellaneous and Contingencies		Assam	Dima Hasao	8.97	8.97	Nil	8.97	Uttar Purbanchal Janajati Seva Samity

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		
			Assam	Kamrup (M)	5.44	5.44	Nil	5.44	Direct
			Assam	Kamrup(M)	8.58	8.58	Nil	8.58	Direct
			Sub Total (D)		23.00	23.00	Nil	23.00	
			Grand Total (A+B+C+D)		264.50	264.50	Nil	264.50	

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 FY26. 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, 2026 is annexed herewith.

SECRETARIAL AUDITOR AND AUDIT REPORT

M/s Pravin Chhajer & Associates, Practicing Company Secretaries, Guwahati, having Membership No. 25787 and COP No. 9231, were appointed by the Board to conduct the Secretarial Audit of the Company for FY26. 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, 2026 is annexed herewith.

DIVIDEND

The Board of Directors of your company is pleased to recommend a dividend of 7% 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 6 (Six) Directors; of which 5 (Five) are Non-Executive Directors and 1 (one) Whole Time Director. The following table sets out the composition of the Committee as on March 31, 2026. The Chairman is elected among the members.

Name of the Director	Position held in the Committee	Category of the Director
Sri B. Acharya	Member	Non-Executive Non-Independent Director
Sri A. Kumar	Member	Non-Executive Independent Director
Sri U. Tashi	Member	Non-Executive Non-Independent Director
Smt. N. Hazarika	Member	Non-Executive Woman Director
Sri K Sinha	Member	Non-Executive Independent Director
Sri PVSLN 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 26, the Board of Directors met 5 (Five) times viz. on 24th April 2025, 17th July 2025, 5th September 2025, 15th December 2025 and 4th February 2026.

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:

- in the preparation of the annual accounts for the financial year ended 31st March, 2026, the applicable accounting standards has been followed along with proper explanation relating to material departures.
- the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent to give a true and fair view of the state of affairs of the Company as at 31st March, 2026 and of the profit and loss of the Corporation for that period.
- the Directors have 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 & other irregularities.
- the Directors have prepared the annual accounts on a going concern basis; and

- (v) the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are 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 and bring specific competencies relevant to the Company's business & operations. The Board found the performances

of all the Directors quite satisfactory.

The Board also noted that the reference and composition of the Committees are clearly defined. The Committees have 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 start-ups from the North Eastern Region, the Corporation 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 respectively. 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 & technologies and innovative business models. NEVF aims to fill the equity-gap faced by the start-up entrepreneurs of the region. As on March 31, 2026, the Fund provided, in-principle, commitment (sanction) of almost Rs. 100 crore to 70 start-ups.

Manipur Start-up Venture Fund (MSVF)

Backed by the success of NEVF, NEDFi has collaborated with the Government of Manipur to launch Manipur Start-up Venture Fund (MSVF), a Fund dedicated to the start-ups from the State of Manipur. The Fund has a corpus of Rs. 30 crore and in operational since August 2024. Under the Fund, 9 start-ups have received, in-principle, investment commitment (sanction) of Rs. 8.35 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 corpus of Rs. 35 crore and in operational since October 2023. Since its inception, the Fund has provided, in principle, commitment (sanction) of Rs. 25.30 crore to 6 start-ups.

The financial performance of NVCL & NTL during the financial year 2025-26 is given below.

Rs. in Lakhs

PARTICULARS	NVCL	NTL
Total Income	258.69	8.82
Total Expenditure	203.22	0.88
Profit before tax	55.47	7.94
Tax expense	13.97	2.00
Profit for the year	41.49	5.94
Earnings per share (Rs.)	82.99	11.88

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) of 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 etc. 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 09 (nine) Directors, of which all, except one, were Non-Executive Directors. In the last Annual General Meeting held on 26th September, 2025, none of the Directors retired by rotation.

Since the last Annual General Meeting, Sri P. Bose (DIN:11197785), Chief General Manager SBI has been appointed in place of Sri S. Radhakrishnan

(DIN:10707454), Chief General Manager, SBI with effect from 16th July, 2025 and relinquished his office on 29th May 2026. Sri Atul Rathi (DIN : 11850808), Chief General Manager, SBI has been appointed in place of Sri P. Bose with effect from 31/07/2026 and will hold office upto the date of ensuing Annual General Meeting of the Company.

Sri D.P. Wahlang, IAS, (DIN:02600478) Chief Secretary, Meghalaya relinquished his office as Director on 15th December 2025. The Board placed on record its appreciation of the services by him during his tenure at NEDFi.

Sri Manish Kumar Gupta IAS (DIN: 01135912) Chief Secretary, Arunachal Pradesh has been appointed as Additional Director of NEDFi with effect from 03rd April 2026 and will hold office upto date of ensuing Annual General Meeting of the Company.

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, 14 (fourteen) 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, 19 (nineteen) Corporate Credit Committee (I), 37 (thirty-seven) Corporate Credit Committee (II) and 149 (one hundred forty-nine) Branch Credit Committee meetings were held.

DECLARATION BY INDEPENDENT DIRECTORS

All the Independent Directors duly appointed by the Corporation have given 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 31st March, 2026.

Name of the Director	Position held in the Committee	Category of the Director
Sri K. Sinha	Member	Non-Executive Independent Director
Sri B. Acharya	Member	Non-Executive Non-Independent Director
Smt. N. Hazarika	Member	Non-Executive Woman Director
Sri A. Kumar	Member	Non-Executive Independent Director
Sri P. Bose	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, 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 has laid down a set of standards, processes and structures which enables it to implement internal financial control across the Corporation and ensure that the same is 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 place on record their sincere gratitude to the promoters of the Corporation,

namely IDBI Bank, SBI, LIC, SIDBI, ICICI Bank, NABARD, SUUTI, GIC and its subsidiaries, and IFCI, for their continued support and encouragement since its inception. The Corporation is also indebted to the Office of the Hon'ble 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 in the region for the invaluable support it has received from them. NEDFi has immensely benefited from their continued support and guidance in fulfilling its mandate and contributing to the development of the North Eastern Region. The Board also places on record its appreciation for the dedication, commitment and untiring efforts of the employees of the Corporation, whose contribution has been instrumental in its sustained growth and progress.

By Order of the Board



PVSLN Murty
Chairman & Managing Director
DIN: 07355708

Place: Guwahati
Dated: 07/09/2026

MANAGEMENT'S DISCUSSION & ANALYSIS

MACRO-ECONOMIC ENVIRONMENT DURING FINANCIAL YEAR 2025-26 (FY 26)

The financial year 2025-26 (FY 26) was marked by moderate but resilient global economic growth, declining inflation and gradually improving financial conditions. However, persistent geopolitical tensions, trade uncertainties and structural economic challenges continued to constrain growth prospects. Emerging economies remained the primary contributors to global expansion, while policymakers worldwide focused on maintaining macroeconomic stability, fostering investment and strengthening resilience against external shocks.

Against this backdrop, the Indian economy demonstrated strong resilience and sustained growth momentum during FY26, remaining the fastest-growing major economy. India's actual real GDP growth for the FY26 was 7.7%, which is slightly higher than the 7.6% forecasted in the MoSPI's Second Advance Estimates. Macroeconomic fundamentals remained resilient, with moderating inflation, a stable external sector and continued fiscal consolidation. MSMEs continued to be a key pillar of the economy, contributing significantly to employment, manufacturing, exports and entrepreneurship, with policy support, improved access to formal finance and digital adoption further strengthening the MSME ecosystem.

The Indian banking sector demonstrated strong financial stability during FY26, supported by improving asset quality, robust capital positions and sustained credit growth. The sector continued to strengthen during FY 26, with the asset quality of scheduled commercial banks improving further. The GNPA declined to 1.73% in March 2026 from 2.22% a year earlier, while the NNPA fell to a record-low 0.40%. The capital position remained robust, with the CRAR at 17.68%. Credit growth regained momentum, with bank credit expanding by 13.8% year-on-year by mid-March 2026, supported by sustained demand across retail, services, industry and MSMEs.

ECONOMIC ENVIRONMENT IN THE NORTH-EAST DURING THE FINANCIAL YEAR 2025-26 (FY 26)

The economic environment in the North-Eastern Region (NER) during FY26 remained positive, supported by sustained public investment, infrastructure development, improving connectivity and policy initiatives aimed at accelerating regional economic integration. Investments in road, rail, air, waterways and digital infrastructure have progressively reduced geographic isolation and strengthened the Region's linkages with national and international markets, creating greater opportunities for trade, tourism, investment and entrepreneurship. The Region also continued to gain strategic importance under the Act East Policy, with growing emphasis on cross-border connectivity, logistics, energy and integration with Southeast Asian markets. The banking sector continued to play an important role in supporting regional economic activity and financial inclusion. Credit delivery expanded across key sectors, while Regional Rural Banks continued to provide significant support to rural and underserved communities. The expansion of digital banking infrastructure and continued emphasis on priority sector lending further strengthened access to finance for agriculture, MSMEs, micro-enterprises and other priority segments. Overall, improving connectivity, sustained public investment, expanding financial access and supportive policy initiatives are creating a more conducive environment for enterprise development, private investment and sustainable economic growth across the NER.

PERFORMANCE OF THE CORPORATION DURING FINANCIAL YEAR 2025-26 (FY 26)

During FY26, NEDFi experienced significant growth across key operational parameters, including sanction, disbursement, assistance to the micro and small enterprises segment, loan outstanding, facilitation of private capital investments, etc. The Corporation sanctioned Rs. 977.42 crore, against the previous year's figure of Rs. 882.98 crore. As on March 31, 2026, the Corporation had extended financial assistance to 34,327 projects with

cumulative sanction of Rs. 10,091.80 crore. The loan outstanding was Rs. 2,269.05 crore against Rs. 2019.50 crore in the previous year. The gross income of the Corporation was Rs. 270.82 crore from Rs. 259.42 crore in the previous year. Gross expenditure rose to Rs.143.05 crore compared to Rs. 130.66 crore in the previous year and profit before tax was Rs.127.77 crore from Rs.128.75 crore, while profit after tax was Rs. 92.23 crore from Rs. 96.01 crore. The GNPA's of the Corporation was 1.71% from 1.88% in the previous year, while the NNPA's was 0.90% from 0.69%.

MACRO-ECONOMIC OUTLOOK FOR FINANCIAL YEAR 2026-27 (FY 27)

The macro-economic outlook for FY 27 remains broadly positive, supported by strong domestic fundamentals, healthy investment activity and continued policy support, although global uncertainties have increased following geopolitical developments in West Asia. According to the Reserve Bank of India (RBI), real GDP growth for FY27 is projected at 6.9%, reflecting continued economic resilience despite external headwinds arising from elevated commodity prices, supply chain disruptions and volatility in global financial markets. The North-Eastern region of India is also expected to witness accelerated economic growth during FY27, building upon the momentum generated through sustained public investment and policy support in recent years. The Government's Act East Policy, enhanced infrastructure spending and focused regional development programmes continue to position the North-East as a key growth frontier and strategic gateway to Southeast Asia.

Overall, the North-East market outlook for FY 27 is characterised by strong growth potential, increasing investment activity and expanding financial opportunities. The region is poised to emerge as a dynamic and strategically important contributor to India's economic growth, supported by sustained reforms, infrastructure development and growing integration with regional and global markets.

OUTLOOK FOR THE CORPORATION FOR FINANCIAL YEAR 2026-27 (FY 27)

NEDFi aims to sustain its growth momentum in

FY 27 through enhanced credit delivery, sectoral diversification, wider regional outreach and technology-driven transformation.

Going forward, the Corporation will remain focused on sustainable growth, wider outreach and inclusive development across the Region. NEDFi will expand its presence across States and sectors, strengthen marketing efforts, credit delivery, develop flexible product offerings, deepen support for MSMEs, microfinance and first-generation entrepreneurs through timely financial assistance, mentoring, as well as capacity-building initiatives.

Technology and operational efficiency will remain key priorities, with continued investment in MIS, digital systems and paperless processes, alongside stronger credit monitoring, recovery, risk management and internal controls. NEDFi will also continue to leverage our CSR initiatives to promote skill development and self-employment among rural youth, contributing to inclusive growth across the Region.

As India advances towards the vision of Viksit Bharat, the North Eastern Region will play an important role in the country's growth journey. The Corporation remains committed to supporting this journey by expanding access to finance, fostering entrepreneurship, strengthening livelihoods and enabling inclusive & sustainable development across the Region. Looking ahead, NEDFi will continue to grow with the North East, fostering new opportunities, supporting the Region's aspirations, while contributing to India's broader development goals.

SAFE HARBOUR

This document contains certain forward-looking statements based on the current expectations of NEDFi's management. Actual outcomes may differ materially due to a range of risks and uncertainties. These include, inter alia, changes in economic and political conditions within the region and across the country, volatility in interest rates and financial markets, and the impact of evolving regulations and government policies that may affect NEDFi's operations and its ability to execute its strategic objectives. NEDFi undertakes no obligation to update or revise any forward-looking statements to reflect subsequent developments or circumstances.

BOARD MEETING ATTENDANCE FOR THE FINANCIAL YEAR 2025-26

Sl. No.	NAME OF DIRECTOR	148 th meeting dated 25-04-2025	149 th meeting dated 17-07-2025	150 th meeting dated 05-09-2025	151 st meeting dated 15-12-2025	152 nd meeting dated 04-02-2026
1	Sri PVSLN Murty	Present	Present	Present	Present	Present
2	Sri Niraj Kumar, MDONER	Present	Present	Present	Present	Present
3	Sri Ugen Tashi, IDBI Bank	Present	Present	Present	Present	Present
4	Sri Acharya B., LICl	Present	Present	Present	Present	Present
5	Sri K. Sinha, Independent Director	Present	Present	Present	Present	Present
6	Sri A. Kumar, Independent Director	Present	Present	Present	Present	Present
7	Smt. N. Hazarika, Woman Director	Present	Present	No	Present	Present
8	Dr. R. Kota, IAS, Chief Secretary Assam	No	Present	No	No	Present
9	Sri D.P. Wahlang, IAS, Chief Secretary, Meghalaya	No	No	No	--	--
10	Sri S. Radhakrishnan, SBI	No	--	--	--	--
11	Sri P. Bose, SBI	--	Present	Present	No	Present

SANCTIONING COMMITTEE MEETING ATTENDANCE FOR THE FINANCIAL YEAR 2025-26

Sl. No.	Name of Director	197 th meeting dated 08-05-2025	198 th meeting dated 09-06-2025	199 th meeting dated 30-06-2025	200 th meeting dated 31-07-2025	201 st meeting dated 08-08-2025	202 nd meeting dated 19-09-2025	203 rd meeting dated 30-10-2025
1	Sri PVSLN Murty	Present	Present	Present	Present	Present	Present	Present
2	Sri Ugen Tashi, IDBI Bank	Present	Present	Present	No	Present	No	Present
3	Sri Acharya B., LICl	Present	Present	Present	Present	Present	Present	Present
4	Sri K. Sinha, Independent Director	Present	Present	Present	Present	Present	Present	Present
5	Sri A. Kumar, Independent Director	Present	Present	Present	Present	Present	Present	Present

Sl. No.	Name of Director	204 th meeting dated 18-11-2025	205 th meeting dated 08-12-2025	206 th meeting dated 23-12-2025	207 th meeting dated 19-01-2026	208 th meeting dated 19-02-2026	209 th meeting dated 19-03-2026	210 th meeting dated 28-03-2026
1	Sri PVSLN Murty,	Present	Present	Present	Present	Present	Present	Present
2	Sri Ugen Tashi, IDBI Bank	No	Present	Present	No	No	Present	No
3	Sri Acharya B, LICl	Present	Present	Present	Present	Present	Present	Present
4	Sri K. Sinha, Independent Director	Present	Present	Present	Present	Present	Present	Present
5	Sri A. Kumar, Independent Director	Present	Present	Present	Present	Present	Present	Present

AUDIT COMMITTEE MEETING ATTENDANCE FOR THE FINANCIAL YEAR 2025-26.

Sl. No.	Name of Director	92 nd meeting dated 16-07-2025	93 rd meeting dated 05-09-2025	94 th meeting dated 15-12-2025	95 th meeting dated 31-03-2026
1	Sri K. Sinha, Independent Director	Present	Present	Present	Present
2	Sri A. Kumar, Independent Director	Present	Present	Present	Present
3	Smt. N. Hazarika, Woman Director	Present	No	Present	Present
4	Sri Acharya B., LICl	Present	Present	Present	Present
5	Sri S. Radhakrishnan, SBI	No	---	---	---
6	Sri P. Bose, SBI	---	No	No	Present

CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE MEETING ATTENDANCE FOR THE FINANCIAL YEAR 2025-26.

Sl. No.	Name of Director	26 th meeting dated 15-12-2025	27 th meeting dated 31-03-2026
1	Sri PVSLN Murty	Present	Present
2	Sri P. Bose, SBI	No	Present
3	Sri Acharya B, LICl	Present	Present
4	Sri K. Sinha, Independent Director	Present	Present
5	Sri A. Kumar, Independent Director	Present	Present
6	Smt. N. Hazarika, Women Director	Present	Present

NOMINATION AND REMUNERATION COMMITTEE (NRC) MEETING ATTENDANCE FOR THE FINANCIAL YEAR 2025-26.

Sl. No.	Name of Director	30 th meeting dated 08-08- 2025	31 st meeting dated 30-10-2025	32 nd meeting dated 27 -01-2026
1	Sri PVSLN Murty	Present	Present	Present
2	Sri Ugen Tashi, IDBI Bank	Present	Present	Present
3	Sri Acharya B., LICl	Present	Present	Present
4	Sri A. Kumar, Independent Director	Present	Present	Present
5	Sri K. Sinha, Independent Director	Present	Present	Present
6	Smt. N. Hazarika, Woman Director	Present	Present	Present

RISK MANAGEMENT COMMITTEE OF THE BOARD (RMCB) MEETING ATTENDANCE FOR THE FINANCIAL YEAR 2025-26.

Sl. No.	Name of Director	22 nd meeting dated 16-07-2025	23 rd meeting dated 05-09-2025	24 th meeting dated 15-12- 2025
1.	Sri PVSLN Murty	Present	Present	Present
2.	Sri S. Radhakrishnan, SBI	No	--	--
3.	Sri P. Bose, SBI	---	No	No
4.	Sri Acharya B., LICl	Present	Present	Present
5.	Sri K. Sinha, Independent Director	Present	Present	Present
6.	Sri A. Kumar, Independent Director	Present	Present	Present
7.	Smt. N. Hazarika, Woman Director	Present	No	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 9 (Nine) 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 (presently, Chief Secretary of Assam) on rotation for a period of 2 (two) years, 1 (one) Representative from the Ministry of DoNER, 2 (two) Independent Directors and 1 (one) 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, 2026 is as under:

Name	Executive / Non – Executive / Independent	No. of Other Directorships held		No. of other committee membership held	
		Public	Private	Public	Private
Sri PVSLN Murty	Chairman & Managing Director	2	Nil	Nil	Nil
Sri Acharya B.	Non-Executive Non Independent Director	Nil	Nil	Nil	Nil
Dr. R. Kota, IAS	Non-Executive Non Independent Director	1	Nil	Nil	Nil
Sri U. Tashi	Non-Executive Non Independent Director	Nil	Nil	Nil	Nil
Smt. N. Hazarika	Woman Director	Nil	Nil	Nil	Nil
Sri K. Sinha	Independent Director	Nil	Nil	Nil	Nil
Sri N. Kumar	Non-Executive Non-Independent Director	Nil	Nil	Nil	Nil
Sri A. Kumar	Independent Director	Nil	Nil	Nil	Nil
Sri P. Bose	Non-Executive Non 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	148 th Board Meeting	25 th April 2025	10	07
2	149 th Board Meeting	17 th July 2025	10	09
3	150 th Board Meeting	5 th September 2025	10	07
4	151 st Board Meeting	15 th December 2025	09	07
5	152 nd Board Meeting	4 th February 2026	09	09

- 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 2025-26:

Sl. No.	RMCB Meeting No.	Date	Committee Strength	No. of members present
1.	22 nd RMCB Meeting	16 th July 2025	06	05
2.	23 rd RMCB Meeting	5 th September 2025	06	04
3.	24 th RMCB Meeting	15 th December 2025	06	05

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 2026 were as follows:

Sl. No.	Name of the Director & Category	Chairman / Member
1.	Sri K. Sinha, Independent Director	Member
2.	Sri Acharya B., Nominee Director of LIC of India	Member
3.	Smt. N. Hazarika, Woman Director	Member
4.	Sri P. Bose, Nominee Director of State Bank of India	Member
5.	Sri 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.	92 nd Audit Committee	16 th July 2025	05	04
2.	93 rd Audit Committee	5 th September 2025	05	03
3.	94 th Audit Committee	15 th December 2025	05	04
4.	95 th Audit Committee	31 st March 2026	05	05

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, 2026 were as follows:

Name of the Director	Position held in the Committee	Category of the Director
Sri K. Sinha	Member	Non-Executive Independent Director

Sri A. Kumar	Member	Non-Executive Independent Director
Smt. N. Hazarika	Member	Non-Executive Woman Director
Sri U. Tashi	Member	Non-Executive Non-Independent Director
Sri Acharya B.	Member	Non-Executive Non-Independent Director
Sri PVSLN 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 2025-26 are given below:

Director	Designation	Salary (Rs.)	Perquisites (Rs.)	Total (Rs.)
Sri PVSLN Murty	Chairman & Managing Director	67,11,450/-	21,98,322/-	89,09,772/-

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
2022-23	29 th September, 2023	3:00 P.M.	NEDFi House, Guwahati
2023-24	27 th September, 2024	3:00 P.M.	
2024-25	26 th September, 2025	3:00 P.M.	

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.	2,50,00,002	25%
Life Insurance Corporation of India	1,50,00,001	15%
State Bank of India	1,50,00,001	15%
National Bank of Agriculture and Rural Development	1,00,00,000	10%
ICICI Bank Ltd.	1,00,00,001	10%
Small Industries Development Bank of India	1,00,00,000	10%
Administrator of the Specified Undertaking of the Unit Trust of India	1,00,00,001	10%
General Insurance Corporation of India	10,00,000	1%
United India Insurance Co. Ltd.	10,00,000	1%
The New India Insurance Co. Ltd.	10,00,000	1%
The Oriental Insurance Co. Ltd.	10,00,000	1%
National Insurance Co. Ltd.	10,00,000	1%
Industrial Finance Corporation of India	01	--

For and on behalf of the Board of Directors



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

Chairman & Managing Director

DIN: 07355708

Place : Guwahati.

Date : 07/09/2026

REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES FOR FINANCIAL YEAR 2025-26

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 empower women undertaken initiative for promotion of entrepreneurship and also to reduce inequalities in the society.
- 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 2025-26

- Conducting Skill upgradation training programme on Multi Crafts, and Training

on Water Hyacinth Crafts at NEDFi Crafts Incubation Centre (CIC), Khetri to promote sustainable livelihoods, and encouraging value addition through eco-friendly craft production.

- The Corporation has implemented Sample Development programme on handloom at Kulpui, Saipung in Meghalaya.
- The corporation has implemented Mulberry Silk Production Cluster Development Project at Sipajhar in Darang district of Assam
- Organized Capacity Building Vocational Training Programme for beauticians at Jalukbari, Kamrup (Metro), Assam, and Champhai in Mizoram.
- The Corporation has conducted Vocational Training programme on Machine Operator-CNC Milling with CIPET, Imphal in Manipur.
- NEDFi has successfully implemented a placement-linked Skill development training programme for 20 youth from Manipur in the tourism and hospitality sector initiative with execution support from Social Amelioration Society, Imphal, Manipur.
- NEDFi has an initiative to raise awareness about government welfare and social security schemes among the Tea Tribe and Adivasi communities at Mariani in Jorhat district of Assam. The programme was implemented in association with the Council for Social and Digital Development (CSDD).
- NEDFi has undertaken an initiative to empower women by promoting entrepreneurship and reducing socio-economic inequalities through the establishment of two cluster-level

Udyamita Centres at Namsai in Arunachal Pradesh.

- 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 provided nutritional support to the 1000 nos of TB patients covering seven (7) states - Assam, Arunachal Pradesh, Meghalaya, Mizoram, Nagaland, Sikkim and Tripura under the Pradhan Mantri TB (Tuberculosis) Mukt Bharat Abhiyaan (PMTBMBA).
- The Corporation has supported for construction of hospital building at Serchhip district in Mizoram.

2. Composition of the CSR Committee:

A. Board Level Committee as on 31st March 2026

- Shri P.V.S.L.N. Murty
Chairman and Managing Director
- Smt. Nandita Hazarika - Woman Director
- Shri Archarya B - Director
- Shri P. Bose - Director
- Shri A. Kumar - Director
- Shri K. Sinha - Director

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

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.

a) https://www.NEDFi.com/wp-content/uploads/2021/08/New_CSR_Policy.pdf

b) <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

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

Rs. 12,788.60 Lakh.

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

Rs. 255.77 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. 255.77 lakh

5. (a) Amount spent on CSR Projects (both ongoing project and other then ongoing project)

: Rs. 264.50 Lakh

Details of CSR spent during the FY 2025-26

Rs. in Lakhs

Sl. No.	Head of expenditure	Amount
1	Capacity Building Programmes	67.50
2	Marketing Support: Showrooms & Exhibitions	122.39
3	Promoting Health Care, including preventive health	51.61
4	Miscellaneous and Contingency	23.00
Grand Total		264.50

CSR Project :

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		
A	Capacity Building	Livelihood Enhancement	Assam	Baksa	7.43	7.43	Nil	7.43	NESHILP
				Kamrup (Metro)	5.26	5.26	Nil	5.26	NESHILP
				Kamrup (Metro)	1.16	1.16	Nil	1.16	Ali Father and Sons
				Darrang	3.99	3.99	Nil	3.99	GRMD Foundation
				Kamrup (Metro)	2.50	2.50	Nil	2.50	Shishu Sarothi
				Kamrup (Metro)	1.00	1.00	Nil	1.00	Projonma
				Nogaon	2.00	2.00	Nil	2.00	Direct
				Golaghat	3.50	3.50	Nil	3.50	Rongali Aidew
				Jorhat	8.64	8.64	Nil	8.64	Council for Social & Digital Development
				Darrang	7.30	7.30	Nil	7.30	SATRA
			Arunachal Pradesh	Namsai	7.77	7.77	Nil	7.77	Council for Social & Digital Development
			Manipur	Imphal	4.95	4.95	Nil	4.95	CIPET
				Imphal	6.30	6.30	Nil	6.30	Social Amelioration Society
			Meghalaya	Jaintia Hills	1.10	1.10	Nil	1.10	NESHILP
			Mizoram	Champhai	1.16	1.16	Nil	1.16	Direct
			Nagaland	Peren	2.50	2.50	Nil	2.50	Prodigal Home
			Sub Total (A)		67.50	67.50	Nil	67.50	
B	Marketing Support: Showroom & Exhibition	Livelihood Enhancement	Pan North East	Pan North East	122.39	122.39	Nil	122.39	Direct
			Sub Total (B)		122.39	122.39	Nil	122.39	

C	Promoting HealthCare including preventive Health	Health	Assam	Tamulpur	3.68	3.68	Nil	3.68	Gramya Vikash Mancha
			Assam	Kamrup (R)	1.14	1.14	Nil	1.14	Gramya Vikash Mancha
			Arunachal Pradesh	Papumpare	2.49	2.49	Nil	2.49	Avenue for Joy Foundation
			Meghalaya	West Jaintia Hills	3.38	3.38	Nil	3.38	Direct
			Mizoram	Aizawl	2.31	2.31	Nil	2.31	Direct
				Lunglei	1.24	1.24	Nil	1.24	
				Champhai	1.24	1.24	Nil	1.24	
			Nagaland	Mon	1.00	1.00	Nil	1.00	Asian Development Foundation
				Kohima	2.62	2.62	Nil	2.62	Direct
			Sikkim	Gangtok	4.77	4.77	Nil	4.77	Direct
		Tripura	Gomti	3.23	3.23	Nil	3.23	Direct	
			North Tripura	2.08	2.08	Nil	2.08		
			Assam	Morigaon & Nogaon	10.00	10.00	Nil	10.00	Seva Bharati Purbanchal
			Mizoram	Serchhip	12.39	12.39	Nil	12.39	Chief Minister's Charitable Trust
				Sub Total (D)		51.61	51.61	Nil	51.61
D	Miscellaneous and Contingencies		Assam	Dima Hasao	8.97	8.97	Nil	8.97	Uttar Purbanchal Janajati Seva Samity
			Assam	Kamrup (M)	5.44	5.44	Nil	5.44	Direct
			Assam	Kamrup(M)	8.58	8.58	Nil	8.58	Direct
			Sub Total (D)		23.00	23.00	Nil	23.00	
		Grand Total (A+B+C+D)			264.50	264.50	Nil	264.50	

Responsibility Statement:

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

FORM MR-3**SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2026

Pursuant to section 204(1) of the Companies Act, 2013 read with

Rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014

To,

The Members,

NORTH EASTERN DEVELOPMENT FINANCE CORPORATION LIMITED

CIN: U65923AS1995GOI004529

NEDFi HOUSE G.S. ROAD, DISPUR, GUWAHATI-781006, ASSAM

We have conducted the secretarial 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). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

We report that: -

- a. 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.
- b. 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. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
- c. We have not verified the correctness and appropriateness of the financial statement of the Company.
- d. The compliance of the provisions of the corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verifications of procedures on test basis.

- e. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

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 secretarial audit, We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on **31st day of March, 2026 ("audit period")**, 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 **NORTH EASTERN DEVELOPMENT FINANCE CORPORATION LIMITED ("The Company")** for the financial year ended on **31st March, 2026** 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 unanimous and therefore there were no dissenting Secretarial Standards-I and Secretarial Standards-II views that were required to be recorded. Further during the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards etc. mentioned above.

We further report that: -

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is 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.

Board decisions are carried out with unanimous consent and therefore, no dissenting views were required to be captured and recorded as part of the minutes.

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.

We further report that during the audit period the Company had no specific events/actions which had a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

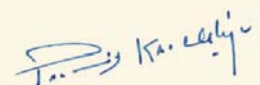
We further report that during the audit period there were no instances of:

- Public/Right/Preferential issue of shares / debentures/sweat equity, etc.
- Redemption / buy-back of securities
- Major decisions taken by the members in pursuance to section 180 of the Companies Act, 2013.
- Merger / amalgamation / reconstruction, etc.
- Foreign technical collaborations

PLACE: GUWAHATI

DATE: 18/08/2026

**FOR PRAVIN CHHAJER & ASSOCIATES
COMPANY SECRETARIES**



(PRAVIN KUMAR CHHAJER)

PROPRIETOR

M. NO.: A25787

COP. 9231

PEER REVIEW REGN. NO.: 4436/2023

UDIN: A025787H001138987

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 2026 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 2026, 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	Allowances for Expected Credit Losses ("ECL"): As at 31st March 2026, the carrying value of loan assets measured at amortised cost, aggregated ₹ 222774.22 Lakhs (net of allowance of expected credit loss ₹ 3605.15 lakhs) constituting approximately 84.76% 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 directions and sub directions 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, 2026, 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, 2026.
 - 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, 2026.
 - 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 2025-26 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, 2026 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.

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

Place: Guwahati
Dated: 18-08-2026



(CA. Vikash Surana)
Partner
Membership No. 059958
UDIN: 26059958HZHUQS6392

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, 2026]

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, 2026 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, 2026, aggregating Rs. 3873.78 lakhs were categorised as credit impaired ("Stage 3") and Rs. 18078.04 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 46 to the Standalone Financial Statements. Additionally, out of loans and advances in

the nature of loans with balances as at 31st March, 2026 aggregating Rs. 204952.91 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. 89.98 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, 2026. 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, 2026 is Rs. 3873.78 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, 2026, 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, 2026, 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	598.30	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 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: 26059958HZHUQS6392

Place: Guwahati
Dated: 18-08-2026

STANDALONE

ANNEXURE-B TO INDEPENDENT AUDITORS' REPORT ON THE AUDIT OF THE STANDALONE FINANCIAL STATEMENTS

(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, 2026)

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 . Actuarial valuation as per provisions of Ind AS 19 is considered for ascertaining liabilities.
2	Whether the Company has a system in place to process all the accounting transactions through IT system? If yes, whether review of this system and controls that are significant to the Companies, financial reporting process as well as cyber security has been done by information security auditing organization empaneled by Cert – In at a minimum frequency of once in a year and material discrepancies found, if any, have been suitably reported? The implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications may also be reported.	Company has a system in place to process all the accounting transactions through IT system. During FY 2025-26, 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. As per information and explanation provided to us, the company has empaneled information system auditors for the IT Controls and cyber security audits, who review the system and controls in a minimum frequency of once a year.
3	Whether funds (grants/ subsidy etc.) received/ receivable for specific schemes from Central/State Government or its agencies were properly accounted for as	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

STANDALONE

3	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.	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.

Place: Guwahati
Dated: 18-08-2026

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



(CA. Vikash Surana)
Partner

Membership No. 059958
UDIN: 26059958HZHUQS6392

ANNEXURE-C TO INDEPENDENT AUDITORS' REPORT ON THE AUDIT OF THE STANDALONE FINANCIAL STATEMENTS

(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, 2026)

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, 2026, 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, 2026, 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

Place: Guwahati
Dated: 18-08-2026



(CA. Vikash Surana)
Partner

Membership No. 059958
UDIN: 26059958HZHUQS6392

NON-BANKING FINANCIAL COMPANIES AUDITORS' REPORT

FOR THE YEAR ENDED 31st MARCH, 2026

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, 2026, 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 31.03.2026.
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 17.07.2025 for non-acceptance of any public deposit during FY 2025-26.
4. The Company has not accepted any public deposits during the financial year 2025-26.
5. The financial statements of the Company for the financial year 2025-2026 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 2026, the impairment allowance required under Ind AS 109 stands at Rs. 3605.15

lakhs and that under IRACP norms at Rs. 3281.52 lakhs.

6. 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 2025-26 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 31.03.2026 has been correctly arrived at and it is in compliance with minimum prescribed CRAR by RBI.

Place: Guwahati
Dated: 18-08-2026

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



(CA. Vikash Surana)
Partner
Membership No. 059958
UDIN: 26059958HZHUQS6392

CAG | COMMENTS

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6) (b) OF THE COMPANIES ACT, 2013 ON THE STANDALONE FINANCIAL STATEMENTS OF NORTH EASTERN DEVELOPMENT FINANCE CORPORATION LIMITED FOR THE YEAR ENDED 31 MARCH 2026

The preparation of standalone financial statements of North Eastern Development Finance Corporation Limited for the year ended 31 March 2026 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 auditors appointed by the Comptroller and Auditor General of India under section 139 (5) of the Act are 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 Revised Audit Report dated 18th August 2026 which supersedes their earlier Audit Report dated 7th July 2026.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the standalone financial statements of North Eastern Development Finance Corporation Limited for the year ended 31 March 2026 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.

In view of the revisions made in the statutory auditor's report, to give effect to some of my audit observations raised during supplementary audit, I have no further comments to offer upon or supplement to the statutory auditors' report under section 143(6)(b) of the Act.

Place: New Delhi

Date: 15.09.2026

For & On behalf of the
Comptroller & Auditor General of India



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

STANDALONE BALANCE SHEET AS AT MARCH 31, 2026

Rs. in lakhs

Particulars	Notes	As at 31 st March, 2026	As at 31 st March, 2025
ASSETS			
(1) Financial Assets			
(a) Cash & Cash Equivalents	2	12,969.97	28,444.58
(b) Bank Balance other than (a) above	3	2,520.48	1,396.72
(c) Receivables			
Trade receivables	4	2,008.32	1,998.76
(d) Loans	5	2,26,279.37	2,00,160.84
(e) Investments	6	12,870.52	14,145.33
(f) Other Financial Assets	7	2,504.78	3,400.24
		2,59,153.44	2,49,546.47
(2) Non Financial Assets			
(a) Current Tax Assets (Net)	8	101.28	859.69
(b) Property Plant & Equipment	9	2,748.80	2,720.87
(c) Capital Work-in-progress	9	10.23	0.87
(d) Intangible Assets	9	-	-
(e) Other Non Financial Assets	10	812.05	432.37
		3,672.36	4,013.79
Total Assets		2,62,825.80	2,53,560.26
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		39.57	102.97
<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	84,260.43	73,220.24
(c) Other Financial Liabilities	13	39,138.86	49,003.39
		1,23,438.86	1,22,326.60

STANDALONE

(2) Non Financial Liabilities			
(a) Current Tax Liabilities (Net)	14	-	-
Inventories			
(b) Provisions	15	1,092.08	1,053.93
(c) Deferred Tax Liabilities (Net)	16	3,815.39	3,146.94
		4,907.47	4,200.87
(3) Equities			
(a) Equity Share Capital	17	10,000.00	10,000.00
(b) Other Equity	18	1,24,479.46	1,17,032.79
		1,34,479.46	1,27,032.79
Total Liabilities and Equity		2,62,825.80	2,53,560.26
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 : 07-07-2026

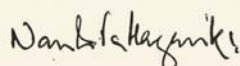
For and on behalf of the Board of Directors



(PVSLN Murty)

Chairman and Managing Director

DIN : 07355708



(Smt. Nandita Hazarika)

DIN: 10349292

Director



(V. K. Agarwal)

Chief Financial Officer

& Company Secretary

STANDALONE

STANDALONE STATEMENT OF PROFIT AND LOSS

FOR THE YEAR ENDED MARCH 31, 2026

Rs. in lakhs

Particulars	Notes	For the year ended March 31, 2026	For the year ended March 31, 2025
Revenue from operations			
(i) Interest Income	19	21,494.01	19,588.93
(ii) Dividend Income	20	109.10	95.15
(iii) Fees and Commission Income	21	692.13	1,065.28
(iv) Net gain/(loss) on Fair value changes	22	311.60	587.96
(v) Other Operating Income	23	2,678.76	3,036.45
I Total Revenue from Operations		25,285.59	24,373.77
II Other Income	24	1,796.35	1,567.75
III Total Income (I + II)		27,081.94	25,941.52
EXPENSES			
(i) Finance Costs	25	5,218.29	4,379.25
(ii) Impairment on financial instruments	26	159.67	(427.25)
(iii) Employee Benefit Expenses	27	5,474.13	6,008.86
(iv) Depreciation, amortisation and impairment	28	258.95	208.34
(v) CSR Expenses	29	264.50	241.14
(vi) Other Expenses	30	2,929.45	2,655.92
IV Total Expenses		14,305.00	13,066.26
V Profit / (Loss) before exceptional items and tax (III-IV)		12,776.94	12,875.26
VI Exceptional Items		-	-
VII Profit / (Loss) before Tax (V+VI)		12,776.94	12,875.26
VIII Tax Expense			
Current Tax		2,780.96	2,328.97
Deferred Tax		743.68	925.23
Tax adjustment of earlier years		29.55	19.74
		3,554.19	3,273.93
IX Profit / (Loss) for the period (VII-VIII)		9,222.75	9,601.33

STANDALONE

X	Other Comprehensive Income		
(A) (i) Items that will not be reclassified to profit or loss			
- Remeasurement gain/(loss) on defined benefits plans		101.45	(45.22)
- Net gain/(loss) on equity instruments through OCI		(400.35)	23.76
(ii) Tax impact thereon		75.23	5.40
Subtotal (A)		(223.67)	(16.06)
(B) (i) Items that will be reclassified to profit or loss		-	-
(ii) Tax impact thereon		-	-
Subtotal (B)		-	-
Other Comprehensive Income (A + B)		(223.67)	(16.06)
XI. Total Comprehensive Income for the period		8,999.07	9,585.27
Earning per equity share of face value of 10 each	31		
Basic (Rs.)		9.00	9.59
Diluted (Rs.)		9.00	9.59
The accompanying notes form an integral part of the financial statements	1-51		

STANDALONE

As per our Report of even date**For Vikash Surana and Associates**

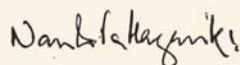
Chartered Accountants
Firm Regn No. 324128E



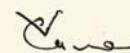
CA Vikash Surana
Partner
(M. No. 059958)

For and on behalf of the Board of Directors


(PVSLN Murty)
Chairman and Managing Director
DIN : 07355708



(Smt. Nandita Hazarika)
DIN: 10349292
Director



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

Place : Guwahati
Date : 07-07-2026

STANDALONE STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2026

A. Equity share capital:												Rs. in lakhs	
Equity shares of Rs. 10 each issued, subscribed and fully paid													
No. of Shares												Amount Rs.	
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
As at April 01, 2025												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, 2026												1,000.00	10,000.00
B. Other Equity													
Particulars	Reserve and Surplus							Other Comprehensive Income			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		Actuarial gain/(loss) on post retirement benefits	
As at April 01, 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)	117,032.79	
Changes in accounting policies/prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	
Restated balance as at April 01, 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)	117,032.79	
Addition/Deletion during the year	1.75	-	-	28.81	(28.81)	(7.57)	(746.57)	-	-	-	-	(752.40)	
Profit/ (Loss) for the year	-	-	-	-	-	-	-	-	9,222.75	(299.59)	75.92	8,999.07	
Total Other Comprehensive Income/(Loss)	-	-	-	-	-	-	-	-	-	-	-	-	
Dividend	-	-	-	-	-	-	-	-	(800.00)	-	-	(800.00)	
Transfer to / from Retained Earnings	-	1,844.55	1,726.52	-	-	-	-	-	(3,571.07)	-	-	-	
As at March 31, 2026	628.37	24,178.88	19,585.13	1,410.53	39,245.60	91.59	2,781.69	3,315.75	33,165.64	254.27	(177.98)	124,479.46	

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
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)	110,695.31
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)	110,695.31
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)	117,032.79

As per our Report of even date

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

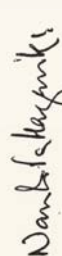


CA Vikash Surana
Partner
(M. No. 059958)

For and on behalf of the Board of Directors



(PVSLN Murty)
Chairman and Managing Director
DIN : 07355708



(Smt. Nandita Hazarika)
DIN: 10349292
Director



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

Place : Guwahati
Date : 07-07-2026

STANDALONE

STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2026

Rs. in lakhs

	For the year ended 31 st March, 2026	For the year ended 31 st March, 2025
Cash flows from Operating activities		
Net profit before income tax	12,776.94	12,875.26
Adjustment for:		
Depreciation charge for the year	258.95	208.34
Loans Provisions & Write offs	159.67	(427.25)
Fixed Assets written off/Loss on sale	6.06	-
Profit / Loss on sale of Investments	(311.60)	(587.96)
Dividend received	(109.10)	(95.15)
Provision for Gratuity, Leave Encashment and LTC / LTA	404.07	571.62
Operating profit before working capital changes	13,184.99	12,544.86
Adjustments for:		
(Increase) / Decrease in Advances (Financial Assets)	(26,278.21)	(18,312.40)
(Increase) / Decrease in Other Financial Assets	(237.86)	966.93
(Increase) / Decrease in Non Financial Assets	(2,431.79)	(2,894.43)
Increase / (Decrease) in Other Financial Liabilities	(10,051.47)	(710.02)
Cash Flow from operations	(25,814.33)	(8,405.05)
Direct Taxes paid (net of refund received)	(539.75)	(2,912.93)
Net cash flow / (used in) from operating activities	(26,354.09)	(11,317.98)
Cash flows from Investing activities		
(Increase) / Decrease in Investment in Equity Instruments	(283.99)	(100)
(Increase) / Decrease in Investment in Mutual Funds	1,558.79	(1,630.71)
(Increase)/Decrease in Capital Work in Progress	(9.36)	-
Purchase of fixed assets (net of sales)	(294.46)	(251.40)
Dividend Received	109.10	95.15
Profit / Loss on sale of Investments	311.60	587.96
Net cash flow / (used in) from Investing activities	1,391.69	(1,298.99)
Cash flows from Financing activities		
Dividend and Dividend Tax paid	(800.00)	(800.00)
Increase / (Decrease) in Borrowings (Financial Liabilities)	11,040.19	15,467.83
Increase / (Decrease) in Capital Reserves / Other Equity Funds	(752.40)	(2,447.80)
Increase / (Decrease) in Non-Financial Liabilities	-	-
Net cash flow / (used in) from financing activities	9,487.79	12,220.04
Net increase in cash and cash equivalents from		
Operating, Investing and Financing Activities	(15,474.60)	(396.94)
Cash and cash equivalents at beginning of period		
- Own funds	28,303.60	28,364.36
- Nodal Agency and Implementing Agency funds	140.98	81.15
Cash and cash equivalents at end of period		
- Own funds	12,964.73	28,303.60
- Nodal Agency and Implementing Agency funds	5.24	140.98

STANDALONE

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	0.24	2
Balance at Bank		
-With Scheduled Bank		
(i) In Current Account	12,864	27,905
(ii) In Fixed Deposits (Term deposits with maturity up to 3 months)	100.00	396.00
Balance (TEDF)		
(a) With Scheduled Bank		
(i) In Current Account	5.24	141
(ii) In Fixed Deposits	-	-
Grand Total	12,970	28,445

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

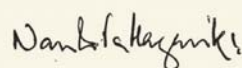
Date : 07-07-2026

For and on behalf of the Board of Directors

(PVSLN Murty)

Chairman and Managing Director

DIN : 07355708


(Smt. Nandita Hazarika)

DIN: 10349292

Director


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

STANDALONE

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

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

- The contract involves the use of an identified asset.
- The corporation has substantially all of the economic benefits from use of the asset through the period of the lease and
- 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

- Increased by interest on lease liability;
- Reduced by lease payments made; and
- 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 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.

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, 2026, 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 MARCH 31, 2026

Rs. in Lakhs

Note 2 : CASH AND CASH EQUIVALENTS	As at 31st March, 2026	As at 31st March, 2025
Cash in hand	0.24	2.34
Cheque in hands	-	42.66
Balances with banks in current accounts	12,864.49	27,862.60
Balances with banks in current accounts(TEDF)	5.24	140.98
Term deposits with maturity up to 3 months	100.00	396.00
	12,969.97	28,444.58

Rs. in Lakhs

Note 3 : BANK BALANCE OTHER THAN (2) above	As at 31st March, 2026	As at 31st March, 2025
Term deposits with maturity less than 12 months		
- Free	-	-
- Under Lien	66.85	83.67
- Free (TEDF)	1,127.01	1,313.05
- Under Lien (TEDF)	1,326.62	-
	2,520.48	1,396.72

Rs. in Lakhs

Note 4 : RECEIVABLES	As at 31st March, 2026	As at 31st March, 2025
Trade Receivables(Unsecured, Considered good)		
- Consultancy & Advisory Charges Receivable	1,982.94	1,974.24
- Rent and Hall Charges Receivable	37.78	29.98
Trade Receivables(Unsecured, Which have significant increase in credit risk)		
- Consultancy & Advisory Charges Receivable	11.60	18.55
- Rent and Hall Charges Receivable	-	-
	2,032.32	2,022.76
Less : Impairment Loss Allowance	(24.00)	(24.00)
	2,008.32	1,998.76

STANDALONE

Trade Receivables aging schedule :**As at 31st March 2026**

Rs. in lakhs

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good	193.13	73.02	347.15	848.82	558.60	2020.72
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	0.00	0.00	0.24	0.73	10.62	11.60
(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 :

Rs. in lakhs

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 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	-	-	-	-	-	-

Note 5 : LOANS	As at 31 st March, 2026	As at 31 st March, 2025
A. Loans :		
(i) Term Loans (at amortised cost)	226,379.37	201,367.25
Less : Impairment Loss Allowance	3,605.15	4,074.28
Sub total Net (i)	222,774.22	197,292.97
(ii) Term Loans to staff (at FVTPL)		
Related Party	18.27	20.10
Others	3,486.88	2,847.77
Less : Impairment Loss Allowance	-	-
Sub total Net (ii)	3,505.15	2,867.87
Total (Net)- A (i+ii)	226,279.37	200,160.84
B.		
(i) Secured by tangible assets	213,610.23	186,874.21
(ii) Secured by intangible assets	-	-
(iii) Covered by Bank/Government guarantees	-	-
(iv) Unsecured	16,274.29	17,360.91
Total (Gross)	229,884.52	204,235.12
Less : Impairment Loss Allowance	3,605.15	4,074.28
Total (Net)- B	226,279.37	200,160.84
C.		
(i) Loans in India		
a) Public Sector	-	-
b) Others	229,884.52	204,235.12
Total (Gross)	229,884.52	204,235.12
Less : Impairment Loss Allowance	3,605.15	4,074.28
Total (Net) - C (i)	226,279.37	200,160.84
(ii) loans outside India	-	-
Less : Impairment loss allowance	-	-
Total (Net) - C (ii)	-	-
Total (Net) - C (i+ ii)	226,279.37	200,160.84

STANDALONE

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 MARCH 31, 2026

Rs. in Lakhs

Note 6 : Investments	As at 31 st March 2026						As at 31 st March 2025					
	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	-	-	1,249.53	1,249.53	-	1,249.53	-	-	2,808.33	2,808.33	-	2,808.33
Investment in Equity Instruments												
Unquoted												
Premier Cryogenics Limited (Unquoted 200000 shares of Rs 10/- each)	-	448.90	-	448.90	-	448.90	-	399.65	-	399.65	-	399.65
Gauhati Neurological Research Centre Limited (Unquoted 250,000 shares @ 10/- per share)	-	509.49	-	509.49	-	509.49	-	449.33	-	449.33	-	449.33
Konoklota Mahila Urban Co-Op Bank Ltd. (Unquoted 5,000 shares @ 100/- per share)	-	46.66	-	46.66	-	46.66	-	49.11	-	49.11	-	49.11
RGVN (North East) Microfinance Ltd.* (Unquoted 3,000,000 Equity Shares @ 10/- per share)	-	-	-	-	-	-	-	1,312.53	-	1,312.53	-	1,312.53
Now merged with Slice Small Finance Bank Ltd. Nightingale Finvest Pvt. Ltd. (Unquoted 665,000 Equity Shares of 10/- per share)	-	168.43	-	168.43	-	168.43	-	169.66	-	169.66	-	169.66
YVU Financial Services Pvt. Ltd. (Unquoted 50,000 Equity Shares of 100/- per share)	-	99.62	-	99.62	-	99.62	-	97.56	-	97.56	-	97.56
Grameen Development & Finance Pvt. Ltd. (Unquoted 500,000 Equity Shares of 10/- per share)	-	60.92	-	60.92	-	60.92	-	60.37	-	60.37	-	60.37
Slice Small Finance Bank Ltd. (Unquoted 2,23,06,383 Equity Shares of Re. 1/- per share)	-	931.00	-	931.00	-	931.00	-	127.13	-	127.13	-	127.13
Formerly North East Small Finance Bank Limited* (PY. Unquoted 97,96,383 Equity Shares of 10/- per share)												
Investment in Equity Instruments of subsidiaries												
NEDFI Venture Capital Ltd. {Unquoted 49,400 Equity Shares of 10/- per share, fair value Rs. 396.93/- (PY. Rs. 355.94/-)}	-	-	-	-	4.94	4.94	-	-	-	-	4.94	4.94
NEDFI Trustee Ltd. {Unquoted 49,400 Equity Shares of 10/- per share, fair value Rs. 30.76/- (PY. Rs 24.89/-)}	-	-	-	-	4.94	4.94	-	-	-	-	4.94	4.94
Investment in Preference Shares												
Agar Finance Private Limited	-	-	(26.42)	(26.42)	-	(26.42)	-	-	52.42	52.42	-	52.42

Note 6 : Investments	As at 31 st March 2026					As at 31 st March 2025						
	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
(500000 optionally convertible preference shares of Rs. 10/- each)	-	-	268.05	268.05	-	268.05	-	-	265.65	265.65	-	265.65
Gramen Development & Finance Pvt. Ltd.												
(2000000 optionally convertible preference shares of Rs. 10/- each)	-	-	557.21	557.21	-	557.21	-	-	561.28	561.28	-	561.28
Nightingale Finvest Pvt. Ltd.												
(2000000 optionally convertible preference shares of Rs. 10/- each)	-	-	219.16	219.16	-	219.16	-	-	214.62	214.62	-	214.62
WYU Financial Services Private Limited												
(1000000 optionally convertible preference shares of Rs. 10/- each)	-	-	67.74	67.74	-	67.74	-	-	75.20	75.20	-	75.20
SATRA Development Pvt Ltd												
(50000 optionally convertible preference shares of Rs. 100/- each)	-	-	-	-	-	-	-	-	-	-	-	-
Investment in Bonds												
Slice Small Finance Bank Ltd.	1,000.00	-	-	-	-	1,000.00	1,000.00	-	-	-	-	1,000.00
Formerly North East Small Finance Bank Limited*												
(10 Units of Unsecured Redeemable Non-Convertible Subordinated Tier II bonds of 100 lakh each)												
Investment in NRL Ideation Angel Fund												
{Value as on 31.03.2026 Rs. 324.19/- lakhs(PY. 196.67)}	-	-	-	-	-	362.80	-	-	-	-	225.00	225.00
Investment in Manipur Startup Venture Fund												
{Value as on 31.03.2026 Rs. 841.78/- lakhs(PY. NIL)}	-	-	-	-	-	279.02	-	-	-	-	-	-
Contd.												
Investment in Associates												
North East Venture Fund												
{Value as on 31.03.2026 Rs. 5146.10/- lakhs(PY. Rs. 4920.09/- lakhs)}	-	-	-	-	-	6,618.54	-	-	-	-	6,267.59	6,267.59
Total - Gross (A)	1,000.00	2,265.01	2,335.27	4,600.28	7,270.24	12,870.52	1,000.00	2,665.35	3,977.50	6,642.85	6,502.47	14,145.33
i) Investments outside India	-	-	-	-	-	-	-	-	-	-	-	-
ii) Investments in India	1,000.00	2,265.01	2,335.27	4,600.28	7,270.24	12,870.52	1,000.00	2,665.35	3,977.50	6,642.85	6,502.47	14,145.33
Total- Gross (B)	1,000.00	2,265.01	2,335.27	4,600.28	7,270.24	12,870.52	1,000.00	2,665.35	3,977.50	6,642.85	6,502.47	14,145.33
Less : Allowance for Impairment Loss (C)	-	-	-	-	-	-	-	-	-	-	-	-
Total - Net D (A- C)	1,000.00	2,265.01	2,335.27	4,600.28	7,270.24	12,870.52	1,000.00	2,665.35	3,977.50	6,642.85	6,502.47	14,145.33
* Pursuant to the Composite Scheme of Arrangement and Amalgamation, North East Small Finance Bank (NESFB) and RGVN (North East) Microfinance Ltd. is now renamed as Slice Small Finance Bank Ltd. vide RBI Notification DoR.LIC. No.S1134/16-13/21/6/2025-26 dated May 14, 2025.												

* Pursuant to the Composite Scheme of Arrangement and Amalgamation, North East Small Finance Bank (NESFB) and RGVN (North East) Microfinance Ltd. is now renamed as Slice Small Finance Bank Ltd. vide RBI Notification DoR.LIC. No.S1134/16.13.216/2025-26 dated May 14, 2025.

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.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Rs. in Lakhs

Note 7 : OTHER FINANCIAL ASSETS	As at 31st March, 2026	As at 31st March, 2025
Interest Receivable on Loans & Advances	965.16	848.66
Interest Receivable on Fixed Deposits	6.27	9.15
Interest Receivable on Fixed Deposits (TEDF)	197.57	128.83
Interest Receivable on Staff Housing Loan	587.77	536.66
Interest Receivable on Bond	-	11.89
Insurance Charges Receivable on Loans & Advances	24.56	-
Advances to Others	108.99	74.31
Advances to Staff	42.07	31.43
Earnest Money Deposit	37.77	16.31
Security Deposits (Unsecured, Considered good)	35.15	35.15
Term deposits with banks (maturity more than 12 months)		
- Free	-	-
- Under Lien	97.82	44.34
- Free (TEDF)	-	1,326.62
Other receivables	401.65	336.87
	2,504.78	3,400.24

Rs. in Lakhs

Note 8 : CURRENT TAX ASSETS (NET)	As at 31st March, 2026	As at 31st March, 2025
Advance Payment of Income tax & TDS	2,882.23	3,188.65
Less: Provision for Income Tax	(2,780.96)	(2,328.97)
	101.28	859.69

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Note: 9A - PROPERTY PLANT AND EQUIPMENT

Sl. No.	Particulars	Gross Block				Depreciation/ Amortisation				Net Block		Rs. in lakhs
		As on 01.04.2025	Addition/ Adjustment during the period	Deduction/ Adjustment during the period	As on 31.03.2026	Upto 01.04.2025	During the period	Adjustment during the period	Upto 31.03.2026	As on 31.03.2026	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	1,059.40	46.56	-	1,105.96	821.81	888.37	
	Office at Agartala	143.67	-	-	143.67	52.37	4.45	-	56.81	86.86	91.30	
3	<u>Plant & Equipment</u>											
	Air Conditioning System	451.49	-	-	451.49	415.59	4.82	-	420.41	31.07	35.89	
	Electrical Installation	264.13	-	3.75	260.38	250.92	-	-	250.92	9.46	13.21	
	Fire Alarm System	36.73	-	-	36.73	34.76	0.14	-	34.90	1.84	1.97	
	Lift	79.56	-	-	79.56	75.29	0.30	-	75.59	3.98	4.27	
	Machineries	122.12	6.80	-	128.92	89.41	5.57	-	94.98	33.94	32.71	
	UPS System	14.90	-	-	14.90	14.16	-	-	14.16	0.75	0.75	
	Water Installation System	15.88	-	-	15.88	15.03	0.06	-	15.09	0.79	0.85	
	Solar Panels	31.19	12.60	-	43.79	26.05	3.01	-	29.06	14.73	5.14	
	Computers	470.38	20.05	18.52	471.91	359.89	57.70	(17.59)	400.00	71.92	110.49	
4	<u>Furniture & Fixtures</u>											
	Furniture & Fixtures (HO)	167.23	10.46	0.00	177.69	137.35	7.99	-	145.33	32.36	29.88	
	Interior Furnishings & Fittings	1,251.01	64.82	2.70	1,313.13	1,139.36	23.72	-	1,163.08	150.06	111.65	
5	<u>Vehicle</u>	39.84	-	-	39.84	30.16	2.81	-	32.97	6.87	9.68	
6	<u>Office Equipments</u>	135.16	109.00	-	244.16	111.29	41.70	-	152.99	91.18	23.87	
	Total - A	6,244.75	223.73	24.97	6,443.52	3,811.02	198.81	(17.59)	3,992.23	2,451.29	2,433.74	

NOTES TO THE STANDALONE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2026

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

Sl. No.	Particulars	Gross Block				Depreciation/ Amortisation			Net Block		Rs. in lakhs
		As on 01.04.2025	Addition/ Adjustment during the period	Deduction/ Adjustment during the period	As on 31.03.2026	Upto 01.04.2025	During the period	Adjustment during the period	Upto 31.03.2026	As on 31.03.2025	
1	Rights-Of-Use Assets (Leasehold premises)	419.33	78.10	41.07	456.36	132.20	67.72	41.07	158.85	297.51	287.13
	Total ROU Assets (B)	419.33	78.10	41.07	456.36	132.20	67.72	41.07	158.85	297.51	287.13
	Total Assets (A + B)	6,664.08	301.83	66.03	6,999.88	3,943.21	266.53	58.66	4,151.08	2,748.80	2,720.87
	Capital Work In Progress								10.23		0.87

9B * 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.

9C 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.

9D 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.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

As at 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)	359.89	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>										
	Vehicle	39.84	-	-	39.84	26.08	4.09	-	30.16	9.68	13.77
6	<u>Office Equipments</u>										
	Office Equipments	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	2,423.96

NOTES TO THE STANDALONE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2026

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

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	
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 (B)	413.45	121.22	115.34	419.33	151.02	56.86	75.69	132.20	262.43
	Total Assets (A + B)	6,488.66	291.07	115.65	6,664.08	3,802.28	216.91	75.39	3,943.21	2,686.39
	Capital Work In Progress									0.87

9B * 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.

9C 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.

9D 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.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Rs. in Lakhs

Note 10 : OTHER NON FINANCIAL ASSETS	As at 31 st March, 2026	As at 31 st March, 2025
Income Tax Refundable	846.17	-
Prepaid Employee Benefit Expenses	(34.11)	432.37
	812.05	432.37

Note 11 : PAYABLES	As at 31 st March, 2026	As at 31 st March, 2025
(I) Trade Payables		
(i) -total outstanding dues of micro & small enterprises	-	-
(ii)- total outstanding dues of creditors other than micro & small enterprises	39.57	102.97
(II) Other Payables	-	-
	39.57	102.97

Trade Payable Aging Schedule :

As at 31st March 2026 :

Particulars	Outstanding for following periods from date of transaction				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	38.23	0.00	1.34	0.00	39.57
(iii) Disputed dues-MSME	-	-	-	-	-
(iv) Disputed dues-Others	-	-	-	-	-

As at 31st March 2025 :

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

STANDALONE

Rs. in Lakhs

Note 12 : BORROWINGS	As at 31 st March, 2026	As at 31 st March, 2025
Term Loan (Unsecured) from Others, amortised at cost (within India)		
Interest free loan from Government of India	44,375.14	44,611.96
Interest free loan from Government of India for Venture	3,127.80	2,943.81
Term Loan (Secured) from Others, amortised at cost (within India)		
Loan from SIDBI	-	8,173.36
Loan from SBI	30,067.82	17,491.10
Loan from Bank of Baroda	4,000.00	-
Loan from UCO Bank	1,499.67	-
Loan Overdraft from SBI	1,190.00	-
	84,260.43	73,220.24

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 respective instalment. The interest rate considered for discounting of Interest free Government loan repayable at maturity is that of Government Bonds which is 6.608% for FY 24-25 and 6.961% for FY 25-26. The total undiscounted amount of Interest Free Unsecured Loans from Govt of India is Rs. 765 Crore(PY Rs. 745 Crore). The deferred income on the interest free loans is presented in Note 13 (Notional Interest).
- * The Corporation had 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 was 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 loan is fully prepaid as on 31st March 2026.
- * The Corporation has been sanctioned Rs. 200 Crore term loan during FY 24-25 and Rs. 200 Crore during FY 25-26 by SBI @ 7.85% p.a. interest rate presently, 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. The Corporation has availed Rs. 325 Crore so far. No discounting has been done to arrive at the carrying value of the term loan at reporting date.
- * The Corporation has been sanctioned Rs. 12 Crore Over Draft Limit by SBI during FY 24-25 by way of term loan/resource support against securities/deposits. No discounting has been done to arrive at the carrying value of the term loan at reporting date.
- * The Corporation has been sanctioned Rs. 100 Crore term loan by Bank of Baroda @ 7.80% p.a. interest rate and Rs. 150 Crore term loan by UCO Bank @ 7.85% p.a. interest rate during FY 25-26 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. The Corporation has availed Rs. 40 Crore from Bank of Baroda and Rs. 15 Crore from UCO Bank during the year. No discounting has been done to arrive at the carrying value of the term loan at reporting date.
- * The Company has used the borrowings/overdraft 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, SBI, UCO Bank and Bank of Baroda 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, 2026	As at 31st March, 2025
GST, PF and other statutory liabilities	42.28	28.22
Notional Interest*	28,997.06	26,944.23
Undisbursed Central Subsidies	2,157.94	14,824.68
NEIDS 2017 Incentives	2,979.59	2,663.45
UNNATI 2024 Subsidies	732.05	-
Lease liability	338.24	321.70
Security Deposit	95.92	71.80
Other Liabilities	3,790.05	4,105.64
Interest payable on Borrowings	0.00	43.68
Insurance Charge Payable on Loans & Advances	5.72	-
	39,138.86	49,003.39

* 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, 2026	As at 31st March, 2025
Provision of Income Tax	-	-
Less: Advance Payment of Income tax & TDS	-	-
	-	-

Rs. in Lakhs

Note 15 : PROVISIONS	As at 31st March, 2026	As at 31st March, 2025
Provisions for employee benefits		
- Leave Encashment	861.14	741.38
- Gratuity	(7.70)	70.29
- Leave Travel Concession / Allowance	25.29	28.92
Others		
Floating Provision against Advances	200.00	200.00
Provision for Diminution in Fair Value of Restructured Advance	13.35	13.35
	1,092.08	1,053.93

STANDALONE

NOTES TO THE STANDALONE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2026

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

Rs. in lakhs								
Tax effect of items constituting (DTL)	As at 1 st April 2024	(Charge)/ credit to P & L	(Charge)/ credit to OCI	Adjustments	Balance as at 31 st March 2025	(Charge)/ credit to P & L	(Charge)/ credit to OCI	Balance as at 31 st March 2026
Related to Property, plant and equipment	(16.37)	(25.58)	-	-	(41.95)	(4.42)	-	(46.36)
Related to Special Reserve u/s 36(1) (viii) of the Income Tax Act, 1961	(3,997.83)	(496.83)	-	-	(4,494.66)	(434.53)	-	(4,929.18)
Related to Right to Use Assets	(66.05)	(6.22)	-	-	(72.27)	(2.61)	-	(74.88)
Others	(213.34)	-	(5.98)	-	(219.32)	-	100.76	(118.56)
Sub-Total- (DTL)	(4,293.59)	(528.62)	(5.98)	-	(4,828.19)	(441.56)	100.76	(5,168.98)
Tax effect of items constituting DTA	As at 1 st April 2024	(Charge)/ credit to P & L	(Charge)/ credit to OCI	Adjustments	Balance as at 31 st March 2025	(Charge)/ credit to P & L	(Charge)/ credit to OCI	Balance as at 31 st March 2026
Related to Provisions	1788.96	(419.22)	-	-	1,369.74	(318.43)	-	1,051.31
Related to Lease liability	73.56	7.40	-	-	80.97	4.16	-	85.13
Related to Effective Interest Rate	173.35	15.21	-	-	188.56	12.15	-	200.71
Others	30.60	-	11.38	-	41.98	-	(25.53)	16.44
Sub-Total -DTA	2066.47	(396.61)	11.38	-	1,681.24	(302.12)	(25.53)	1,353.59
Net DTA/(DTL)	(2,227.12)	(925.23)	5.40	-	(3,146.94)	(743.68)	75.23	(3,815.39)

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

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

(ii)

Rs. in Lakhs

Income tax recognised in Statement of profit and loss	As at 31 st March, 2026	As at 31 st March, 2025
(a) Current tax :		
In respect of current year	2780.96	2328.97
In respect of prior years	29.55	19.74
	2810.51	2348.70
(b) Deferred tax :		
In respect of current year origination and reversal of temporary differences	743.68	925.23
	743.68	925.23
	3554.19	3273.93

(iii)

Income tax recognised in Other Comprehensive Income	As at 31 st March, 2026	As at 31 st March, 2025
Tax related to items recognised in OCI during the year		
Remeasurement of defined employee benefits	25.53	(11.38)
Net gain/(loss) on equity instruments through OCI	(100.76)	5.98
	(75.23)	(5.40)

(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, 2026	As at 31 st March, 2025
Profit before tax	12,776.94	12,875.26
Applicable income tax rate	25.168%	25.168%
Expected income tax expense	3,215.70	3,240.45
Adjustment in respect of current income tax of prior years	29.55	19.74
Non-deductible expenses		
Corporate social responsibility expenditure not deductible	264.50	241.14
Effect of other expenses/provisions not deductible	271.92	(27.21)
Adjustment in respect of prior years	(29.55)	(19.74)
Reported income tax expense	3,554.19	3,273.93

STANDALONE

Rs. in Lakhs

Note 17 : SHARE CAPITAL	As at 31 st March, 2026	As at 31 st March, 2025
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
SUBSCRIBED		
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, 2026	As at 31 st March, 2025
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 31/03/2026 No. of Shares % of holding	As at 31/03/2025 No. of Shares % of holding
i. IDBI Bank Limited (Promoter)	250.00	250.00
	25%	25%
ii. Life Insurance Corporation of India(Promoter)	150.00	150.00
	15%	15%
iii. State Bank of India(Promoter)	150.00	150.00
	15%	15%
iv. Industrial Finance Corporation of India(Promoter)	-	100.00
	0%	10%
v. ICICI Ltd.(Promoter)	100.00	100.00
	10%	10%
vi. Small Industries Development Bank of India(Promoter)	100.00	100.00
	10%	10%

Rs. in Lakhs

vii. Administrator of Specified Undertaking of Unit Trust of India (Promoter)	100.00	100.00
	10%	10%
viii. National Bank For Agriculture And Rural Development	100.00	-
	10%	0%

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.

Note 17.2: On 30th December 2025, IFCI has monetised its 10% equity stake (comprising 100,00,000 equity shares with cost of Rs 1000 lakh) in North Eastern Development Finance Corporation Ltd (NEDFi) to National Bank For Agriculture And Rural Development (NABARD) for a total consideration of Rs 12177 lakh.

d) Dividend distributions made and proposed

i) Dividend on equity shares and paid during the year

	As at 31 st March, 2026	As at 31 st March, 2025
Dividend paid	800.00	800.00
Profit for the relevant year	9,601.33	10,020.29
Dividend as a percentage of profit for the relevant year	8.33%	7.98%

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, 2026	As at 31 st March, 2025
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)		9,601.33
Dividend proposed as a percentage of profit after tax(a/b)		8.33%

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

Rs. in Lakhs

Note 18 : OTHER EQUITY	As at 31 st March, 2026	As at 31 st March, 2025
I. Other Reserves		
(a) North East Equity Fund		
Fund Balance	626.62	617.91
Less : Write off during the year	(1.91)	(0.59)
Add: Provision against Soft Loans under NEEDS	3.66	9.30
	628.37	626.62
(b) Statutory Reserve u/s 45-IC of RBI Act, 1934		
Opening Balance	22,334.33	20,414.06
Add: Transferred from Retained Earnings	1,844.55	1,920.27
	24,178.88	22,334.33

Rs. in Lakhs

Note 18 : OTHER EQUITY	As at 31 st March, 2026	As at 31 st March, 2025
(c) Special Reserve created and maintained u/s 36(1)(viii) of the Income Tax Act, 1961		
Opening Balance	17,858.61	15,884.57
Add: Transferred from P/L Account	1,726.52	1,974.04
	19,585.13	17,858.61
(d) Venture Capital Fund:		
Fund Balance	1,381.72	1,352.91
Add: Transferred from General Reserve	28.81	28.81
	1,410.53	1,381.72
(e) General Reserve		
Opening balance	39,274.41	41,323.00
Add: Transferred from surplus in Statement of Profit and Loss	-	-
Less: Utilised / transferred during the year for :		
Transferred to Venture Capital Fund	(28.81)	(28.81)
Impairment Loss not transferred to Impairment Reserve	-	(2,019.78)
	39,245.60	39,274.41
(f) India Exposition Mart Stalls		
Opening balance	99.17	107.74
Add: Additions / transfers during the year	-	-
Less: Utilisations / transfers during the year	(7.57)	(8.58)
	91.59	99.17
(g) Techno Economic Development Fund		
Opening balance	3,528.27	3,956.42
Add: Additions / transfers during the year	181.18	235.79
Less: Utilisations / transfers during the year	(927.76)	(663.94)
	2,781.69	3,528.27
(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	28,613.91	23,722.95
Profit for the Period	9,222.75	9,601.33
Other comprehensive income	(223.67)	(16.06)
Less: Appropriations		
Transferred to General Reserve	-	-
Dividend Paid	(800.00)	(800.00)
Transferred to Statutory Reserve under RBI Act, 1934	(1,845)	(1,920.27)
Transferred to Special Reserve	(1,726.52)	(1,974.04)
	33,241.92	28,613.91
TOTAL OTHER EQUITY	124,479.46	117,032.79

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

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Rs. in Lakhs

Note 19 : INTEREST INCOME	As at 31st March, 2026	As at 31st March, 2025
On financial instruments measured at Amortised cost		
Interest on loans	21,339.70	19,378.47
Interest on Fixed Deposits and Bonds	154.31	210.46
	21,494.01	19,588.93

*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.

Rs. in Lakhs

Note 20 : DIVIDEND INCOME	As at 31st March, 2026	As at 31st March, 2025
From equity investments	14.60	54.65
From preference share investments	94.50	40.50
	109.10	95.15

Rs. in Lakhs

Note 21 : FEE AND COMMISSION INCOME	As at 31st March, 2026	As at 31st March, 2025
Advisory & Consultancy Fees	556.30	642.00
Prepayment Charges	40.91	44.40
Recompense Amount	-	112.59
Independent Third Party Evaluation Fees	40.00	20.00
UNNATI Appraisal Fees	54.92	246.29
	692.13	1,065.28

Rs. in Lakhs

Note 22 : NET GAIN/LOSS ON FAIR VALUE CHANGES	As at 31st March, 2026	As at 31st March, 2025
Net gain/(loss) on financial instruments at FVTPL		
Realised gain/(loss) from sale of Mutual Fund units	308.90	284.53
Realised gain/(loss) from sale of Equity Investments	-	165.06
Unrealised fair value gain/(loss) on Mutual Fund units	86.13	70.79
Unrealised fair value gain/(loss) on debt instruments	(83.43)	67.57
	311.60	587.96

STANDALONE

Rs. in Lakhs

Note 23 : OTHER OPERATING INCOME	As at 31st March, 2026	As at 31st March, 2025
Deferred Interest	2,678.76	3,036.45
	2,678.76	3,036.45

Note 24 : OTHER INCOME	As at 31st March, 2026	As at 31st March, 2025
Rent Received	368.14	348.68
Maintenance Charges	156.38	150.93
Hall Charges	45.48	45.51
Interest on loan to staff*	361.34	309.34
Miscellaneous Receipts	48.82	14.12
Bad Loans & Advances Recovered	767.92	684.64
Interest on I.T. Refund	47.87	14.53
Gain on disposal of assets(net)	0.41	-
	1,796.35	1,567.75

* 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 31st March, 2026	As at 31st March, 2025
Interest on Borrowings		
SIDBI	597.13	736.41
SBI	1,636.40	406.87
SBI(Overdraft)	12.10	5.23
Bank of Baroda	4.70	-
UCO Bank	19.35	-
Finance Cost on above borrowings	30.52	-
Notional Interest on Government Loan	2,678.76	3,036.45
Prepaid Employee Benefit expenses amortised during the year	211.04	167.41
Interest Expense on lease liabilities	28.29	26.89
	5,218.29	4,379.25

Note 26 : IMPAIRMENT ON FINANCIAL INSTRUMENTS	As at 31st March, 2026	As at 31st March, 2025
On financial instruments measured at Amortised cost		
Bad debts and write offs	625.15	1,512.70
Loans	(465.48)	(1,939.95)
	159.67	(427.25)

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Rs. in Lakhs

Note 27 : EMPLOYEE BENEFIT EXPENSES	As at 31 st March, 2026	As at 31 st March, 2025
Salaries & Wages		
- Salaries (Director)	80.62	98.13
- Salaries (Others)	4,072.12	4,319.75
- Leave Travel Concession / Allowance	194.83	271.43
- Leave Encashment	352.27	571.62
Contribution to Provident and other Funds		
- Employer's Provident Fund	368.06	356.79
- Gratuity	51.80	20.41
Staff Welfare Expenses		
- Medical Reimbursement	107.71	102.53
- House Rent	3.39	1.11
- Staff Welfare	243.35	267.07
	5,474.13	6,008.86

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 (₹)	Previous Year (₹)	Current Year (₹)	Previous Year (₹)
i. Change in the present value of the defined benefit obligation				
Opening benefit obligation	1,030.26	908.32	2,006.68	1,631.14
Current Interest Cost	69.23	65.21	134.85	117.12
Current Service Cost	18.74	25.94	119.55	90.02
Benefit Paid	(28.33)	(146.26)	(218.87)	(278.99)
Actuarial (Gain) / Loss	(92.72)	177.05	156.05	447.39
Closing benefit obligation	997.18	1,030.26	2,198.26	2,006.68
ii. Change in Plan Assets				
Opening Fair Value of Plan Assets	959.97	985.40	1,265.31	1,182.40
Actual Return on Plan Assets	73.23	76.31	94.99	82.91
Contribution	0.00	44.52	195.69	278.99
Benefit paid	(28.33)	(146.26)	(218.87)	(278.99)
Closing Fair Value of Plan Assets	1,004.87	959.97	1,337.12	1,265.31

STANDALONE

Rs. in Lakhs

Particulars	Gratuity		Leave Encashment	
	Current Year (₹)	Previous Year (₹)	Current Year (₹)	Previous Year (₹)
iii. Reconciliation of Expense in Profit & Loss Statement				
Closing present value of obligation	997.18	1,030.26	2,198.26	2,006.68
Opening present value of obligation	(1,030.26)	(908.32)	(2,006.68)	(1,631.14)
Benefit Paid	28.33	146.26	218.87	278.99
Actual Return on Assets	(73.23)	(76.31)	(94.99)	(82.91)
OCI	101.45	(171.48)	-	-
Expense recognised in Profit & Loss Account	23.47	20.41	315.46	571.62

iv. Net Cost recognized in Profit & Loss Account

Current Service cost	18.74	25.94	119.55	90.02
Net Interest Cost(Income)	4.72	(5.53)	49.82	32.22
Net actuarial (gain) / Loss	-	-	146.08	449.38
Expenses recognized in Profit & Loss Account	23.46	20.41	315.45	571.62

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

Opening Net Liability	70.29	(77.08)	741.37	448.74
Expense charged to Profit & Loss Account	23.46	20.41	315.45	571.62
Benefit paid by Corporation	0.00	(44.52)	-	-
Contribution paid	-	-	(195.69)	(278.99)
OCI	(101.45)	171.48	-	-
Closing Net Liability/(Asset)	(7.70)	70.29	861.13	741.37

vi. Maturity Profile of Defined Benefit Obligation

Year 1	83.64	102.30	252.98	246.87
Year 2	32.16	50.84	227.73	275.16
Year 3	70.05	94.13	185.31	227.44
Year 4	50.65	82.74	197.31	187.82
Year 5	63.21	63.36	257.07	190.17
After 5 th Year	1,805.31	1,557.47	2,772.33	2,095.57
Total	2,105.02	1,950.84	3,892.73	3,223.03

vii. Sensitivity Analysis for Gratuity

Rs. in Lakhs

Item	As at 31/03/2026	Impact (Absolute)	Impact %
Base Liability	997.18		
Increase Discount Rate by 0.5%	955.10	(42.08)	-4.22%
Decrease Discount Rate by 0.5%	1,042.30	45.11	4.52%
Increase Salary Inflation by 1.00%	1,010.09	13.01	1.31%
Decrease Salary inflation by 1.00%	981.11	(16.07)	-1.61%
Increase Withdrawal Rate by 1.00%	1,048.36	51.18	5.13%
Decrease Withdrawal Rate by 1.00%	940.74	(56.43)	-5.66%

viii. Sensitivity Analysis for Leave Encashment

Item	As at 31/03/2026	Impact (Absolute)	Impact %
Base Liability	2,198.26		
Increase Discount Rate by 0.5%	2,126.51	(71.74)	-3.26%
Decrease Discount Rate by 0.5%	2,274.36	46.10	3.46%
Increase Salary Inflation by 1.00%	2,351.45	154.19	7.01%
Decrease Salary inflation by 1.00%	2,058.63	(139.62)	-6.35%
Increase Withdrawal Rate by 1.00%	2,198.96	0.70	0.03%
Decrease Withdrawal Rate by 1.00%	2,197.45	(0.81)	-0.04%

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%

x. Principal Actuarial Assumptions

Particulars	Gratuity		Leave Encashment	
	Current Year (₹)	Previous Year (₹)	Current Year (₹)	Previous Year (₹)
Discount Rate	7.08%	6.72%	7.08%	6.72%
Rate of increase in compensation levels	5.00%	3.00%	5.00%	3.00%
Rate of return on Plan Assets	NA	NA	6.72%	7.18%

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 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. 351.85 Lac (Previous Year Rs. 333.15 Lac) has been charged to Profit & Loss Account.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2026

Rs. in Lakhs

Note 28 : DEPRECIATION, AMORTIZATION & IMPAIRMENT	As at 31st March, 2026	As at 31st March, 2025
Depreciation on Property, Plant and Equipment	198.81	160.06
Less : Transfer to IEM Stall Fund	(7.57)	(8.58)
	191.23	151.48
Depreciation on Intangible Asset	-	-
Depreciation on ROU Asset	67.72	56.86
	258.95	208.34

Note 29 : CSR EXPENSES	As at 31st March, 2026	As at 31st March, 2025
CSR Expenses	264.50	241.14
	264.50	241.14

Note 30 : OTHER EXPENSES	As at 31st March, 2026	As at 31st March, 2025
<u>Rent, Taxes and Energy Cost</u>		
Electricity Charges & Electrical Expenses	81.25	79.07
Rent on short term leases	11.29	8.83
GST Expenses	19.92	28.58
Licence & Registration Fees	14.14	15.63
Penalties and interests	10.27	-
<u>Repairs & Maintenance</u>		
Repairs & Maintenance (Machine)	60.80	82.76
Manpower Cost (Security Services, Housekeeping Services etc)	515.33	471.61
Repair & Maintenance(Others)	143.99	125.93
Software Maintenance & IT Expenses	86.75	94.96
<u>Communication Costs</u>		
Telephone Charges & Postage	24.93	38.72
<u>Printing & Stationery</u>	31.85	27.80
<u>Advertisement & Publicity</u>		
Advertisement Expenses	113.57	102.65
Business Promotion	56.67	29.09
Business Facilitation Centre Expenses	15.39	15.59
<u>Director's Fees, allowances and Expenses</u>		
BOD Meeting Expenses	72.06	73.69
<u>Auditors' Fees and Expenses</u>		
Tax Audit Fees	0.50	0.50
Statutory Audit Fees	3.20	3.20
Concurrent Audit Fees	3.48	2.62
Other services	0.20	0.20
Reimbursement of expenses	0.35	0.35

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Rs. in Lakhs

Note 30 : OTHER EXPENSES	As at 31st March, 2026	As at 31st March, 2025
Legal & Professional Fees and Expenses	192.79	144.94
Insurance charges	7.43	9.39
Other Expenses		
Other Audit Expenses	11.90	2.92
Bank charges	1.05	1.29
Books & Periodicals	3.13	3.71
Car hire Expenses	32.79	39.77
Advisory & Consultancy Department Expenses	107.59	222.90
Commission to Business Correspondent	624.46	593.16
Conveyance	12.61	11.02
Honararium	4.45	2.13
India Exposition Mart Expenses	9.95	6.89
Miscellaneous Expenses	235.14	6.46
Mission Organic Expenses	0.85	2.40
Research & Developmental Expenses	133.65	154.77
Seminar & Conference Expenses	16.85	54.02
Training Expenses	23.73	11.65
Travelling Expenses	77.93	68.64
Recruitment / Relocation Expenses	36.17	0.40
Loss on sale / disposal of assets (net)	6.47	0.01
FTSU Expenses	124.63	117.66
	2,929.45	2,655.92

STANDALONE

Rs. in Lakhs

Note 31 : EARNINGS PER SHARE	As at 31st March, 2026	As at 31st March, 2025
The following table reconciles the numerators and denominators used to calculate Basic and Diluted Earning per Share for the year ended 31 st March 2026.		
Particulars		
(a) Profit/(Loss) Attributable to Equity Shareholders (Rs. in Lacs)	8,999.07	9,585.27
(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.)	9.00	9.59
(f) Earnings Per Share - Diluted (Rs.)	9.00	9.59

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

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. PVSLN Murty	Chairman & Managing Director
	Mr. S.K. Baruah(Upto 31/01/2025)	Executive Director & CFO
	Mr. V.K. Agarwal(CFO w.e.f 07/03/2025)	CFO & Company Secretary
	Mr. Niraj Kumar (w.e.f 18/12/2024)	Nominee Director (DoNER)
	Mr. S. Radhakrishnan (Upto 31/03/2025)	Nominee Director (SBI)
	Mr. P. Bose (w.e.f 16/07/2025)	Nominee Director (SBI)
	Mr. Acharya B.	Nominee Director (LIC)
	Mr. Ugen Tashi	Nominee Director (IDBI)
	Mr. Kaushik Sinha	Independent Director
	Smt. Nandita Hazarika	Independent Director
	Mr. A. Kumar	Independent Director
	Mr. D P Wahlang (Upto 31/10/2025)	Additional Director
	Dr. Ravi Kota	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, 2026	31 st March, 2025
Key managerial personnel		
Short Term Employee Benefits		
-Mr. PVSLN Murty	89.10	96.82
-Mr. S.K. Baruah	-	182.14
-Mr. V.K. Agarwal	86.88	100.68
Repayment/ Recovery of loans and advances		
-Mr. PVSLN Murty	14.43	6.95
-Mr. S.K. Baruah	-	2.01
-Mr. V.K. Agarwal	2.90	2.90
Disbursal of loans and advances		
-Mr. PVSLN Murty	4.00	20.00
Director's Sitting Fees	57.80	50.20
Subsidiaries		
NEDFi Venture Capital Limited		
-Receivable towards salary payments	199.83	211.73
-Receivable towards OCD Coupon Interest	-	77.43

Associates/JV		
-Investment in North East Venture Fund	375.00	-
Trusts / Funds under control of the Company		
NE SHILP		
-Payment towards purchase of craft products	22.84	22.96
-Payment towards reimbursement of expenses	-	1.11
-Payment towards advances	7.79	5.65
-Adjustments of advances	17.75	-

C. Outstanding Balance with Related Parties:

Rs. in lakhs

Particulars	31 st March, 2026		31 st March, 2025	
Key managerial personnel	Loan O/s	% to total loan & Advances	Loan O/s	% to total loan & Advances
Loans & Advances (At cost)				
-Mr. PVSLN Murty	2.61	0.00%	13.04	0.00%
-Mr. V.K. Agarwal	19.94	0.00%	22.84	0.00%
Subsidiaries(Receivable)				
-NEDFi Venture Capital Limited		199.83		289.23
Subsidiaries(Closing)				
-NEDFi Venture Capital Ltd.		4.94		4.94
-NEDFi Trustee Ltd.		4.94		4.94
Associates(Closing)				
-North East Venture fund		6618.54		6267.59
Trusts / Funds under control of the Company				
-Advance to NE SHILP		1.37		11.32

- 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, 2026 and March 31, 2025.

D. Disclosure required as per Reserve Bank of India (Non Banking Financial Companies – Credit Risk Management) Directions, 2025

Rs. in lakhs

Particulars	31 st March, 2026	31 st March, 2025
A. Loans to Related Parties		
1. Aggregate value of loans sanctioned during the year	-	-
2. Aggregate value of outstanding loans (At cost)	22.55	35.88
3. Aggregate value of outstanding loans as a proportion to total credit exposure (in %)	-	-

Particulars	31 st March, 2026	31 st March, 2025
4. Aggregate value of outstanding loans which are categorized as:		
(i) Special Mention Accounts	-	-
(ii) Non-Performing Assets	-	-
5. Amount of provisions held	-	-
B. Contracts and Arrangements involving Related Parties		
6. Aggregate value of contracts and arrangements awarded during the year	-	-
7. Aggregate value of outstanding contracts and arrangements involving related parties	-	-

NOTE 33 : CONTINGENT LIABILITIES AND COMMITMENTS

Rs. in lakhs

Particulars	31 st March, 2026	31 st March, 2025
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 of income tax demands where the Corporation has filed appeal before Hon'ble ITAT for A.Y. 2018-19.	262.47	262.47
In respect of 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)	45088.56	47201.69

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 sanction 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. 45088.56 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. The Hon'ble CESTAT has now reverted the case back to Commissioner (Appeals) and advised to dispose of the same within 3 months. Based on the submissions, the Corporation is confident that the case will be decided 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 ₹262.47 lakhs for Assessment Year (AY) 2018-19 and ₹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 53.01% (Previous Year 68.80%) as per IRAC norms.
- 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 angel 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:** NEDFi in association with Govt of Manipur has launched Manipur Startup Venture Fund (MSVF), a fund dedicated to the startups from the state of Manipur. MSVF has been registered with SEBI as a Category I Venture Capital Fund on 22nd March 2024 with a fund corpus of Rs. 30 crore (Govt of Manipur and NEDFi Rs. 15 crore each). The fund manager for the fund is NEDFi Venture Capital Limited.
- 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.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Note 41: SEGMENT REPORTING

As required under Ind AS 108, the segment reporting is as under:

Rs. in lakhs

1.	Segment Revenue	2025-26	2024-25
	Lending and Financing Activities	24827.28	23256.54
	Management of Surplus Funds	465.91	798.42
	Others	1788.76	1886.55
	Total	27081.94	25941.52
2.	Segments Results		
	Lending and Financing Activities	10786.78	10431.43
	Management of Surplus Funds	465.91	798.42
	Others	386.72	667.15
	Total	11639.40	11897.00
	Unallocated Income	1137.53	978.26
	Unallocated Expenses		
3.	Operating Profit	12776.94	12875.26
	Income Tax	3554.19	3273.93
4.	Net Profit	9222.75	9601.33
5.	Other Information		
	Segment Assets		
	Lending and Financing Activities	226379.37	201367.25
	Management of Surplus Funds	25846.76	42586.08
	Others	1994.54	289.23
	Total	254220.67	244242.57
	Unallocated Assets	8605.13	9317.69
	Total	262825.80	253560.26
	Segment Liabilities		
	Lending and Financing Activities	123438.86	123380.53
	Management of Surplus Funds	-	-
	Others	-	-
	Unallocated Liabilities	13135.41	12098.47
	Total	136574.28	135479.00
	Net Capital Employed	126251.52	118081.26

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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 31/03/2026		As at 31/03/2025	
		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*	NIL	NIL	NIL	NIL
		47502.94	NIL	47555.77	NIL
	(g) Loan from SIDBI	-	NIL	8173.36	NIL
	(h) Loan from SBI	31257.82	NIL	17491.10	NIL
	(i) Loan from BoB	4000.00	NIL	-	NIL
	(j) Loan from UCO Bank	1499.67	NIL	-	NIL
	* taken at fair value				
	<i>Assets side:</i>				

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		Amount outstanding	
		As at 31/03/2026	As at 31/03/2025
(2)	Break-up to Loans and Advances including bills receivable other than those included in (3) below] :		
	(a) Secured	213610.23	186874.21
	(b) Unsecured	16274.29	17360.91
(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		

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Rs. in Lakhs

(4)	Break-up of Investments:	As at	As at
		31/03/2026	31/03/2025
1.	Quoted:		
	(i) Shares : (a) Equity	-	-
	(b) Preference	-	-
	(ii) Debentures and Bonds	-	-
	(iii) Units of mutual funds (Short Term)	1249.53	2808.33
	(iv) Government Securities	-	-
	(v) Others (please specify)	-	-
2.	Unquoted:		
	(i) Shares : (a) Equity	2274.88	2675.23
	(b) Preference	1085.73	1169.17
	(ii) Debentures and Bonds	1000.00	1000.00
	(iii) Units of mutual funds	-	-
	(iv) Government Securities	-	-
	(v) North East Venture Trust	6618.54	6267.59
	(v) NRL Ideation Angel Fund	362.79	225.00
	(vi) Manipur Startup Venture Fund	279.02	-
	Total	12870.51	14145.32

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(5) Borrower group-wise classification of assets financed as in (2) and (3) above:

Category	As at 31/03/2026			As at 31/03/2025		
	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	-	18.27	18.27	-	20.10	20.10
2. Other than related parties	213610.23	16274.29	229884.52	195530.73	8704.39	204235.12
Total	213610.23	16292.56	229902.79	195530.73	8724.49	204255.22

NOTES TO THE STANDALONE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2026

Rs. in Lakhs

(6) Investor group-wise classification of all investments in shares and securities (both quoted and unquoted)

Category	As at 31/03/2026		As at 31/03/2025	
	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)	5146.10	6618.54	4920.09	6267.59
2. Other than related parties	6242.09	6242.09	7867.85	7867.85
Total	11388.19	12870.51	12787.94	14145.32

**As per Indian Accounting Standard issued by MCA

(7) Other information

	Particulars	As at 31/03/2026	As at 31/03/2025
(i)	Gross Non-Performing Assets		
	(a) Related parties	-	-
	(b) Other than related parties	3873.78	3795.75
(ii)	Net Non-Performing Assets		
	(a) Related parties	-	-
	(b) Other than related parties	2020.22	1384.29
(iii)	Assets acquired in satisfaction of debt	-	-

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

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	52.10%	53.49%
ii. CRAR – Tier I Capital	51.26%	53.17%
iii. CRAR – Tier II Capital	0.83%	0.32%
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	12870.51	14145.33
b. Outside India	-	-
ii. Provisions for Depreciation		
a. In India	-	-
b. Outside India	-	-
iii. Net value of Investments		
a. In India	12870.51	14145.33
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	-	-

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c) Asset Liability Management Maturity pattern of certain items of Assets and Liabilities

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NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

As at 31st March 2026

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*	2,644.00	1,878.38	3,507.57	1,440.86	8,644.74	21,296.31	86,275.71	54,753.87	46463.28	226904.72
Investments**	-	-	-	-	-	1249.53	-	1000.00	10620.98	12870.51
Borrowings**	-	1791.36	601.36	601.36	7540.87	2828.50	26441.98	18237.52	26217.48	84260.43
Foreign Currency Assets	-	-	-	-	-	-	-	-	-	-
Foreign Currency Liabilities	-	-	-	-	-	-	-	-	-	-

*at cost

**at fair value

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

- 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 2026, the amount of unsecured advances stood at Rs. 16274.29 lakhs (31st March 2025: Rs. 17360.91 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, UCO & BoB Loan) | Care Ratings Ltd. | CARE A; Stable (Single A, Outlook: Stable) Reaffirmed | CARE A; Stable (Single A, Outlook: Stable) Reaffirmed |
- g) Net Profit or Loss for the period, prior period items and changes in accounting policies
There are no such material items which require disclosures in the notes to Accounts in terms of the relevant Accounting Standard.
- 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	(465.48)	(1942.60)
Provision made towards Income Tax	2780.96	2328.96
Other Provision and Contingencies		
Leave Encashment	352.27	571.62
Gratuity	51.80	20.40
LTC	-	-
Diminution in Fair Value of Restructured Advance	-	-
Provision for Standard Assets (as per IRAC norms)	(244.15)	(914.18)

k) Concentration of Advances (at cost)

Rs. In lakhs

	As at 31/03/2026	As at 31/03/2025
Total Advances to twenty largest borrowers	63932.62	56893.11
Percentage of Advances to twenty largest borrowers to Total Advances of the NBFC	28.18%	28.17%

l) Concentration of Exposures (at cost)

Rs. In lakhs

	As at 31/03/2026	As at 31/03/2025
Total Exposures to twenty largest borrowers	72499.00	67971.00
Percentage of Exposures to twenty largest borrowers to Total Exposures of the NBFC	31.95%	33.66%

m) Concentration of NPAs

Rs. In lakhs

	As at 31/03/2026	As at 31/03/2025
Total Exposure to top four NPA accounts	2325.77	1899.05

n) Sector wise NPAs (Percentage of NPAs to Total Advances in that Sector):

Sl. No.	Sector	As at 31/03/2026	As at 31/03/2025
1	Agriculture & allied activities	3.15%	4.37%
2	MSME	1.67%	2.03%
3	Corporate Borrowers	11.54%	5.76%
4	Services	1.03%	1.43%
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 (%)	0.90%	0.69%
ii. Movement of NPAs (gross)		
a. Opening balance	3795.75	5680.39
b. Additions during the year	1999.29	1332.60
c. Reductions during the year	1921.26	3217.24
d. Closing balance	3873.78	3795.75

Rs. in Lakhs

iii. Movement of net NPAs		
a. Opening balance	1384.29	2240.82
b. Additions during the year	339.07	1029.09
c. Reductions during the year	(296.86)	1885.62
d. Closing balance	2020.22	1384.29
iv. Movement of provisions for NPAs		
a. Opening balance	2402.16	3436.92
b. Provisions made during the year	(548.61)	(1034.76)
c. Write off / Write backs	-	-
d. Closing balance	1853.55	2402.16

*As per IRACP Norms

p) Disclosure as per Micro, Small and Medium Enterprises Development Act, 2006 :

	Particulars	31 March 2026	31 March 2025
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	-	-

STANDALONE

*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.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

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	31/03/2026	31/03/2025
a) Direct Exposure		
(i) Residential Mortgages [all individual housing loans]	1326.77	1376.08
(ii) Commercial Real Estate	16123.93	14702.97
(iii) Investments in Mortgage Backed Securities (MBS) and other securitized exposures:		
a) Residential	Nil	Nil
b) Commercial	Nil	Nil
b) Indirect Exposure		
Fund based and non fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs).	Nil	Nil
Total Real Estate Exposure	17450.70	16079.05

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;	3274.89	3675.23
(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)	7260.36	6492.59
Total Exposure to Capital Market		10535.25	10167.82

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	3,207.50	100.93	3.15%	3,020.96	132.03	4.37%
2. Industry	56,354.30	1,877.74	3.33%	54,066.29	1,427.55	2.64%
3. Services	1,49,620.74	1,548.37	1.03%	1,26,017.33	1,754.03	1.39%
4. Loan to staff	3,471.03	0	0.00%	3,300.24	0	0.00%
5. Microfinance Loans (Loans to MFIs, Business Correspondents)	17,722.16	346.73	1.96%	18,845.56	482.13	2.56%
Total	2,30,375.73	3,873.77		2,05,250.38	3,795.75	

STANDALONE

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 2026. (31st March 2025: 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	07	01
3.		Number of complaints disposed during the year	07	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					
Loan related	NIL	07	07	NIL	NIL
Total	NIL	NIL	NA	NIL	NIL
Previous Year					
Customer Complaints	NIL	01	01	NIL	NIL
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:

- a) 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
- b) 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 2026 and 31st March 2025 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 5 years monthly movements of default rates (7 years till previous year).

(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 2026

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	2,04,952.91	968.67	2,03,984.24	785.07	183.60
	Stage 2	18,078.04	1,080.98	16,997.06	642.91	438.07
Subtotal for standard		2,23,030.95	2,049.65	2,20,981.30	1,427.98	621.67
Non-Performing Assets (NPA)						
Substandard	Stage 3	1,999.29	799.72	1,199.57	339.07	460.65
Doubtful- up to 1 year	Stage 3	896.98	358.79	538.19	536.98	(178.19)
1 to 3 years	Stage 3	124.51	49.81	74.71	124.51	(74.71)
More than 3 years	Stage 3	-	-	-	-	-

Rs. in Lakhs

Subtotal for doubtful		1,021.50	408.60	612.90	661.50	(252.90)
Loss	Stage 3	852.99	347.18	505.80	852.99	(505.80)
Subtotal for NPA		3,873.78	1,555.50	2,318.28	1,853.55	(298.05)
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	2,04,952.91	968.67	2,03,984.24	785.07	183.60
	Stage 2	18,078.04	1,080.98	16,997.06	642.91	438.07
	Stage 3	3,873.78	1,555.50	2,318.28	1,853.55	(298.05)

STANDALONE

As on 31st March 2026, the impairment allowance required under Ind AS 109 stands at Rs. 3605.15 lakhs and that under IRACP norms at Rs. 3281.52 lakhs. The Corporation held Impairment Loss Allowances of Rs. 4074.28 lakhs as on 31st March 2025.

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. 3315.00 lakhs in previous year, no new transfer was made to the reserve in FY 24-25.

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 during FY25. 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, Liquidity Risk Management Framework for managing its liquidity risk and various IT related policies to oversee the various IT and associated system risks. In addition, the Corporation has also formed two Executive Level Committees, Asset Liability Management Committee (ALCO) and Internal Risk Management Committee (IRMC), headed by the Chairman and Managing Director.

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', cash flows that are generated from operations and undrawn sanction from the Banks. 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. The Corporation has also put in place Liquidity Risk Management Framework to oversee the liquidity risk. 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. 10.15 Crore 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 FY26, the Corporation has received interest free loan amounting to Rs.1114.11 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 nine instalments amounting to Rs.349.11 Cr. and the 10th instalment of Rs.60 Cr. will become due in the current financial year. The Corporation had 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. The Corporation has pre-paid the entire loan outstanding of SIDBI during the year. During FY25, the Corporation availed Rs.200 Cr. TL from SBI, out of which Rs.175 Cr. disbursement was availed during that year and balance Rs.25 Cr. during FY26. Again, during FY26, the Corporation availed Rs.200 Cr. TL from SBI, out of which Rs.125 Cr. disbursement was availed during the year. Further, UCO Bank and Bank of Baroda also sanctioned Rs.150 Cr. and Rs.100 Cr. respectively during the year, out of which Rs.15 Cr. and Rs.40 Cr. were availed during the year. Moreover, 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 lenders SBI and BoB 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 Operational Risk Management are being looked into for the officers of the Risk Management and other core departments.

The Corporation has also 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. The Corporation has also adopted Information Security Policy and Cyber Security Policy to ensure the early detection of cyber fraud and other cyber security related matters. Further, the Corporation has also adopted Fraud Risk Management Policy for prevention, early detection and timely reporting of incidents of fraud to Law Enforcement Agencies (LEA), Reserve Bank of India (RBI).

Note 48: Changes in liabilities arising from financing activities

As at 31st March 2026

Rs. in lakhs

Particulars	As at March 31 st , 2025	Cash flows(net)	New leases	Others	As at March 31 st , 2026
Borrowings	73,220.24	11,040.19	-	-	84,260.43
Notional Interest	26,944.23	2,052.84	-	-	28,997.06
Lease Liability	321.70	(89.85)	78.09	28.30	338.24
Others	43.68	(43.68)	-	0.00	-
Total	1,00,529.84	12,959.50	78.09	28.30	1,13,595.73

As at 31st March 2025

Particulars	As at March 31 st , 2024	Cash flows(net)	New leases	Others	As at March 31 st , 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

Note 49: Disclosure as per Para 53 of Ind AS 116 : Leases

Particulars	As at 31/03/2026	As at 31/03/2025
i) Depreciation charge for ROU assets for Leasehold premises (presented under Note 28: "Depreciation, amortization and impairment")	67.72	56.86
ii) Interest expense on lease liabilities (presented under Note 25 Finance Cost)	28.29	26.89
iii) Expense relating to short-term leases (included in Note 30 Other Expenses)	11.29	8.83
iv) Payments for principal portion of lease liability	61.56	91.80
v) Additions to ROU assets during the year	78.10	121.22
vi) Carrying amount of ROU assets at the end of reporting period by class of underlying assets (Refer Note 9C)	297.51	287.13
vii) Lease liabilities (Refer Note 13)	338.24	321.70

Maturity Analysis of Lease Liabilities as per Ind AS: Leases

Particulars	As at 31/03/2026	As at 31/03/2025
Less than 1 year	12.44	-
1 – 3 years	107.65	58.26
3 -5 years	85.72	88.38
More than 5 years	132.44	175.07
Total lease liabilities	338.24	321.70

Note 50: 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 31 st March 2026

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	9.35	-	-	-	9.35
Projects temporarily suspended	-	-	-	0.87	0.87

As at 31 st March 2025

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	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 26	As at 31 st March 25
Tier -I Capital	126251.53	118081.26
Tier -II Capital	2049.65	717.00

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Total Capital	128301.18	118798.26
Aggregate of Risk Weighted Assets	246282.38	222102.08
Tier I CRAR	51.26%	53.17%
Tier II CRAR	0.83%	0.32%
CRAR	52.10%	53.49%

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, 2026.

“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 31/03/2026	As at 31/03/2025
i) Amount required to be spent by the Company	255.77	239.06
ii) Amount of expenditure incurred	264.50	241.14
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	For promotion of traditional arts and handicraft sector of the N. E. Region implemented the Capacity building and market linkage programmes. To empower women undertaken initiative for promotion of entrepreneurship and also to reduce inequalities in the society. With an objective of promoting healthcare, organised Health Camp, distribution of food items under Pradhan Mantri TB Mukh Bharat Abhiyaan (PMTBMBA), construction of hospital building at Serchhip in Mizoram 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	13.79*	4.65*
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 and Kulpui and Water Hyacinth at Khetri.

(xvii)(a) Gross amount required to be spent: Rs. 255.77 lakhs (P.Y. Rs. 239.06 lakhs). 2% of the average profit before tax of last three financial years i.e. 2% of ` Rs. 12788.59 lakhs (P.Y. Rs. 11952.88 lakhs= Rs.239.06 lakhs). The Corporation has spent Rs. 264.50 lakhs (P.Y. Rs. 241.14 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	264.50	241.14	-	-	264.50	241.14

(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.

STANDALONE

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Note 51 : Disclosure as per RBI Circular No. RBI/2025-26/59 DOR.STR.REC.34/21.04.048/2025-26 dated June 19, 2025, pertaining to the Reserve Bank of India (Project Finance) Directions, 2025.

Oct-December 2025

Rs. In Crores

Sl. No	Item Description	Number of accounts	Total outstanding
1	Projects under implementation accounts at the beginning of the quarter.	385	526.16
2	Projects under implementation accounts sanctioned during the quarter.	213	14.56
3	Projects under implementation accounts where DCCO has been achieved during the quarter	214	70.20
4	Projects under implementation accounts at the end of the quarter. (1+2-3)	380	530.90
5	Out of '4' – accounts in respect of which resolution process involving extension in original/extended DCCO, as the case may be has been invoked.	5	72.85
	Out of '5' – accounts in respect of which Resolution plan has been implemented.	5	73.35
	Out of '5' – accounts in respect of which Resolution plan is under implementation.	-	-
	Out of '5' – accounts in respect of which Resolution plan has failed.	-	-
6	Out of '5', accounts in respect of which resolution process involving extension in original/extended DCCO, as the case may be has been invoked due to change in scope and size of the project.	1	30
7	Out of '5', account in respect of which cost overrun associated with extension in original/extended DCCO, as the case may be, was funded	-	-
	Out of '7', accounts where SBCF was sanctioned during financial closure and renewed continuously	-	-
	Out of '7', accounts where SBCF was not pre-sanctioned or renewed continuously	-	-
8	Out of '4' – accounts in respect of which resolution process not involving extension in original/extended DCCO, as the case may be has been invoked.	-	-
	Out of '8' – accounts in respect of which Resolution plan has been implemented.	-	-
	Out of '8' – accounts in respect of which Resolution plan is under implementation.	-	-
	Out of '8' – accounts in respect of which Resolution plan has failed.	-	-

STANDALONE

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Jan-March 2026

Rs. In Crores

Sl. No	Item Description	Number of accounts	Total outstanding
1	Projects under implementation accounts at the beginning of the quarter.	380	530.90
2	Projects under implementation accounts sanctioned during the quarter.	194	38.60
3	Projects under implementation accounts where DCCO has been achieved during the quarter	190	49.11
4	Projects under implementation accounts at the end of the quarter. (1+2-3)	382	576.02
5	Out of '4' – accounts in respect of which resolution process involving extension in original/extended DCCO, as the case may be has been invoked.	5	85.00
	Out of '5' – accounts in respect of which Resolution plan has been implemented.	5	85.00
	Out of '5' – accounts in respect of which Resolution plan is under implementation.	-	-
	Out of '5' – accounts in respect of which Resolution plan has failed.	-	-
6	Out of '5', accounts in respect of which resolution process involving extension in original/extended DCCO, as the case may be has been invoked due to change in scope and size of the project.	1	34.00
7	Out of '5', account in respect of which cost overrun associated with extension in original/extended DCCO, as the case may be, was funded	-	-
	Out of '7', accounts where SBCF was sanctioned during financial closure and renewed continuously	-	-
	Out of '7', accounts where SBCF was not pre-sanctioned or renewed continuously	-	-
8	Out of '4' – accounts in respect of which resolution process not involving extension in original/extended DCCO, as the case may be has been invoked.	-	-
	Out of '8' – accounts in respect of which Resolution plan has been implemented.	-	-
	Out of '8' – accounts in respect of which Resolution plan is under implementation.	-	-
	Out of '8' – accounts in respect of which Resolution plan has failed.	-	-

STANDALONE

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 2026 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 2026, 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 2026, the carrying value of loan assets measured at amortised cost, aggregated ₹ 222774.22 Lakhs (net of allowance of expected credit loss ₹ 3605.15 lakhs) constituting approximately 84.62% 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	<u>Information Technology and General Controls:</u> 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 materiality 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. 601.95 Lakhs as at 31st March, 2026, total revenues of Rs. 258.68 Lakhs and net increase in cash flows amounting to Rs. (190.66) 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. 34.30 Lakhs as at 31st March 31, 2026, total revenues Rs. 8.82 lakhs and net increase in cash flows amounting to Rs. 6.00 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 directions and sub directions 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, 2026 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, 2026.
 - 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, 2026.
 - 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 2025-26 by the Board of Directors of the HHolding 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, 2026 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.

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, 2026 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.

Dated: 18-08-2026

Place: Guwahati

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



(CA. Vikash Surana)

Partner

Membership No. 059958
UDIN: 26059958YEMDFY5353

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, 2026)

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 . Actuarial valuation as per provisions of Ind AS 19 is considered for ascertaining liabilities.
2	Whether the Company has a system in place to process all the accounting transactions through IT system? If yes, whether review of this system and controls that are significant to the Companies, financial reporting process as well as cyber security has been done by information security auditing organization empaneled by Cert – In at a minimum frequency of once in a year and material discrepancies found, if any, have been suitably reported? The implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications may also be reported.	Company has a system in place to process all the accounting transactions through IT system. During FY 2025-26, 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. As per information and explanation provided to us, the company has empaneled information system auditors for the IT Controls and cyber security audits, who review the system and controls in a minimum frequency of once a year.
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	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

3	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.	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.

Dated: 18-08-2026

Place: Guwahati

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


(CA. Vikash Surana)

Partner

Membership No. 059958

UDIN: 26059958YEMDFY5353

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, 2026)

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, 2026, 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, 2026, 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

Dated: 18-08-2026

Place: Guwahati



(CA. Vikash Surana)

Partner

Membership No. 059958

UDIN: 26059958YEMDFY5353

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 FOR THE YEAR ENDED 31 MARCH 2026

The preparation of consolidated financial statements of North Eastern Development Finance Corporation Limited for the year ended 31 March 2026 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) read with section 129 (4) of the Act is responsible for expressing 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 auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Revised Audit Report dated 18th August 2026 which supersedes their earlier Audit Report dated 7th July 2026.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the consolidated financial statements of North Eastern Development Finance Corporation Limited for the year ended 31 March 2026 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 but did not conduct supplementary audit of the financial statements of NEDFi Venture Capital Limited and NEDFi Trustee Limited for the year ended on that date. This supplementary audit has been carried out independently without access to the working papers of the statutory auditor and is limited primarily to inquiries of the statutory auditor and company personnel and a selective examination of some of the accounting records.

In view of the revisions made in the statutory auditor's report, to give effect to some of my audit observations raised during supplementary audit, I have no further comments to offer upon or supplement to the statutory auditors' report under section 143(6)(b) read with section 129(4) of the Act.

Place: New Delhi

Date: 15.09.2026

For & On behalf of the
Comptroller & Auditor General of India



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

Consolidated Balance Sheet as at March 31, 2026

Rs. in lakhs

Particulars	Notes	As at 31 st March, 2026	As at 31 st March, 2025
ASSETS			
(1) Financial Assets			
(a) Cash & Cash Equivalents	2	13,353.94	28,435.53
(b) Bank Balance other than (a) above	3	2,744.48	2,025.12
(c) Receivables			
- Trade receivables	4	2,008.32	1,998.76
(d) Loans	5	226,279.37	200,160.84
(e) Investments	6	12,860.64	14,135.45
(f) Other Financial Assets	7	2,319.64	3,217.26
		259,566.40	249,972.95
(2) Non Financial Assets			
(a) Current Tax Assets (Net)	8	112.94	876.35
(b) Property Plant & Equipment	9	2,748.80	2,720.87
(c) Capital Work-in-progress	9	10.23	0.87
(d) Intangible Assets	9	-	-
(e) Other Non Financial Assets	10	812.05	432.37
		3,684.02	4,030.46
Total Assets		263,250.41	254,003.41
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		39.57	103.16
Other Payables			
i) total outstanding dues of micro enterprise and small enterprises		-	-

CONSOLIDATED

ii) total outstanding dues of creditors other than micro enterprise and small enterprises		-	-
(b) Borrowings (Other than Debt Securities)	12	84,260.43	73,220.24
(c) Other Financial Liabilities	13	39,140.46	49,070.78
		123,440.47	122,394.18
(2) Non Financial Liabilities			
(a) Current Tax Liabilities (Net)	14	-	-
(b) Provisions	15	1,092.08	1,053.93
(c) Deferred Tax Liabilities (Net)	16	3,815.39	3,146.94
		4,907.47	4,200.87
(3) Equities			
(a) Equity Share Capital	17	10,000.00	10,000.00
(b) Other Equity	18	124,897.27	117,403.73
Non Controlling Interest		5.19	4.63
		134,902.47	127,408.36
Total Liabilities and Equity		263,250.41	254,003.41
The accompanying notes form an integral part of the financial statements	1-51		

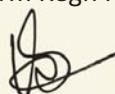
CONSOLIDATED

As per our Report of even date

For Vikash Surana and Associates

Chartered Accountants

Firm Regn No. 324128E


CA Vikash Surana

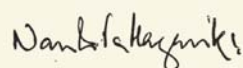
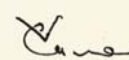
Partner

(M. No. 059958)

Place : Guwahati

Date : 07-07-2026

For and on behalf of the Board of Directors

(PVSLN Murty)**Chairman and Managing Director****DIN : 07355708**

(Smt. Nandita Hazarika)**DIN: 10349292****Director**

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

Consolidated Statement of profit and loss for the year ended March 31, 2026

Rs. in lakhs

Particulars	Notes	For the year ended March 31, 2026	For the year ended March 31, 2025
Revenue from operations			
(i) Interest Income	19	21,512.84	19,612.30
(ii) Dividend Income	20	109.10	95.15
(iii) Fees and Commission Income	21	692.13	1,065.28
(iv) Net gain/(loss) on Fair value changes	22	311.60	587.96
(v) Other Operating Income	23	2,926.49	3,264.57
I Total Revenue from Operations		25,552.16	24,625.26
II Other Income	24	1,797.25	1,568.69
III Total Income (I + II)		27,349.41	26,193.94
EXPENSES			
(i) Finance Costs	25	5,218.29	4,379.25
(ii) Impairment on financial instruments	26	159.67	(427.25)
(iii) Employee Benefit Expenses	27	5,673.89	6,289.44
(iv) Depreciation, amortisation and impairment	28	258.95	208.34
(v) CSR Expenses	29	264.50	241.14
(v) Other Expenses	30	2,933.75	2,659.49
IV Total Expenses		14,509.06	13,350.41
V Profit / (Loss) before exceptional items and tax (III-IV)		12,840.35	12,843.53
VI Exceptional Items		-	-
VII Profit / (Loss) before Tax (V+VI)		12,840.35	12,843.53
VIII Tax Expense			
Current Tax		2,796.92	2,338.30
Deferred Tax		743.68	925.23
Tax adjustment of earlier years		29.57	19.74
		3,570.16	3,283.26
IX Profit / (Loss) for the period (VII-VIII)		9,270.18	9,560.27
X Other Comprehensive Income			
(A) (i) Items that will not be reclassified to profit or loss			
- Remeasurement gain/(loss) on defined benefits plans		101.45	(45.22)
- Net gain/(loss) on equity instruments through OCI		(400.35)	23.76
(ii) Tax impact thereon		75.23	5.40
Subtotal (A)		(223.67)	(16.06)

CONSOLIDATED

(B) (i) Items that will be reclassified to profit or loss		-	-
(ii) Tax impact thereon		-	-
Subtotal (B)		-	-
Other Comprehensive Income (A + B)		(223.67)	(16.06)
Non Controlling Interest Profit/Loss		0.57	0.33
XI. Total Comprehensive Income for the period		9,046.51	9,544.20
Profit for the year attributable to :			
- Owners of the Company		9,270	9560
- Non-Controlling Interest		0.57	0.33
		9,270	9,560
Other Comprehensive Income for the year			
- Owners of the Company		(223.67)	(16.06)
- Non-Controlling Interest		-	-
		(223.67)	(16.06)
Total Other Comprehensive Income for the year			
- Owners of the Company		9,045.94	9,543.87
- Non-Controlling Interest		0.57	0.33
		9,046.51	9,544.20
Earning per equity share of face value of 10 each	31		
Basic (Rs.)		9.05	9.54
Diluted (Rs.)		9.05	9.54
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

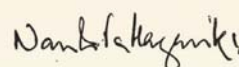
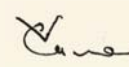
Partner

(M. No. 059958)

Place : Guwahati

Date : 07-07-2026

For and on behalf of the Board of Directors

(PVSLN Murty)**Chairman and Managing Director****DIN : 07355708**

(Smt. Nandita Hazarika)**DIN: 10349292****Director**

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

Consolidated Statement Of Changes In Equity for the year ended March 31, 2026

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, 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
As at April 01, 2025	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, 2026	1,000.00	10,000.00

B. Other Equity

Particulars	Reserve and Surplus							Other Comprehensive Income			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		Actuarial gain/(losses) on post retirement benefits
As at April 01, 2025	626.62	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)	117,404.90
Changes in accounting policies/prior period errors	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance as at April 01, 2025	626.62	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)	117,403.73
Addition/Deletion during the year	1.75	-	-	28.81	(28.81)	(7.57)	(746.57)	-	-	-	-	(752.40)
Profit/ (Loss) for the year	-	-	-	-	-	-	-	-	9,269.61	(299.59)	75.92	9,045.94
Total Other Comprehensive Income/(Loss)	-	-	-	-	-	-	-	-	-	-	-	-
Dividend	-	-	-	-	-	-	-	-	(800.00)	-	-	(800.00)
Transfer to / from Retained Earnings	-	1,844.55	1,726.52	-	-	-	-	-	(3,571.07)	-	-	-
As at March 31, 2026	628.37	24,178.88	19,585.13	1,410.53	39,245.60	91.59	2,781.69	3,315.75	33,583.45	254.27	(177.98)	124,897.27

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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
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)	111,107.66
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)	111,107.66
Addition/Deletion during the year	8.71	-	-	28.81	(2,048.59)	(8.58)	(428.15)	-	-	-	-	(2,447.80)
Profit/ (Loss) for the year	-	-	-	-	-	-	-	-	9,559.93	17.78	(33.84)	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	626.62	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)	1,17,403.73

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 : 07-07-2026

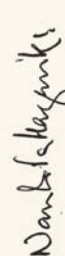
For and on behalf of the Board of Directors



(PVSLN Murty)

Chairman and Managing Director

DIN : 07355708



(Smt. Nandita Hazarika)

DIN: 10349292

Director



(V. K. Agarwal)

Chief Financial Officer

& Company Secretary

Consolidated Cash Flow Statement For The Year Ended March 31, 2026

Rs. in lakhs

	For the year ended 31 st March, 2026	For the year ended 31 st March, 2025
Cash flows from Operating activities		
Net profit before income tax	12,840.35	12,843.53
Adjustment for:		
Depreciation charge for the year	258.95	208.34
Loans Provisions & Write offs	159.67	(427.25)
Fixed Assets written off/Loss on sale	6.47	-
Profit / Loss on sale of Investments	(311.60)	(587.96)
Dividend received	(109.10)	(95.15)
Provision for Gratuity, Leave Encashment and LTC / LTA	404.07	571.62
Operating profit before working capital changes	13,248.81	12,513.13
Adjustments for:		
(Increase) / Decrease in Advances (Financial Assets)	(26,278.21)	(18,312.40)
(Increase) / Decrease in Other Financial Assets	168.70	733.02
(Increase) / Decrease in Non Financial Assets	(2,442.76)	(2,920.43)
Increase / (Decrease) in Other Financial Liabilities	(10,116.25)	(620.05)
Cash Flow from operations	(25,419.70)	(8,606.72)
Direct Taxes paid (net of refund received)	(541.37)	(2,915.73)
Net cash flow / (used in) from operating activities	(25,961.07)	(11,522.45)
Cash flows from Investing activities		
(Increase) / Decrease in Investment in Equity Instruments	(283.99)	(99.99)
(Increase) / Decrease in Investment in Mutual Funds	1,558.79	(1,630.71)
(Increase)/Decrease in Capital Work in Progress	(9.36)	-
Purchase of fixed assets (net of sales)	(294.46)	(251)
Dividend Received	109.10	95.15
Profit / Loss on sale of Investments	311.60	587.96
Net cash flow / (used in) from Investing activities	1,391.69	(1,298.99)
Cash flows from Financing activities		
Dividend and Dividend Tax paid	(800.00)	(800.00)
Increase / (Decrease) in Borrowings (Financial Liabilities)	11,040.19	15,467.83
Increase / (Decrease) in Capital Reserves / Other Equity Funds	(752.40)	(2,447.21)
Increase / (Decrease) in Non-Financial Liabilities	-	-
Net cash flow / (used in) from financing activities	9,487.79	12,220.62
Net increase in cash and cash equivalents from Operating, Investing and Financing Activities	(15,081.58)	(600.82)
Cash and cash equivalents at beginning of period		
- Own funds	28,294.55	28,955.20
- Nodal Agency and Implementing Agency funds	140.98	81.15
Cash and cash equivalents at end of period		
- Own funds	13,348.70	28,294.55
- Nodal Agency and Implementing Agency funds	5.24	140.98

Note 1

Cash and cash equivalents consist of cash in hand and balances with banks.

CONSOLIDATED

Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:

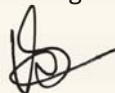
Cash and bank balances	For the year ended 31 st March, 2026	For the year ended 31 st March, 2025
Cash in hand	0.25	2.34
Balance at Bank		
-With Scheduled Bank		
(i) In Current Account	13,248	28,292
(ii) In Fixed Deposits (Term deposits with maturity up to 3 months)	100.00	-
Balance (TEDF)		
(a) With Scheduled Bank		
(i) In Current Account	5.24	140.98
(ii) In Fixed Deposits	-	-
Grand Total	13,353.94	28,435.53

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 : 07-07-2026

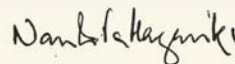
For and on behalf of the Board of Directors



(PVSLN Murty)

Chairman and Managing Director

DIN : 07355708



(Smt. Nandita Hazarika)

DIN: 10349292

Director



(V. K. Agarwal)

Chief Financial Officer

&

Company Secretary

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2026

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

Sl No.	Name of Company	Country of incorporation	Proportion of Ownership interest as on		Status of Audit as on 31.03.2026
			31.03.2026	31.03.2025	
1	NEDFi Venture Capital Limited	India	98.8%	98.8%	Unaudited
2	NEDFi Trustee Limited	India	98.8%	98.8%	Unaudited

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:

- a) Effective Interest Rate (EIR) Method.
- b) Impairment of Financial Assets- Expected Credit Loss model.
- c) Provisions and other contingent liabilities.
- d) Defined Benefit Plans.
- e) Provisions for Income Tax and deferred tax assets.
- f) Fair value measurements.
- g) 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

- The contract involves the use of an identified asset.
- The corporation has substantially all of the economic benefits from use of the asset through the period of the lease and
- 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

- Increased by interest on lease liability;
- Reduced by lease payments made; and
- 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 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.

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, 2026, 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 2026

Rs. in Lakhs

NOTE 2: CASH AND CASH EQUIVALENTS	As at 31 st March, 2026	As at 31 st March, 2025
Cash in hand	0.25	2.34
Cheque in hands	-	42.66
Balances with banks in current accounts	13,248.45	28,249.54
Balances with banks in current accounts(TEDF)	5.24	-
Term deposits with maturity up to 3 months	100.00	140.98
	13,353.94	28,435.53

Note 3 : BANK BALANCE OTHER THAN (2) above	As at 31 st March, 2026	As at 31 st March, 2025
Term deposits with maturity less than 12 months		
- Free	224.00	628.40
- Under lien	66.85	83.67
- Free (TEDF)	1,127.01	1,313.05
- Under Lien (TEDF)	1,326.62	-
	2,744.48	2,025.12

Note 4 : Receivables	As at 31 st March, 2026	As at 31 st March, 2025
Trade Receivables(Unsecured, Considered good)		
- Consultancy & Advisory Charges Receivable	1,982.94	1,974.24
- Rent and Hall Charges Receivable	37.78	29.98
Trade Receivables(Unsecured, Which have significant increase in credit risk)		
- Consultancy & Advisory Charges Receivable	11.60	18.55
- Rent and Hall Charges Receivable	-	-
	2,032.32	2,022.76
Less : Impairment Loss Allowance	(24.00)	(24.00)
	2,008.32	1,998.76

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Trade Receivables aging schedule :**As at 31st March 2026 :**

Rs. In lakhs

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good	193.13	73.02	347.15	848.82	558.60	2020.72
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	0.00	0.00	0.24	0.73	10.62	11.60
(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 :

Rs. In lakhs

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 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	-	-	-	-	-	-

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2026

Rs. in Lakhs

Note 5 : LOANS	As at 31 st March, 2026	As at 31 st March, 2025
A. Loans :		
(i) Term Loans(at amortised cost)	226,379.37	201,367.25
Less : Impairment Loss Allowance	3,605.15	4,074.28
Sub total Net (i)	2,22,774.22	1,97,292.97
(ii) Term Loans to staff(at FVTPL)		
Related Party	18.27	20.10
Others	3,486.88	2,847.77
Less : Impairment Loss Allowance	-	-
Sub total Net (ii)	3,505.15	2,867.87
Total (Net)- A (i+ii)	2,26,279.37	2,00,160.84
B.		
(i) Secured by tangible assets	213,610.23	195,941.88
(ii) Secured by intangible assets	-	-
(iii) Covered by Bank/Government guarantees	-	-
(iv) Unsecured	16,274.29	8,293.25
Total (Gross)	2,29,884.52	2,04,235.12
Less : Impairment Loss Allowance	3,605.15	4,074.28
Total (Net)- B	2,26,279.37	2,00,160.84
C.		
(i) Loans in India		
a) Public Sector	-	-
b) Others	2,29,884.52	2,04,235.12
Total (Gross)	2,29,884.52	2,04,235.12
Less : Impairment Loss Allowance	3,605.15	4,074.28
Total (Net) - C (i)	2,26,279.37	2,00,160.84
(ii) loans outside India	-	-
Less : Impairment loss allowance	-	-
Total (Net) - C (ii)	-	-
Total (Net) - C (i+ ii)	2,26,279.37	2,00,160.84

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 CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2026

Note 6 : Investments	As at 31 st March 2026						As at 31 st March 2025						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	-	-	1,249.53	1,249.53	-	1,249.53	-	-	2,808.33	2,808.33	-	2,808.33	
Investment in Equity Instruments Unquoted													
Premier Cryogenics Limited (Unquoted 200000 shares of Rs 10/- each)	-	448.90	-	448.90	-	448.90	-	399.65	-	399.65	-	399.65	
Gauhati Neurological Research Centre Limited (Unquoted 250,000 shares @ 10/- per share)	-	509.49	-	509.49	-	509.49	-	449.33	-	449.33	-	449.33	
Konoklota Mahila Urban Co-Op Bank Ltd. (Unquoted 5,000 shares @ 100/- per share)	-	46.66	-	46.66	-	46.66	-	49.11	-	49.11	-	49.11	
RGVN (North East) Microfinance Ltd. * (Unquoted 3,00,000 Equity Shares @ 10/- per share)	-	-	-	-	-	-	-	1,312.53	-	1,312.53	-	1,312.53	
Now merged with Slice Small Finance Bank Ltd. Nightingale Finvest Pvt. Ltd. (Unquoted 665,000 Equity Shares of 10/- per share)	-	168.43	-	168.43	-	168.43	-	169.66	-	169.66	-	169.66	
YVU Financial Services Pvt. Ltd. (Unquoted 50,000 Equity Shares of 100/- per share)	-	99.62	-	99.62	-	99.62	-	97.56	-	97.56	-	97.56	
Grameen Development & Finance Pvt. Ltd. (Unquoted 500,000 Equity Shares of 10/- per share)	-	60.92	-	60.92	-	60.92	-	60.37	-	60.37	-	60.37	
Slice Small Finance Bank Ltd. (Unquoted 2,23,06,383 Equity Shares of Re. 1/- per share)	931.00	-	-	931.00	-	931.00	-	127.13	-	127.13	-	127.13	
Formerly North East Small Finance Bank Limited* (PY. Unquoted 97,96,383 Equity Shares of 10/- per share)													
Investment in Preference Shares													
Ajagar Finance Private Limited (500000 optionally convertible preference shares of Rs. 10/- each)	-	-	(26.42)	(26.42)	-	(26.42)	-	-	52.42	52.42	-	52.42	
Grameen Development & Finance Pvt. Ltd.	-	-	268.05	268.05	-	268.05	-	-	265.65	265.65	-	265.65	

Rs. in Lakhs

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(2000000 optionally convertible preference shares of Rs. 10/- each)	-	-	557.21	557.21	-	557.21	-	-	561.28	561.28	-	561.28
Nightingale Finvest Pvt. Ltd.												
(2000000 optionally convertible preference shares of Rs. 10/- each)	-	-	219.16	219.16	-	219.16	-	-	214.62	214.62	-	214.62
YVU Financial Services Private Limited												
(1000000 optionally convertible preference shares of Rs. 10/- each)	-	-	67.74	67.74	-	67.74	-	-	75.20	75.20	-	75.20
SATRA Development Pvt Ltd												
(50000 optionally convertible preference shares of Rs. 100/- each)	-	-	-	-	-	-	-	-	-	-	-	-
Investment in Bonds												
Slice Small Finance Bank Ltd.	1,000.00	-	-	-	-	-	-	-	-	-	-	-
Formerly North East Small Finance Bank Limited*												
(10 Units of Unsecured Redeemable Non-Convertible Subordinated Tier II bonds of 100 lakh each)												
Investment in NRI Ideation Angel Fund	-	-	-	-	-	-	-	-	-	-	-	-
{Value as on 31.03.2026 Rs. 324.19/- lakhs (PY. 196.67)}												
Investment in Manipur Startup Venture Fund	-	-	-	-	-	-	-	-	-	-	-	-
{Value as on 31.03.2026 Rs. 841.78/- lakhs (PY. NIL)}												
Contd.												
Investment in Associates												
North East Venture Fund	-	-	-	-	-	-	-	-	-	-	-	-
{Value as on 31.03.2026 Rs. 5146.10/- lakhs (PY. Rs. 4920.09/- lakhs)}												
Total - Gross (A)	1,000.00	2,265.01	2,335.27	4,600.28	7,260.36	12,860.64	1,000.00	2,665.35	3,977.50	6,642.85	6,492.59	14,135.45
i) Investments outside India	-	-	-	-	-	-	-	-	-	-	-	-
ii) Investments in India	1,000.00	2,265.01	2,335.27	4,600.28	7,260.36	12,860.64	1,000.00	2,665.35	3,977.50	6,642.85	6,492.59	14,135.45
Total - Gross (B)	1,000.00	2,265.01	2,335.27	4,600.28	7,260.36	12,860.64	1,000.00	2,665.35	3,977.50	6,642.85	6,492.59	14,135.45
Less : Allowance for Impairment Loss (C)	-	-	-	-	-	-	-	-	-	-	-	-
Total - Net D (A - C)	1,000.00	2,265.01	2,335.27	4,600.28	7,260.36	12,860.64	1,000.00	2,665.35	3,977.50	6,642.85	6,492.59	14,135.45

* Pursuant to the Composite Scheme of Arrangement and Amalgamation, North East Small Finance Bank (NESFB) and RGVN (North East) Microfinance Ltd. is now renamed as Slice Small Finance Bank Ltd. vide RBI Notification DoR.LIC.No.S1134/16.13.216/2025-26 dated May 14, 2025

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.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2026

Rs. in lakhs

Note 7 : OTHER FINANCIAL ASSETS	As at 31st March, 2026	As at 31st March, 2025
Interest Receivable on Loans & Advances	965.16	848.66
Interest Receivable on Fixed Deposits	6.31	9.15
Interest Receivable on Fixed Deposits (TEDF)	197.57	128.83
Interest Receivable on Staff Housing Loan	587.77	536.66
Interest Receivable on Bond	-	11.89
Insurance Charges Receivable on Loans & Advances	24.56	-
Advances to Others	108.99	74.31
Advances to Staff	42.07	31.43
Earnest Money Deposit	37.77	16.31
Security Deposits (Unsecured, Considered good)	35.35	35.35
Term deposits with banks (maturity more than 12 months)		
- Free	-	-
- Under Lien	97.82	44.34
- Free (TEDF)	-	1,326.62
Other receivables	216.26	153.69
	2,319.64	3,217.26

Note 8 : CURRENT TAX ASSETS(NET)	As at 31st March, 2026	As at 31st March, 2025
Advance Payment of Income tax & TDS	2,909.85	3,214.65
Less: Provision for Income Tax	(2,796.92)	(2,338.30)
	112.94	876.35

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2026

Note: 9A - PROPERTY PLANT AND EQUIPMENT

Sl. No.	Particulars	Gross Block			Depreciation/ Amortisation			Net Block		Rs. in Lakhs
		As on 01.04.2025	Addition/ Adjustment during the period	Deduction/ Adjustment during the period	As on 31.03.2026	Upto 01.04.2025	During the period	Adjustment during the period	Upto 31.03.2026	
1	Land									
	Freehold Land at Dispur	169.70	-	-	169.70	-	-	-	-	169.70
	Freehold Land at Khanapara	924.00	-	-	924.00	-	-	-	-	924.00
2	Buildings									
	Head Office Building	1,927.77	-	-	1,927.77	1,059.40	46.56	-	1,105.96	868.37
	Office at Agartala	143.67	-	-	143.67	52.37	4.45	-	56.81	91.30
3	Plant & Equipment									
	Air Conditioning System	451.49	-	-	451.49	415.59	4.82	-	420.41	35.89
	Electrical Installation	264.13	-	3.75	260.38	250.92	-	-	250.92	13.21
	Fire Alarm System	36.73	-	-	36.73	34.76	0.14	-	34.90	1.97
	Lift	79.56	-	-	79.56	75.29	0.30	-	75.59	4.27
	Machineries	122.12	6.80	-	128.92	89.41	5.57	-	94.98	32.71
	UPS System	14.90	-	-	14.90	14.16	-	-	14.16	0.75
	Water Installation System	15.88	-	-	15.88	15.03	0.06	-	15.09	0.85
	Solar Panels	31.19	12.60	-	43.79	26.05	3.01	-	29.06	5.14
	Computers	470.38	20.05	18.52	471.91	359.89	57.70	(17.59)	400.00	110.49
4	Furniture & Fixtures									
	Furniture & Fixtures (HO)	167.23	10.46	0.00	177.69	137.35	7.99	-	145.33	29.88
	Interior Furnishings & Fittings	1,251.01	64.82	2.70	1,313.13	1,139.36	23.72	-	1,163.08	111.65
5	Vehicle	39.84	-	-	39.84	30.16	2.81	-	32.97	9.68
6	Office Equipments	135.16	109.00	-	244.16	111.29	41.70	-	152.99	23.87
	Total - A	6,244.75	223.73	24.97	6,443.52	3,811.02	198.81	(17.59)	3,992.23	2,433.74

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

Sl. No.	Particulars	Gross Block				Depreciation/ Amortisation			Net Block		
		As on 01.04.2025	Addition/ Adjustment during the period	Deduction/ Adjustment during the period	As on 31.03.2026	Upto 01.04.2025	During the period	Adjustment during the period	Upto 31.03.2026	As on 31.03.2026	As on 31.03.2025
1	Rights-Of-Use Assets (Leasehold premises)	419.33	78.10	41.07	456.36	132.20	67.72	41.07	158.85	297.51	287.13
	Total ROU Assets (B)	419.33	78.10	41.07	456.36	132.20	67.72	41.07	158.85	297.51	287.13
	Total Assets (A + B)	6,664.08	301.83	66.03	6,899.88	3,943.21	266.53	58.66	4,151.08	2,748.80	2,720.87
Capital Work In Progress										10.23	0.87

9B * 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.

9C 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.

9D 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 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 2025

Note: 9A - PROPERTY PLANT AND EQUIPMENT

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	Land										
	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	Buildings										0.00
	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	Plant & Equipment										0.00
	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

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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
	Lift	79.56	-	-	79.56	74.26	1.03	-	75.29	5.31
	Machineries	107.67	14.45	-	122.12	85.31	4.10	-	89.41	22.36
	UPS System	14.90	-	-	14.90	14.16	-	-	14.16	0.75
	Water Installation System	15.88	-	-	15.88	14.82	0.21	-	15.03	1.06
	Solar Panels	31.19	-	-	31.19	25.09	0.96	-	26.05	6.10
	Computers	356.04	114.65	0.31	470.38	318.56	41.62	(0.30)	359.89	37.48
4	Furniture & Fixtures									0.00
	Furniture & Fixtures (HO)	158.69	8.54	-	167.23	130.36	6.99	-	137.35	28.33
	Interior Furnishings & Fittings	1,251.01	-	-	1,251.01	1,113.82	25.54	-	1,139.36	137.19
5	Vehicle	39.84	-	-	39.84	26.08	4.09	-	30.16	13.77
										0.00
6	Office Equipments	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
										2,423.96

Note: 9B --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 (B)	413.45	121.22	115.34	419.33	151.02	56.86	75.69	132.20	262.43
	Total Assets (A + B)	6,488.66	291.07	115.65	6,664.08	3,802.28	216.91	75.98	3,943.21	2,686.39

Capital Work In Progress

0.87

9B * 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.

9C 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.

9D 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 life 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.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2026

Note 10 : OTHER NON FINANCIAL ASSETS	As at 31 st March, 2026	As at 31 st March, 2025
Income Tax Refundable	846.17	-
Prepaid Employee Benefit Expenses	(34.11)	432.37
	812.05	432.37

Note 11 : PAYABLES	As at 31 st March, 2026	As at 31 st March, 2025
(I) Trade Payables		
(i) -total outstanding dues of micro & small enterprises	-	-
(ii)- total outstanding dues of creditors other than micro & small enterprises	39.57	103.16
(II) Other Payables	-	-
	39.57	103.16

Trade Payable Aging Schedule :

As at 31st March 2026 :

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	38.23	0.00	1.34	0.00	39.57
(iii) Disputed dues-MSME	-	-	-	-	-
(iv) Disputed dues-Others	-	-	-	-	-

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	-	-	-	-	-

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2026

Note 12 : BORROWINGS	As at 31 st March, 2026	As at 31 st March, 2025
Term Loan (Unsecured) from Others, amortised at cost (within India)		
Interest free loan from Government of India *	44,375.14	44,611.96
Interest free loan from Government of India for Venture	3,127.80	2,943.81
Term Loan (Secured) from Others, amortised at cost (within India)		
Loan from SIDBI	-	8,173.36
Loan from SBI	30,067.82	17,491.10
Loan from Bank of Baroda	4,000.00	-
Loan from UCO Bank	1,499.67	-
Loan Overdraft from SBI	1,190.00	-
	84,260.43	73,220.24

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 respective instalment. The interest rate considered for discounting of Interest free Government loan repayable at maturity is that of Government Bonds which is 6.608% for FY 24-25 and 6.961% for FY 25-26. The total undiscounted amount of Interest Free Unsecured Loans from Govt of India is Rs. 765 Crore(PY Rs. 745 Crore). The deferred income on the interest free loans is presented in Note 13 (Notional Interest).
- * The Corporation had 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 was 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 loan is fully prepaid as on 31st March 2026.
- * The Corporation has been sanctioned Rs. 200 Crore term loan during FY 24-25 and Rs. 200 Crore during FY 25-26 by SBI @ 7.85% p.a. interest rate presently, 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. The Corporation has availed Rs. 325 Crore so far. No discounting has been done to arrive at the carrying value of the term loan at reporting date.
- * The Corporation has been sanctioned Rs. 12 Crore Over Draft Limit by SBI during FY 24-25 by way of term loan/resource support against securities/deposits. No discounting has been done to arrive at the carrying value of the term loan at reporting date.
- * The Corporation has been sanctioned Rs. 100 Crore term loan by Bank of Baroda @ 7.80% p.a. interest rate and Rs. 150 Crore term loan by UCO Bank @ 7.85% p.a. interest rate during FY 25-26 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. The Corporation has availed Rs. 40 Crore from Bank of Baroda and Rs. 15 Crore from UCO Bank during the year. 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, SBI, UCO Bank and Bank of Baroda 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.

Note 13 : OTHER FINANCIAL LIABILITIES	As at 31st March, 2026	As at 31st March, 2025
GST, PF and other statutory liabilities	43.33	21.43
Notional Interest	28,997.06	26,944.23
Undisbursed Central Subsidies	2,157.94	14,824.68
NEIDS 2017 Incentives	2,979.59	2,663.45
UNNATI 2024 Subsidies	732.05	-
Lease liability	338.24	321.70
Security Deposit	96.48	71.80
Other Liabilities	3,790.05	4,179.81
Interest payable on Borrowings	-	43.68
Insurance Charge Payable on Loans & Advances	5.72	-
	39,140.46	49,070.78

Note 14 : CURRENT TAX LIABILITIES(NET)	As at 31st March, 2026	As at 31st March, 2025
Provision for Income Tax	-	-
Less: Advance Payment of Income tax & TDS	-	-
	-	-

Note 15 : PROVISIONS	As at 31st March, 2026	As at 31st March, 2025
Provisions for employee benefits		
- Leave Encashment	861.14	741.38
- Gratuity	(7.70)	70.29
- Leave Travel Concession / Allowance	25.29	28.92
Others		
Floating Provision against Advances	200.00	200.00
Provision for Diminution in Fair Value of Restructured Advance	13.35	13.35
	1,092.08	1,053.93

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2026

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

Rs. in Lakhs

(i) Tax effect of items constituting (DTL)	As at 1 st April 2024	(Charge)/credit to P & L	(Charge)/credit to OCI	Adjustments	Balance as at 31 st March 2025	(Charge)/credit to P & L	(Charge)/credit to OCI	Balance as at 31 st March 2026
Related to Property, plant and equipment	(16.37)	(25.58)	-	-	(41.95)	(4.42)	-	(46.36)
Related to Special Reserve u/s 36(1) (vii) of the Income Tax Act, 1961	(3,997.83)	(496.83)	-	-	(4,494.66)	(434.53)	-	(4,929.18)
Related to Right to Use Assets	(66.05)	(6.22)	-	-	(72.27)	(2.61)	-	(74.88)
Others	(213.34)	-	(5.98)	-	(219.32)	-	100.76	(118.56)
Sub-Total- (DTL)	(4,293.59)	(528.62)	(5.98)	-	(4,828.19)	(441.56)	100.76	(5,168.98)
Tax effect of items constituting DTA	As at 1st April 2024	(Charge)/credit to P & L	(Charge)/credit to OCI	Adjustments	Balance as at 31st March 2025	(Charge)/credit to P & L	(Charge)/credit to OCI	Balance as at 31st March 2026
Related to Provisions	1788.96	(419.22)	-	-	1,369.74	(318.43)	-	1,051.31
Related to Lease liability	73.56	7.40	-	-	80.97	4.16	-	85.13
Related to Effective Interest Rate	173.35	15.21	-	-	188.56	12.15	-	200.71
Others	30.60	-	11.38	-	41.98	-	(25.53)	16.44
Sub-Total -DTA	2066.47	(396.61)	11.38	-	1,681.24	(302.12)	(25.53)	1,353.59
Net DTA/(DTL)	(2,227.12)	(925.23)	5.40	-	(3,146.94)	(743.68)	75.23	(3,815.39)

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

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2026

(ii)		As at 31 st March, 2026	As at 31 st March, 2025
Income tax recognised in Statement of profit and loss			
(a) Current tax :			
In respect of current year	2796.92	2338.30	
In respect of prior years	29.57	19.74	
	2826.48	2358.04	
(b) Deferred tax :			
In respect of current year origination and reversal of temporary differences	743.68	925.23	
	743.68	925.23	
	3570.16	3283.26	
(iii)			
Income tax recognised in Other Comprehensive Income		As at 31 st March, 2026	As at 31 st March, 2025
Tax related to items recognised in OCI during the year			
Remeasurement of defined employee benefits	25.53	(11.38)	
Net gain/(loss) on equity instruments through OCI	(100.76)	5.98	
	(75.23)	(5.40)	
(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, 2026	As at 31 st March, 2025
Profit before tax		12,840.35	12,843.53
Applicable income tax rate		25.168%	25.168%
Expected income tax expense		3,231.66	3,232.46
Adjustment in respect of current income tax of prior years		29.57	19.74
Non-deductible expenses			
Corporate social responsibility expenditure not deductible		264.50	241.14
Effect of other expenses/provisions not deductible		271.93	(9.89)
Adjustment in respect of prior years		(29.57)	(19.74)
Reported income tax expense		3,570.16	3,283.26

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Note17 : SHARE CAPITAL	As at 31st March, 2026	As at 31st March, 2025
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
SUBSCRIBED		
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 31st March, 2026	As at 31st March, 2025
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

Name of the shareholders	As at 31/03/2026 No. of Shares % of holding	As at 31/03/2025 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
	0%	10%
v. ICICI Ltd.(Promoter)	100.00	100.00
	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%
viii. National Bank For Agriculture And Rural Development	100.00	-
	10%	0%

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.

Note 17.2: On 30th December 2025, IFCI has monetised its 10% equity stake (comprising 100,00,000 equity shares with cost of Rs 1000 lakh) in North Eastern Development Finance Corporation Ltd (NEDFi) to National Bank For Agriculture And Rural Development (NABARD) for a total consideration of Rs 12177 lakh.

d) Dividend distributions made and proposed

i) Dividend on equity shares and paid during the year

Rs. in Lakhs

	As at 31 st March, 2026	As at 31 st March, 2025
Dividend paid	800.00	800.00
Profit for the relevant year	9,601.33	10,020.29
Dividend as a percentage of profit for the relevant year	8.33%	7.98%

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

Rs. in Lakhs

	As at 31 st March, 2026	As at 31 st March, 2025
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)		9,601.33
Dividend proposed as a percentage of profit after tax(a/b)		8.33%

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

Rs. in Lakhs

Note 18 : OTHER EQUITY	As at 31 st March, 2026	As at 31 st March, 2025
I. Other Reserves		
(a) North East Equity Fund		
Fund Balance	626.62	617.91
Less : Write off during the year	(1.91)	(0.59)
Add: Provision against Soft Loans under NEEDS	3.66	9.30
	628.37	626.62
(b) Statutory Reserve under RBI Act, 1934		
Opening Balance	22,334	20,414.06
Add:Transferred from Retained Earnings	1,844.55	1,920.27
	24,178.88	22,334.33
(c) Special Reserve created and maintained u/s 36(1)(viii) of the Income Tax Act, 1961		
Opening Balance	17,858.61	15,884.57
Add:Transferred from P/L Account	1,726.52	1,974.04
	19,585.13	17,858.61
(d) Venture Capital Fund:		
Fund Balance	1,381.72	1,352.91
Add: Transferred from General Reserve	28.81	28.81
	1,410.53	1,381.72
(e) General Reserve		
Opening balance	39,274.41	41,323.00
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)	(28.81)
Impairment Loss not transferred to Impairment Reserve	-	(2,019.78)
	39,245.60	39,274.41
(f) India Exposition Mart Stalls		
Opening balance	99.17	107.74
Add: Additions / transfers during the year	-	-
Less: Utilisations / transfers during the year	(7.57)	(8.58)
	91.59	99.17
(g) Techno Economic Development Fund		
Opening balance	3,528.27	3956.42
Add: Additions / transfers during the year	181.18	235.79
Less: Utilisations / transfers during the year	(927.76)	(663.94)
	2,781.69	3,528.27
(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	28,984.85	24,135.29
Profit for the Period	9,269.61	9,559.93
Other comprehensive income	(223.67)	(16.06)
Less: Appropriations		
Transferred to General Reserve		
Dividend Paid	(800.00)	(800.00)
Transferred to Statutory Reserve under RBI Act, 1934	(1,844.55)	(1,920.27)
Transferred to Special Reserve	(1,726.52)	(1,974.04)
	33,659.73	28,984.85
TOTAL OTHER EQUITY	124,897.27	117,403.73

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 31st March, 2026	As at the end of 31st March, 2025
On financial instruments measured at Amortised cost		
Interest on loans	21,339.70	19,378.49
Interest on Fixed Deposits and Bonds	173.14	233.82
	21,512.84	19,612.30
*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 31st March, 2026	As at the end of 31st March, 2025
From equity investments	14.60	54.65
From preference share investments	94.50	40.50
	109.10	95.15

Note 21 : FEE AND COMMISSION INCOME	As at the end of 31st March, 2026	As at the end of 31st March, 2025
Consultancy Fees	556.30	642.00
Prepayment Charges	40.91	44.40
Recompense Amount	-	112.59
Independent Third Party Evaluation Fees	40.00	20.00
UNNATI Appraisal Fees	54.92	246.29
	692.13	1,065.28

*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.

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Note 22 : NET GAIN/LOSS ON FAIR VALUE CHANGES	As at the end of 31 st March, 2026	As at the end of 31 st March, 2025
Net gain/(loss) on financial instruments at FVTPL		
Realised gain/(loss) from sale of Mutual Fund units	308.90	284.53
Unrealised fair value gain/(loss) on Mutual Fund units	-	165.06
Unrealised fair value gain/(loss) on debt instruments	86.13	70.79
Unrealised fair value gain/(loss) on debt instruments	(83.43)	67.57
	311.60	587.96

Note 23 : OTHER OPERATING INCOME	As at the end of 31 st March, 2026	As at the end of 31 st March, 2025
Management Fees	239.73	220.12
Trusteeship Fees	8.00	8.00
Deferred Interest	2,678.76	3,036.45
	2,926.49	3,264.57

Note 24 : OTHER INCOME	As at the end of 31 st March, 2026	As at the end of 31 st March, 2025
Rent Received	368.14	348.68
Maintenance Charges	156.38	150.93
Hall Charges	45.48	45.51
Interest on loan to staff*	361.34	309.34
Miscellaneous Receipts	48.82	14.12
Bad Loans & Advances Recovered	767.92	684.64
Interest on I.T. Refund	48.76	15.47
Gain on disposal of assets(net)	0.41	-
	1,797.25	1,568.69

* 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.

Rs. in Lakhs

Note 25 : FINANCE COSTS	As at the end of 31 st March, 2026	As at the end of 31 st March, 2025
Interest on Borrowngs		
SIDBI	597.13	736.41
SBI	1,636.40	406.87
SBI(Overdraft)	12.10	5.23
Bank of Baroda	4.70	-
UCO Bank	19.35	-
Finance Cost on above borrowings	30.52	-
Notional Interest on Government Loan	2,678.76	3,036.45
Prepaid Employee Benefit expenses amortised during the year	211.04	167.41
Interest Expense on lease liabilities	28.29	26.89
	5,218.29	4,379.25

Note 26 : IMPAIRMENT ON FINANCIAL INSTRUMENTS	As at the end of 31 st March, 2026	As at the end of 31 st March, 2025
On financial instruments measured at Amortised cost		
Bad debts and write offs	625.15	1,512.70
Loans	(465.48)	(1,939.95)
	159.67	(427.25)

Note 27 : EMPLOYEE BENEFIT EXPENSES	As at the end of 31 st March, 2026	As at the end of 31 st March, 2025
Salaries & Wages		
- Salaries (Director)	80.62	98.13
- Salaries (Others)	4,271.88	4,600.34
- Leave Travel Concession / Allowance	194.83	271.43
- Leave Encashment	352.27	571.62
Contribution to Provident and other Funds		
- Employer's Provident Fund	368.06	356.79
- Gratuity	51.80	20.41
Staff Welfare Expenses		
- Medical Reimbursement	107.71	102.53
- House Rent	3.39	1.11
- Staff Welfare	243.35	267.07
	5673.89	6289.44

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

Rs. in Lakhs

Particulars	Gratuity Current Year (*)	Gratuity Previous Year (*)	Leave Encashment Current Year (*)	Leave Encashment Previous Year (*)
i. Change in the present value of the defined benefit obligation				
Opening benefit obligation	1,030.26	908.32	2,006.68	1,631.14
Current Interest Cost	69.23	61.21	134.85	117.12
Current Service Cost	18.74	25.94	119.55	90.02
Benefit Paid	(28.33)	(146.26)	(218.87)	(278.99)
Actuarial (Gain) / Loss	(92.72)	177.05	156.05	447.39
Closing benefit obligation	997.18	1,030.26	2,198.26	2,006.68
ii. Change in Plan Assets				
Opening Fair Value of Plan Assets	959.97	985.40	1,265.31	1,182.40
Actual Return on Plan Assets	73.23	76.31	94.99	82.91
Contribution	0.00	44.52	195.69	278.99
Benefit paid	(28.33)	(146.26)	(218.87)	(278.99)
Closing Fair Value of Plan Assets	1,004.87	959.97	1,337.12	1,265.31

iii. Reconciliation of Expense in Profit & Loss Statement				
Closing present value of obligation	997.18	1,030.26	2,198.26	2,006.68
Opening present value of obligation	(1,030.26)	(908.32)	(2,006.68)	(1,631.14)
Benefit Paid	28.33	146.26	218.87	278.99
Actual Return on Assets	(73.23)	(76.31)	(94.99)	(82.91)
OCI	101.45	(171.48)	-	-
Expense recognised in Profit & Loss Account	23.47	20.41	315.46	571.62
iv. Net Cost recognized in Profit & Loss Account				
Current Service cost	18.74	25.94	119.55	90.02
Net Interest Cost(Income)	4.72	(5.53)	49.82	32.22
Net actuarial (gain) / loss	-	-	146.08	449.38
Expenses recognized in Profit & Loss Account	23.46	20.41	315.45	571.62
v. Reconciliation of opening and closing net liability recognized in Balance Sheet				
Opening Net Liability	70.29	(77.08)	741.37	448.74
Expense charged to Profit & Loss Account	23.46	20.41	315.45	571.62
Benefit paid by Corporation	0.00	(44.52)	-	-
Contribution paid	-	-	(195.69)	(278.99)
OCI	(101.45)	171.48	-	-
Closing Net Liability/(Asset)	(7.70)	70.29	861.13	741.37
vi. Maturity Profile of Defined Benefit Obligation				
Year 1	83.64	102.30	252.98	246.87
Year 2	32.16	50.84	227.73	275.16
Year 3	70.05	94.13	185.31	227.44
Year 4	50.65	82.74	197.31	187.82
Year 5	63.21	63.36	257.07	190.17
After 5 th Year	1,805.31	1,557.47	2,772.33	2,095.57
Total	2,105.02	1,950.84	3,892.73	3,223.03

vii. Sensitivity Analysis for Gratuity

Item	As at 31/03/2026	Impact (Absolute)	Impact %
Base Liability	997.18		
Increase Discount Rate by 0.5%	955.10	(42.08)	-4.22%
Decrease Discount Rate by 0.5%	1,042.30	45.11	4.52%
Increase Salary Inflation by 1.00%	1,010.09	13.01	1.31%
Decrease Salary Inflation by 1.00%	981.11	(16.07)	-1.61%
Increase Withdrawal Rate by 1.00%	1,048.36	51.18	5.13%
Decrease Withdrawal Rate by 1.00%	940.74	(56.43)	-5.66%

viii. Sensitivity Analysis for Leave Encashment

Item	As at 31/03/2026	Impact (Absolute)	Impact %
Base Liability	2,198.26		
Increase Discount Rate by 0.5%	2,126.51	(71.74)	-3.26%
Decrease Discount Rate by 0.5%	2,274.36	76.10	3.46%
Increase Salary Inflation by 1.00%	2,352.45	154.19	7.01%
Decrease Salary Inflation by 1.00%	2,058.63	(139.62)	-6.35%
Increase Withdrawal Rate by 1.00%	2,198.96	0.70	0.03%
Decrease Withdrawal Rate by 1.00%	2,197.45	(0.81)	-0.04%

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, 2026 are as under:

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

x. Principal Actuarial Assumptions

Particulars	Gratuity Current Year (*)	Gratuity Previous Year (*)	Leave Encashment Current Year (*)	Leave Encashment Previous Year (*)
Discount Rate	7.08%	6.72%	7.08%	6.72%
Rate of increase in compensation levels	5.00%	3.00%	5.00%	3.00%
Rate of return on Plan Assets	NA	NA	6.72%	7.18%

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 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. 351.85 Lac (Previous Year Rs. 333.15 Lac) has been charged to Profit & Loss Account.

Note 28 : DEPRECIATION, AMORTIZATION & IMPAIRMENT	As at the end of 31 st March, 2026	As at the end of 31 st March, 2025
Depreciation on Property, Plant and Equipment	198.81	160.06
Less : Transfer to IEM Stall Fund	(7.57)	(8.58)
	191.23	151.48
Depreciation on Intangible Asset	-	-
Depreciation on ROU Asset	67.72	56.86
	258.95	208.34

Rs. in lakhs

Note 29 : CSR EXPENSES	As at the end of 31st March, 2026	As at the end of 31st March, 2025
CSR Expenses	264.50	241.14
	264.50	241.14

Note 30 : OTHER EXPENSES	As at the end of 31st March, 2026	As at the end of 31st March, 2025
<u>Rent, Taxes and Energy Cost</u>		
Electricity Charges & Electrical Expenses	81.25	79.07
Rent on short term leases	11.29	8.83
GST Expenses	19.92	28.58
Licence & Registration Fees	14.22	15.63
Penalties and interests	10.29	-
<u>Repairs & Maintenance</u>		
Repairs & Maintenance (Machine)	60.80	82.76
Manpower Cost (Security Services, Housekeeping Services etc)	515.33	471.61
Repair & Maintenance(Others)	144.18	125.93
Software Maintenance & IT Expenses	86.83	94.96
<u>Communication Costs</u>		
Telephone Charges & Postage	24.93	38.72
<u>Printing & Stationery</u>	31.97	27.80
<u>Advertisement & Publicity</u>		
Advertisement Expenses	113.57	102.65
Business Promotion	57.01	29.63
Business Facilitation Centre Expenses	15.39	15.59
<u>Director's Fees, allowances and Expenses</u>		
BOD Meeting Expenses	72.06	73.69
<u>Auditors' Fees and Expenses</u>		
Tax Audit Fees	0.50	0.50
Statutory Audit Fees	3.80	3.80
Concurrent Audit Fees	3.48	2.62
Other services	0.20	0.20
Reimbursement of expenses	0.35	0.35
<u>Legal & Professional Fees and Expenses</u>	195.15	146.33
<u>Insurance charges</u>	7.43	9.39
<u>Other Expenses</u>		
Other Audit Expenses	12.20	2.92
Bank charges	1.05	1.29
Books & Periodicals	3.13	3.71
Car hire Expenses	32.79	39.77
Advisory & Consultancy Department Expenses	107.59	222.90
Commission to Business Correspondent	624.46	593.16
Conveyance	12.61	11.02
Honorarium	4.45	2.13
India Exposition Mart Expenses	9.95	6.89
Miscellaneous Expenses	235.14	6.47
Mission Organic Expenses	0.85	2.40

Research & Developmental Expenses	133.65	154.77
Seminar & Conference Expenses	16.85	54.02
Training Expenses	23.73	11.65
Travelling Expenses (Others)	77.93	68.83
Recruitment / Relocation Expenses	36.17	0.40
Annual Custody Fees	0.20	0.10
Loss on sale / disposal of assets (net)	6.47	0.01
FTSU Expenses	124.63	117.66
Fund Setup Fees (MSVF)	-	0.75
	2,933.75	2,659.49

Note 31 : EARNINGS PER SHARE	As at the end of 31st March, 2026	As at the end of 31st March, 2025
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)	9,046.51	9,544.20
(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.)	9.05	9.54
(f) Earnings Per Share - Diluted (Rs.)	9.05	9.54

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. PVSLN Murty	Chairman & Managing Director
	Mr. S.K. Baruah(Upto 31/01/2025)	Executive Director & CFO
	Mr. V.K. Agarwal(CFO w.e.f 07/03/2025)	CFO & Company Secretary
	Mr. Niraj Kumar (w.e.f 18/12/2024)	Nominee Director (DoNER)
	Mr. S. Radhakrishnan (Upto 31/03/2025)	Nominee Director (SBI)
	Mr. P. Bose (w.e.f 16/07/2025)	Nominee Director (SBI)
	Mr. Acharya B.	Nominee Director (LIC)
	Mr. Ugen Tashi	Nominee Director (IDBI)
	Mr. Kaushik Sinha	Independent Director
	Smt. Nandita Hazarika	Independent Director
	Mr. A. Kumar	Independent Director
	Mr. D P Wahlang (Upto 31/10/2025)	Additional Director
	Dr. Ravi Kota	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, 2026	31 st March, 2025
Key managerial personnel		
Short Term Employee Benefits		
-Mr. PVSLN Murty	89.10	96.82
-Mr. S.K. Baruah	-	182.14
-Mr. V.K. Agarwal	86.88	100.68
Repayment/ Recovery of loans and advances		
-Mr. PVSLN Murty	14.43	6.95
-Mr. S.K. Baruah	-	2.01
-Mr. V.K. Agarwal	2.90	2.90
Disbursal of loans and advances		
-Mr. PVSLN Murty	4.00	20.00
Director's Sitting Fees	57.80	50.20
Subsidiaries		
NEDFi Venture Capital Limited		
-Receivable towards salary payments	199.83	211.73
-Receivable towards OCD Coupon Interest	-	77.43
Associates/JV		
-Investment in North East Venture Fund	375.00	-
Trusts / Funds under control of the Company		
NE SHILP		
-Payment towards purchase of craft products	22.84	22.96
-Payment towards reimbursement of expenses	-	1.11
-Payment towards advances	7.79	5.65
-Adjustments of advances	17.75	-

C. Outstanding Balance with Related Parties:

Rs. in Lakhs

Particulars	31 st March, 2026		31 st March, 2025	
Key managerial personnel	Loan O/s	% to total loan & Advances	Loan O/s	% to total loan & Advances
Loans & Advances (At cost)				
-Mr. PVSLN Murty	2.61	0.00%	13.04	0.00%
-Mr. V.K. Agarwal	19.94	0.00%	22.84	0.00%
Subsidiaries(Receivable)				
-NEDFi Venture Capital Limited		199.83		289.23
Subsidiaries(Closing)				
-NEDFi Venture Capital Ltd.		4.94		4.94
-NEDFi Trustee Ltd.		4.94		4.94
Associates(Closing)				
-North East Venture fund		6618.54		6267.59
Trusts / Funds under control of the Company				
-Advance to NE SHILP		1.37		11.32

- 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, 2026 and March 31, 2025.

D. Disclosure required as per Reserve Bank of India (Non Banking Financial Companies – Credit Risk Management) Directions, 2025

Rs. in Lakhs

	Particulars	31 st March, 2026	31 st March, 2025
A. Loans to Related Parties			
1.	Aggregate value of loans sanctioned during the year	-	-
2.	Aggregate value of outstanding loans (At cost)	22.55	35.88
3.	Aggregate value of outstanding loans as a proportion to total credit exposure (in %)	-	-
4.	Aggregate value of outstanding loans which are categorized as:		
	(i) Special Mention Accounts	-	-
	(ii) Non-Performing Assets	-	-
5.	Amount of provisions held	-	-
B. Contracts and Arrangements involving Related Parties			
6.	Aggregate value of contracts and arrangements awarded during the year	-	-
7.	Aggregate value of outstanding contracts and arrangements involving related parties	-	-

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NOTE 33 : CONTINGENT LIABILITIES AND COMMITMENTS

Rs. in Lakhs

Particulars	31 st March, 2026	31 st March, 2025
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)	45088.56	47201.69

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 sanction 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. 45088.56 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. The Hon'ble CESTAT has now reverted the case back to Commissioner (Appeals) and advised to dispose of the same within 3 months. Based on the submissions, the Corporation is confident that the case will be decided 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 ₹262.47 lakhs for Assessment Year (AY) 2018-19 and ₹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)(viia) 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 53.01% (Previous Year 68.80%) as per IRAC norms.

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 angel 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: NEDFi in association with Govt of Manipur has launched Manipur Startup Venture Fund (MSVF), a fund dedicated to the startups from the state of Manipur. MSVF has been registered with SEBI as a Category I Venture Capital Fund on 22nd March 2024 with a fund corpus of Rs. 30 crore (Govt of Manipur and NEDFi Rs. 15 crore each). The fund manager for the fund is NEDFi Venture Capital Limited.

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.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2026

Note 41: SEGMENT REPORTING

As required under Ind AS 108, the segment reporting is as under:

Rs. in lakhs

1.	Segment Revenue	2025-26	2024-25
	Lending and Financing Activities	24827.28	23256.54
	Management of Surplus Funds	484.74	821.77
	Others	2037.39	2115.62
	Total	27349.41	26193.94
2.	Segments Results		
	Lending and Financing Activities	10582.72	10147.28
	Management of Surplus Funds	484.74	821.77
	Others	635.35	896.03
	Total	11702.81	11865.08
	Unallocated Income	1137.53	978.26
	Unallocated Expenses		
3.	Operating Profit	12840.35	12843.34
	Income Tax	3570.163	3283.26
4.	Net Profit	9270.18	9560.07
5.	Other Information		
	Segment Assets		
	Lending and Financing Activities	226379.37	201367.25
	Management of Surplus Funds	26220.9	43195.55
	Others	1994.54	289.23
	Total	254594.81	244852.04
	Unallocated Assets	8655.61	9151.38
	Total	263250.41	254003.41
	Segment Liabilities		
	Lending and Financing Activities	123438.86	123380.53
	Management of Surplus Funds	-	-
	Others	-	-
	Unallocated Liabilities	13142.21	12166.24
	Total	136581.08	135546.78
	Net Capital Employed	126669.34	118456.64

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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 31/03/2026		As at 31/03/2025	
		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	NIL	NIL	NIL	NIL
	(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*	47502.94	NIL	47555.77	NIL
	(g) Loan from SIDBI	-	NIL	8173.36	NIL
	(h) Loan from SBI	31257.82	NIL	17491.10	NIL
	(i) Loan from BoB	4000.00	NIL	-	NIL
	(j) Loan from UCO Bank	1499.67	NIL	-	NIL
	<i>* taken at fair value</i>				

Assets side:

		Amount outstanding	
(2)	Break-up to Loans and Advances including bills receivable other than those included in (3) below] :	As at 31/03/2026	As at 31/03/2025
	(a) Secured	213610.23	186874.21
	(b) Unsecured	16274.29	17360.91
(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		

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2026

Rs. in lakhs

(4)	Break-up of Investments:	As at	As at
		31/03/2026	31/03/2025
1.	Quoted:		
	(i) Shares : (a) Equity	-	-
	(b) Preference	-	-
	(ii) Debentures and Bonds	-	-
	(iii) Units of mutual funds(Short Term)	1249.53	2808.33
	(iv) Government Securities	-	-
	(v) Others (please specify)	-	-
2.	Unquoted:		
	(i) Shares : (a) Equity	2274.88	2675.23
	(b) Preference	1085.73	1169.17
	(ii) Debentures and Bonds	1000.00	1000.00
	(iii) Units of mutual funds	-	-
	(iv) Government Securities	-	-
	(v) North East Venture Trust	6618.54	6267.59
	(v) NRL Ideation Angel Fund	362.79	225.00
	(vi) Manipur Startup Venture Fund	279.02	-
	Total	12870.51	14145.32

(5) Borrower group-wise classification of assets financed as in (2) and (3) above:

Category	As at 31/03/2026			As at 31/03/2025		
	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	-	18.27	18.27	-	20.10	20.10
2. Other than related parties	213610.23	16274.29	229884.52	195530.73	8704.39	204235.12
Total	213610.23	16292.56	229902.79	195530.73	8724.49	204255.22

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2026

(6) Investor group-wise classification of all investments in shares and securities (both quoted and unquoted)

	Category	As at 31/03/2026		As at 31/03/2025	
		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)	5146.10	6618.54	4920.09	6267.59
	2. Other than related parties	6242.09	6242.09	7867.85	7867.85
	Total	11388.19	12870.51	12787.94	14145.32

**As per Indian Accounting Standard issued by MCA

(7) Other information

	Particulars	As at 31/03/2026	As at 31/03/2025
(i)	Gross Non-Performing Assets		
	(a) Related parties	-	-
	(b) Other than related parties	3873.78	3795.75
(ii)	Net Non-Performing Assets		
	(a) Related parties	-	-
	(b) Other than related parties	2020.22	1384.29
(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. Capital

Particulars	Current Year	Previous Year
i. CRAR	52.31%	53.49%
ii. CRAR – Tier I Capital	51.47%	53.17%
iii. CRAR – Tier II Capital	0.83%	0.32%
iv. Amount of subordinated debt raised as Tier II Capital	-	-
v. Amount raised by issue of Perpetual Debt Instruments	-	-

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	12870.51	14145.33
b. Outside India	-	-
ii. Provisions for Depreciation		
a. In India	-	-
b. Outside India	-	-
iii. Net value of Investments		
a. In India	12870.51	14145.33
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 2026

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*	2,644.00	1,878.38	3,507.57	1,440.86	8,644.74	21,296.31	86,275.71	54,753.87	46463.28	226904.72
Investments**	-	-	-	-	-	1249.53	-	1000.00	10620.98	12870.51
Borrowings**	-	1791.36	601.36	601.36	7540.87	2828.50	26441.98	18237.52	26217.48	84260.43
Foreign Currency Assets		-	-	-	-	-	-	-	-	-
Foreign Currency Liabilities		-	-	-	-	-	-	-	-	-

*at cost

**at fair value

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

- 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 2026, the amount of unsecured advances stood at Rs. 16274.29 lakhs (31st March 2025: Rs. 17360.91 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, UCO & BoB Loan)	Care Ratings Ltd.	CARE A; Stable (Single A, Outlook: Stable) Reaffirmed	CARE A; Stable (Single A, Outlook: Stable) Reaffirmed

- g) Net Profit or Loss for the period, prior period items and changes in accounting policies
There are no such material items which require disclosures in the notes to Accounts in terms of the relevant Accounting Standard.
- 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	(465.48)	(1942.60)
Provision made towards Income Tax	2783.31	2328.96
Other Provision and Contingencies		
Leave Encashment	352.27	571.62
Gratuity	51.79	20.40
LTC	-	-
Diminution in Fair Value of Restructured Advance	-	-
Provision for Standard Assets (as per IRAC norms)	(244.15)	(914.18)

k) Concentration of Advances (at cost)

Rs. In lakhs

	As at 31/03/2026	As at 31/03/2025
Total Advances to twenty largest borrowers	63932.62	56893.11
Percentage of Advances to twenty largest borrowers to Total Advances of the NBFC	28.18%	28.17%

l) Concentration of Exposures (at cost)

Rs. In lakhs

	As at 31/03/2026	As at 31/03/2025
Total Exposures to twenty largest borrowers	72499.00	67971.00
Percentage of Exposures to twenty largest borrowers to Total Exposures of the NBFC	31.95%	33.66%

m) Concentration of NPAs

Rs. In lakhs

	As at 31/03/2026	As at 31/03/2025
Total Exposure to top four NPA accounts	2325.77	1899.05

n) Sector wise NPAs (Percentage of NPAs to Total Advances in that Sector):

Sl. No.	Sector	As at 31/03/2026	As at 31/03/2025
1	Agriculture & allied activities	3.15%	4.37%
2	MSME	1.67%	2.03%
3	Corporate Borrowers	11.54%	5.76%
4	Services	1.03%	1.43%
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 (%)	0.90%	0.69%
ii. Movement of NPAs (gross)		
a. Opening balance	3795.75	5680.39
b. Additions during the year	1999.29	1332.60
c. Reductions during the year	1921.26	3217.24
d. Closing balance	3873.78	3795.75
iii. Movement of net NPAs		
a. Opening balance	1384.29	2240.82
b. Additions during the year	339.07	1029.09
c. Reductions during the year	(296.86)	1885.62
d. Closing balance	2020.22	1384.29
iv. Movement of provisions for NPAs		
a. Opening balance	2402.16	3436.92
b. Provisions made during the year	(548.61)	(1034.76)
c. Write off / Write backs	-	-
d. Closing balance	1853.55	2402.16

*As per IRACP Norms

p) Disclosure as per Micro, Small and Medium Enterprises Development Act, 2006 :

	Particulars	31 March 2026	31 March 2025
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.

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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	31/03/2026	31/03/2025
a) Direct Exposure		
(i) Residential Mortgages [all individual housing loans]	1326.77	1376.08
(ii) Commercial Real Estate		
(iii) Investments in Mortgage Backed Securities (MBS) and other securitized exposures:	16123.93	14702.97
a) Residential	Nil	Nil
b) Commercial	Nil	Nil
b) Indirect Exposure		
Fund based and non fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs).	Nil	Nil
Total Real Estate Exposure	17450.70	16079.05

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;	3274.89	3675.23
(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)	7260.36	6492.59
Total Exposure to Capital Market		10535.25	10167.82

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	3,207.50	100.93	3.15%	3,020.96	132.03	4.37%
2. Industry	56,354.30	1,877.74	3.33%	54,066.29	1,427.55	2.64%
3. Services	1,49,620.74	1,548.37	1.03%	1,26,017.33	1,754.03	1.39%
4. Loan to staff	3,471.03	0	0.00%	3,300.24	0	0.00%
5. Microfinance Loans (Loans to MFIs, Business Correspondents)	17,722.16	346.73	1.96%	18,845.56	482.13	2.56%
Total	2,30,375.73	3,873.77		2,05,250.38	3,795.75	

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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 2026.
(31st March 2025: 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	07	01
3.		Number of complaints disposed during the year	07	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					
Loan related	NIL	07	07	NIL	NIL
Total	NIL	NIL	NA	NIL	NIL
Previous Year					
Customer Complaints	NIL	01	01	NIL	NIL
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:

- a) 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
- b) 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 2026 and 31st March 2025 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 5 years monthly movements of default rates (7 years till previous year).

(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 31st March 2026

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	2,04,952.91	968.67	2,03,984.24	785.07	183.60
	Stage 2	18,078.04	1,080.98	16,997.06	642.91	438.07
Subtotal for standard		2,23,030.95	2,049.65	2,20,981.30	1,427.98	621.67
Non-Performing Assets (NPA)						
Substandard	Stage 3	1,999.29	799.72	1,199.57	339.07	460.65
Doubtful- up to 1 year	Stage 3	896.98	358.79	538.19	536.98	(178.19)
1 to 3 years	Stage 3	124.51	49.81	74.71	124.51	(74.71)
More than 3 years	Stage 3	-	-	-	-	-
Subtotal for doubtful		1,021.50	408.60	612.90	661.50	(252.90)
Loss	Stage 3	852.99	347.18	505.80	852.99	(505.80)
Subtotal for NPA		3,873.78	1,555.50	2,318.28	1,853.55	(298.05)
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	2,04,952.91	968.67	2,03,984.24	785.07	183.60
	Stage 2	18,078.04	1,080.98	16,997.06	642.91	438.07
	Stage 3	3,873.78	1,555.50	2,318.28	1,853.55	(298.05)

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As on 31st March 2026, the impairment allowance required under Ind AS 109 stands at Rs. 3605.15 lakhs and that under IRACP norms at Rs. 3281.52 lakhs. The Corporation held Impairment Loss Allowances of Rs. 4074.28 lakhs as on 31st March 2025.

Year ended 31st 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		1,672.12	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. 3315.00 lakhs in previous year, no new transfer was made to the reserve in FY 24-25.

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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 during FY25. 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, Liquidity Risk Management Framework for managing its liquidity risk and various IT related policies to oversee the various IT and associated system risks. In addition, the Corporation has also formed two Executive Level Committees, Asset Liability Management Committee (ALCO) and Internal Risk Management Committee (IRMC), headed by the Chairman and Managing Director.

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', cash flows that are generated from operations and undrawn sanction from the Banks. 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. The Corporation has also put in place Liquidity Risk Management Framework to oversee the liquidity risk. 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. 10.15 Crore 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 FY26, the Corporation has received interest free loan amounting to Rs.1114.11 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 nine instalments amounting to Rs.349.11 Cr. and the 10th instalment of Rs.60 Cr. will become due in the current financial year. The Corporation had 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. The Corporation has pre-paid the entire loan outstanding of SIDBI during the year. During FY25, the Corporation availed Rs.200 Cr. TL from SBI, out of which Rs.175 Cr. disbursement was availed during that year and balance Rs.25 Cr. during FY26. Again, during FY26, the Corporation availed Rs.200 Cr. TL from SBI, out of which Rs.125 Cr. disbursement was availed during the year. Further, UCO Bank and Bank of Baroda also sanctioned Rs.150 Cr. and Rs.100 Cr. respectively during the year, out of which Rs.15 Cr. and Rs.40 Cr. were availed during the year. Moreover, 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 lenders SBI and BoB 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 Operational Risk Management are being looked into for the officers of the Risk Management and other core departments.

The Corporation has also 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. The Corporation has also adopted Information Security Policy and Cyber Security Policy to ensure the early detection of cyber fraud and other cyber security related matters. Further, the Corporation has also adopted Fraud Risk Management Policy for prevention, early detection and timely reporting of incidents of fraud to Law Enforcement Agencies (LEA), Reserve Bank of India (RBI).

Note 48: Changes in liabilities arising from financing activities

As at 31st March 2026

Rs. In lakhs

Particulars	As at March 31 st , 2025	Cash flows (net)	New leases	Others	As at March 31 st , 2026
Borrowings	73,220.24	11,040.19	-	-	84,260.43
Notional Interest	26,944.23	2,052.84	-	-	28,997.06
Lease Liability	321.70	(89.85)	78.09	28.30	338.24
Others	43.68	(43.68)	-	0.00	-
Total	1,00,529.84	12,959.50	78.09	28.30	1,13,595.73

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2026

As at 31st March 2025

Rs. In lakhs

Particulars	As at March 31 st , 2024	Cash flows(net)	New leases	Others	As at March 31 st , 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

Note 49: Disclosure as per Para 53 of Ind AS 116 : Leases

Particulars	As at 31/03/2026	As at 31/03/2025
i) Depreciation charge for ROU assets for Leasehold premises (presented under Note 28: " Depreciation, amortization and impairment"	67.72	56.86
ii) Interest expense on lease liabilities (presented under Note 25 Finance Cost)	28.29	26.89
iii) Expense relating to short-term leases (included in Note 30 Other Expenses)	11.29	8.83
iv) Payments for principal portion of lease liability	61.56	91.80
v) Additions to ROU assets during the year	78.10	121.22
vi) Carrying amount of ROU assets at the end of reporting period by class of underlying assets (Refer Note 9C)	297.51	287.13
vii) Lease liabilities (Refer Note 13)	338.24	321.70

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Maturity Analysis of Lease Liabilities as per Ind AS: Leases

Particulars	As at 31/03/2026	As at 31/03/2025
Less than 1 year	12.44	-
1 – 3 years	107.65	58.26
3 -5 years	85.72	88.38
More than 5 years	132.44	175.07
Total lease liabilities	338.24	321.70

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2026

Note 50: 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 2026

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	9.35	-	-	-	9.35
Projects temporarily suspended	-	-	-	0.87	0.87

As at 31st March 2025

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	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 26	As at 31 st March 25
Tier -I Capital	126669.34	118081.26
Tier -II Capital	2049.65	717.00
Total Capital	128718.99	118798.26
Aggregate of Risk Weighted Assets	246087.35	222102.08
Tier I CRAR	51.47%	53.17%
Tier II CRAR	0.83%	0.32%
CRAR	52.31%	53.49%

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, 2026.

“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 31/03/2026	As at 31/03/2025
i) Amount required to be spent by the Company	255.77	239.06
ii) Amount of expenditure incurred	264.50	241.14
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	For promotion of traditional arts and handicraft sector of the N. E. Region implemented the Capacity building and market linkage programmes. To empower women undertaken initiative for promotion of entrepreneurship and also to reduce inequalities in the society. With an objective of promoting healthcare, organised Health Camp, distribution of food items under Pradhan Mantri TB Mukh Bharat Abhiyaan (PMTBMBA), construction of hospital building at Serchhip in Mizoram 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	13.79*	4.65*
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 and Kulpui and Water Hyacinth at Khetri.

(xvii)(a) Gross amount required to be spent: Rs. 255.77 lakhs (P.Y. Rs. 239.06 lakhs). 2% of the average profit before tax of last three financial years i.e. 2% of ` Rs. 12788.59 lakhs (P.Y. Rs. 11952.88 lakhs= Rs.239.06 lakhs). The Corporation has spent Rs. 264.50 lakhs (P.Y. Rs. 241.14 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	264.50	241.14	-	-	264.50	241.14

(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.

Note 51 : Disclosure as per RBI Circular No. RBI/2025-26/59 DOR.STR.REC.34/21.04.048/2025-26 dated June 19, 2025, pertaining to the Reserve Bank of India (Project Finance) Directions, 2025.

Oct-December 2025

Rs. In Crores

Sl. No	Item Description	Number of accounts	Total outstanding
1	Projects under implementation accounts at the beginning of the quarter.	385	526.16
2	Projects under implementation accounts sanctioned during the quarter.	213	14.56
3	Projects under implementation accounts where DCCO has been achieved during the quarter	214	70.20
4	Projects under implementation accounts at the end of the quarter. (1+2-3)	380	530.90
5	Out of '4' – accounts in respect of which resolution process involving extension in original/extended DCCO, as the case may be has been invoked.	5	72.85
	Out of '5' – accounts in respect of which Resolution plan has been implemented.	5	73.35
	Out of '5' – accounts in respect of which Resolution plan is under implementation.	-	-
	Out of '5' – accounts in respect of which Resolution plan has failed.	-	-
6	Out of '5', accounts in respect of which resolution process involving extension in original/extended DCCO, as the case may be has been invoked due to change in scope and size of the project.	1	30
7	Out of '5', account in respect of which cost overrun associated with extension in original/extended DCCO, as the case may be, was funded	-	-

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Sl. No	Item Description	Number of accounts	Total outstanding
	Out of '7', accounts where SBCF was sanctioned during financial closure and renewed continuously	-	-
	Out of '7', accounts where SBCF was not pre-sanctioned or renewed continuously	-	-
8	Out of '4' – accounts in respect of which resolution process not involving extension in original/extended DCCO, as the case may be has been invoked.	-	-
	Out of '8' – accounts in respect of which Resolution plan has been implemented.	-	-
	Out of '8' – accounts in respect of which Resolution plan is under implementation.	-	-
	Out of '8' – accounts in respect of which Resolution plan has failed.	-	-

Jan-March 2026

Rs. In Crores

Sl. No	Item Description	Number of accounts	Total outstanding
1	Projects under implementation accounts at the beginning of the quarter.	380	530.90
2	Projects under implementation accounts sanctioned during the quarter.	194	38.60
3	Projects under implementation accounts where DCCO has been achieved during the quarter	190	49.11
4	Projects under implementation accounts at the end of the quarter. (1+2-3)	382	576.02
5	Out of '4' – accounts in respect of which resolution process involving extension in original/extended DCCO, as the case may be has been invoked.	5	85.00
	Out of '5' – accounts in respect of which Resolution plan has been implemented.	5	85.00
	Out of '5' – accounts in respect of which Resolution plan is under implementation.	-	-
	Out of '5' – accounts in respect of which Resolution plan has failed.	-	-
6	Out of '5', accounts in respect of which resolution process involving extension in original/extended DCCO, as the case may be has been invoked due to change in scope and size of the project.	1	34.00
7	Out of '5', account in respect of which cost overrun associated with extension in original/extended DCCO, as the case may be, was funded	-	-

Sl. No	Item Description	Number of accounts	Total outstanding
	Out of '7', accounts where SBCF was sanctioned during financial closure and renewed continuously	-	-
	Out of '7', accounts where SBCF was not pre-sanctioned or renewed continuously	-	-
8	Out of '4' – accounts in respect of which resolution process not involving extension in original/extended DCCO, as the case may be has been invoked.	-	-
	Out of '8' – accounts in respect of which Resolution plan has been implemented.	-	-
	Out of '8' – accounts in respect of which Resolution plan is under implementation.	-	-
	Out of '8' – accounts in respect of which Resolution plan has failed.	-	-

NORTH EASTERN DEVELOPMENT FINANCE CORPORATION LIMITED: GUWAHATI
Additional Information to Consolidated Financial Statements for the Year ended 31.03.2026

Rs. In lakhs

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	99.68%	134,469.58	99.5076%	9,585.27
Subsidiaries				
Indian				
NEDFi Trustee Ltd.	0.02%	30.76	0.06%	5.87
NEDFi Venture Capital Ltd.	0.29%	396.93	0.43%	41.00
Foreign	-	-	-	-
Non Controlling Interest in all subsidiaries/associates (Investment as per equity method)				
Indian				
NEDFi Trustee Ltd.	0.0%	0.37	0.00%	0.07
NEDFi Venture Capital Ltd.	0.0%	4.82	0.01%	0.50
Foreign	-	-	-	-
Joint Ventures (as per proportionate consolidation / investment as per equity method)				
Indian	-	-	-	-
Foreign	-	-	-	-
Total		134,902.47		9,632.70
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.

NORTH EASTERN DEVELOPMENT FINANCE CORPORATION LIMITED: GUWAHATI

**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	26.13	396.75
6	Total Assets	34.30	601.95
7	Total Liabilities(Less : Equity & Reserves)	3.17	200.20
8	Investments	-	-
9	Turnover	8.82	258.69
10	Profit before Taxation / (Loss)	7.94	55.47
11	Provision for Taxation	2.00	13.97
12	Profit after Taxation / (Loss)	5.94	41.50
13	Proposed Dividend	-	-
14	% of shareholding	98.80%	98.80%

Part B - Associates and Joint Ventures - Nil

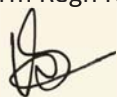
Note:

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 31.03.2026, Statement of Profit & Loss and Cash Flow Statement for the period ending 31.03.2026 alongwith notes thereon are in agreement with the books of accounts.

For Vikash Surana and Associates

Chartered Accountants
Firm Regn No. 324128E

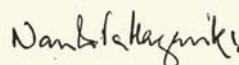


CA Vikash Surana
Partner
(M. No. 059958)

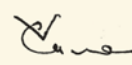
For and on behalf of the Board of Directors



(PVSLN Murty)
Chairman and Managing Director
DIN : 07355708



(Smt. Nandita Hazarika)
DIN: 10349292
Director



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

Place : Guwahati
Date : 07-07-2026

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State-wise Branch Network

ITANAGAR

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AGARTALA

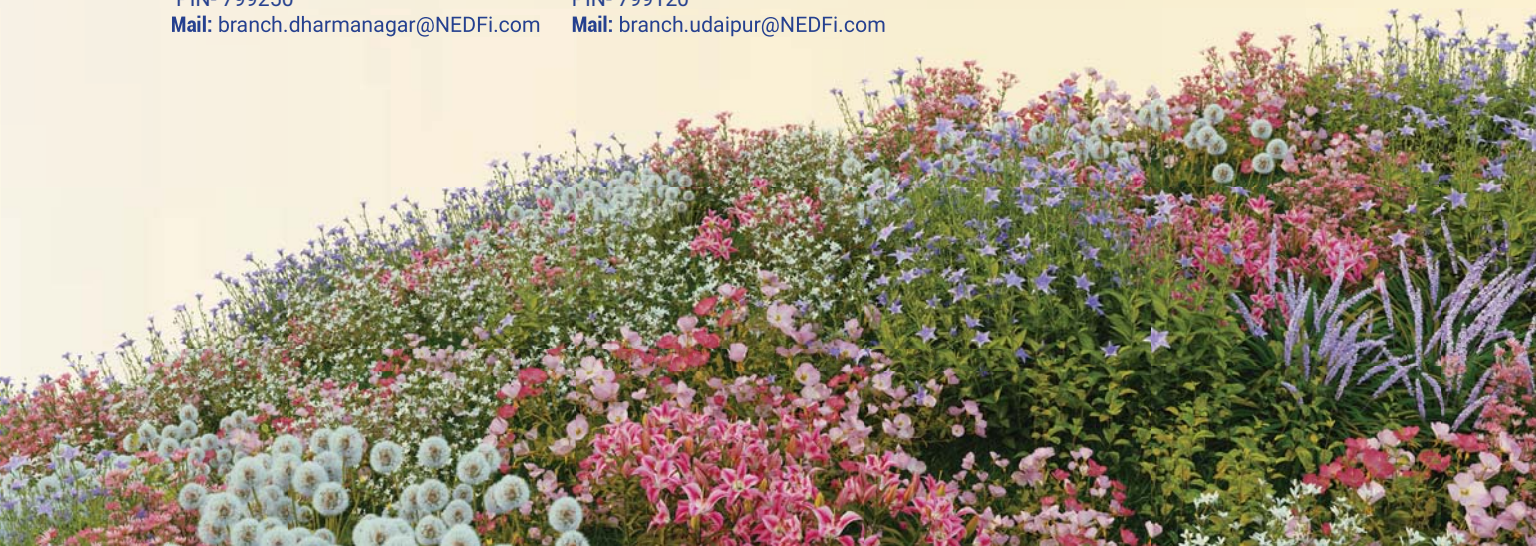
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North Eastern Development Finance Corporation Limited
नॉर्थ ईस्टर्न डेवलपमेंट फाइनेंस कॉर्पोरेशन लिमिटेड

NEDFi House, G. S. Road, Dispur, Guwahati, Assam Pin - 781006
Ph : +91-361-2222200 (30 Channels), Website: www.nedfi.com