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(This Key Information Document is neither a Prospectus nor a Statement in Lieu of Prospectus). This Key Information Document is prepared in conformity with the Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021, as amended, read with the SEBI circular numbering SEBI/HO/DDHS/PoD1/P/CIR/2023/119 dated August 10, 2021, as amended/modified/supplemented from time to time.

Ref No.: NABARD/KID/CP/2024-25/01

Key Information Document dated: 03 July 2024

NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT

(A Development Financial Institution established by an Act of Parliament, The National Bank for Agriculture and Rural Development Act, 1981)

PAN: AAAC4020G, Date and Place of Incorporation: July 12, 1982, New Delhi

Head Office: Plot C-24, G Block, Bandra Kurla Complex, Bandra East, Mumbai, Maharashtra- 400051

Tel: (022)2653 9260; Website: www.nabard.org

Chief General Manager (Finance): Shri S Srinath; Tel no.: (022) 2653 9449, E-mail: s.srinath@nabard.org

Compliance Officer: Shri Vinod Chandrasekharan, Tel no.: (022)2653 9297, E-mail: compliance.officer@nabard.org



KEY INFORMATION DOCUMENT DATED 05 JULY 2024 IN RELATION TO ISSUE UNDER THE GENERAL INFORMATION DOCUMENT DATED MAY 09, 2024 BY WAY OF PRIVATE PLACEMENT OF UPTO 1,00,000 (ONE LAKH) LISTED, UNSECURED, RATED, REDEEMABLE, TAXABLE, NON-CONVERTIBLE DEBT SECURITIES IN THE NATURE OF COMMERCIAL PAPER (CP) OF FACE VALUE OF INR 5,00,000 (INDIA RUPEES FIVE LAKH) EACH FOR CASH AT PAR, AGGREGATING UPTO INR 5,00,00,00,000 (INDIAN RUPEES FIVE THOUSAND CRORES) (“CP”).

Any terms used under this Key Information Document will have the meaning defined under the General Information Document dated May 09, 2024. This Key Information Document includes the final terms and details of the offer of the CPs (*defined above*) and must be read in conjunction with General Information Document. To the extent any disclosures made by the Issuer under the General Information Document dated May 09, 2024 have not been updated under this Key Information Document, please refer to such disclosures under the General Information Document dated May 09, 2024.

CREDIT RATING

Rating Agency	Rating	Letter Date	Validity at the date of issuance
ICRA Ltd.	A1+/Stable	05 July 2024	Yes
India Ratings Ltd.	A1+/Stable	05 July 2024	Yes

LISTING

The CPs to be issued through this Key Information Document are proposed to be listed on the National Stock Exchange of India Limited (NSE). For the purpose of this listing, NSE is proposed to be the Designated Stock Exchange.

ISSUE SCHEDULE-TENTATIVE (MAY CHANGE)

Option No.	CP Series	ISIN Number	Date of Allotment	Date of Maturity	Face Value (Rs in Cr)
1	25V	INE261F14MB5	10 July 2024	26 September 2024	1450.00

END USE OF FUNDS

The funds raised through this issue would be used for funding loans and advances to eligible institutions, for eligible activities under various sections of NABARD Act 1981.

FURTHER ISSUANCES

The Issuer may at future date/s do further Issuance(s) at any price and time after the closure of current Issue. Further Issuances/ Re Issuances can be done in accordance with applicable laws and depending on the fund requirements of the Issuer from time to time.

ELIGIBLE INVESTORS

The offer is made to Eligible Investors as mentioned in the applicable SEBI/RBI CP guidelines.

DETAILS OF INTERMEDIARIES

IPA to the issue	CREDIT RATING AGENCIES	
Axis Bank Ltd.	India Ratings and Research Private Limited	ICRA Limited
<p>Issuer and Paying Agent (IPA) Axis Bank Ltd. Treasury Operations Corporate Office, 4th Floor, Axis House, Bombay Dyeing Mills Compound, Pandurang Budhkar Marg, Worli, Mumbai – 400025</p>	<p>Workhardt Tower, Level 4, West Wing, Bandra Kurla Complex, Bandra(E), Mumbai 400051 Tel: 0224035 6123 Mobile: 09820382002 Contact Person: Ms. Anuradha Basumatari Email: anuradha.basumatari@indiaratings.co.in, Website: www.indiaratings.co.in</p>	<p>B 710, Statesman House, 148, Barakhamba Road, New Delhi 110001 Tel: 011 23357940 Contact Person: Karthik Srinivasan Email: karthiks@icraindia.com Website: www.icra.in</p>
REGISTRAR TO THE ISSUE	STATUTORY AUDITORS	
<p>Datamatics Business Solutions Limited Plot No B-5, Part B Cross Lane, MIDC, Andheri (East), Mumbai 400 093 Tel: 022-66712001, 022-66719645, 9769120187 Contact Person: Pankaj Sonar Email: pankaj.sonar@datamaticsbpm.com Website: www.datamaticsbpm.com</p>	<p>MKPS & Associates (Registration No. 302014E) CHARTERED ACCOUNTANTS 701, Stanford Office Condominium, Near Shoppers Stop, S. V. Road, Andheri (W), Mumbai-400058, Tel: 022-62392666 Contact Person: Mahendra K. Agrawala E-mail: mumbai@mkps.in Website: www.mkps.in</p>	

NOTICE TO INVESTORS AND DISCLAIMERS

This Key Information Document has not been submitted to or approved by the Securities and Exchange Board of India (“SEBI”) and has been prepared by the Issuer in conformity with the extant SEBI Debt Regulations. The Issue of Debt Securities through the Key Information Document to be issued by the Issuer is being made strictly on a private placement basis. This Key Information Document does not constitute and shall not be deemed to constitute an offer or an invitation to the public to subscribe to the Debt Securities. Neither this Key Information Document nor any other information supplied in connection with the Debt Securities is intended to provide the basis of any credit or other evaluation and a recipient of this Key Information Document should not consider such receipt a recommendation to purchase any Debt Securities. Each potential investor contemplating the purchase of any Debt Securities should make its own independent investigation of the financial condition and affairs of the Issuer and its own appraisal of the creditworthiness of the Issuer as well as the structure of the Issue. Eligible Investors should consult their own financial, legal, tax and other professional advisors as to the risks and investment considerations arising from an investment in the Debt Securities and should possess the appropriate resources to analyze such investment and the suitability of an investment to the investor's particular circumstances. No person has been authorized to give any information or to make any representation not contained in or incorporated by reference in this Key Information Document or in any material made available by the Issuer to any potential investor pursuant hereto and, if given or made, such information or representation must not be relied upon as having been authorized by the Issuer.

This Key Information Document and the contents hereof are addressed only to the intended recipients who have been addressed directly and specifically through a communication by the Issuer. All Eligible Investors are required to comply with the relevant regulations/guidelines applicable to them for investing in this Issue. The contents of this Key Information Document are intended to be used only by those Eligible Investors to whom it is distributed. It is not intended for distribution to any other person and should not be reproduced by the recipient or made public or its contents disclosed to a third person. No invitation is being made to any person other than the investor to whom this Key Information Document has been sent. Any application by a person to whom this Key Information Document has not been sent by the Issuer may be rejected without assigning any reason.

Save and except as provided below, you shall not and are not authorised to: (1) deliver this Key Information Document to any other person; or (2) reproduce this Key Information Document, in any manner whatsoever. Any distribution or reproduction or copying of this Key Information Document in whole or in part or any public announcement or any announcement to third parties regarding the contents of this Key Information Document is unauthorised. Failure to comply with this instruction may result in a violation of applicable laws of India and/or other jurisdictions. This Key Information Document has been prepared by the Issuer for providing information in connection with the proposed Issue. The Issuer does not undertake to update this Key Information Document to reflect subsequent events after the date of this Key Information Document and thus it should not be relied upon with respect to such subsequent events without first confirming its accuracy with the Issuer.

Neither the delivery of this Key Information Document nor the issue of any Debt Securities made hereunder shall, under any circumstances, constitute a representation or create any implication that there has been no change in the affairs of the Issuer since the date thereof.

This Issue is a domestic issue restricted to India and no steps have been taken or will be taken to facilitate the Issue in any jurisdictions other than India. Hence, this Key Information Document does not constitute, nor may it be used for or in connection with, an offer or solicitation by anyone in any jurisdiction in which such offer or solicitation is not authorized or to any person to whom it is unlawful to make such an offer or solicitation. No action is being taken to permit an offering of the Debt Securities or the distribution of this Key Information Document in any jurisdiction where such action is required. This Key Information Document is not intended for distribution to, or use by, any person or entity in any jurisdiction or country where distribution or use of such information would be contrary to law or regulation. Persons into whose possession this Key Information Document comes are required to inform themselves about and to observe any such restrictions. This Key Information Document is made available to Eligible Investors in the Issue on the strict understanding that it is confidential and may not be transmitted to others, whether in electronic form or otherwise, other than their affiliates, potential financing sources, professional advisors and consultants.

The Issuer has no side letter with any Debt Securities Holders except the one(s) disclosed in this Key Information Document. Any covenants added later shall be disclosed on the stock exchange website where the Debt Securities are listed.

DISCLAIMER CLAUSE OF SEBI

It is to be distinctly understood that filing of this Key Information Document to the SEBI should not in any way be deemed or construed to mean that the same has been cleared or approved by SEBI. SEBI does not take any responsibility either for the financial soundness of any scheme or the project for which the issue is proposed to be made or for the correctness of the statements made or opinions expressed in the issue document. The Issuer has certified that the disclosures made in the Key Information Document are generally adequate and are in conformity with the regulations. This requirement is to facilitate investors to take an informed decision for making investment in the proposed Issue.

DISCLAIMER IN RESPECT OF THE STOCK EXCHANGE

As required, a copy of the General Information Document / Key Information Document has been submitted to NSE and BSE. It is to be distinctly understood that the aforesaid or in-principle approval given by NSE vide its letter Ref.: NSE / LIST/ 7036 dated December 01, 2023 and BSE vide its letter no.: DCS/COMP/RM/IP-PPDI/354/23-24 dated December 01, 2023 or hosting the same on the website of NSE and BSE in terms of SEBI (Issue And Listing of Non- Convertible Securities) Regulations, 2021 as amended from time to time, should not in any way be deemed or construed that the document has been cleared or approved by the NSE or BSE; nor does it in any manner warrant, certify or endorse the correctness or completeness of any of the contents of this document; nor does it warrant that the Issuer's Debt Securities will be listed or will continue to be listed on the NSE or BSE; nor does it take any responsibility for the financial or other soundness of this Issuer,

its promoters, its management or any scheme or project of the Issuer. Every person who desires to apply for or otherwise acquire the Debt Securities of the Issuer may do so pursuant to independent inquiry, investigation and analysis and shall not have any claim against the NSE or BSE whatsoever by reason of any loss which may be suffered by such Person consequent to or in connection with such subscription/acquisition whether by reason of anything stated or omitted to be stated herein or any other reason whatsoever.

DISCLAIMER IN RESPECT OF JURISDICTION

Issue of these Debt Securities have been/will be made in India to Eligible Investors, who have been/shall be specifically approached by the Issuer. This Key Information Document is not to be construed or constituted as an offer to sell or an invitation to subscribe to Debt Securities offered hereby to any person to whom it is not specifically addressed. Any disputes arising out of this Issue will be subject to the jurisdiction of the courts and tribunals at Mumbai, Maharashtra. This Key Information Document does not constitute an offer to sell or an invitation to subscribe to the Debt Securities herein, in any other jurisdiction or to any person to whom it is unlawful to make an offer or invitation.

DISCLAIMER IN RESPECT OF RATING AGENCIES

(1) ICRA Limited (“**ICRA**”)

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA’s current opinion on the relative capability of the Issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website www.icra.in or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA, however, has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided ‘as is’ without any warranty of any kind and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the Issuer rated. All information contained herein must be construed solely as statements of opinion and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents.

(2) CRISIL Ratings Limited (“**CRISIL Ratings**”)

CRISIL Ratings has taken due care and caution in preparing the Material based on the information provided by its client and / or obtained by CRISIL Ratings from sources which it considers reliable (Information). A rating by CRISIL Ratings reflects its current opinion on the likelihood of timely payment of the obligations under the rated instrument and does not constitute an audit of the rated entity by CRISIL Ratings. CRISIL Ratings does not guarantee the completeness or accuracy of the information on which the rating is based. A rating by CRISIL Ratings is not a recommendation to buy, sell, or hold the rated instrument; it does not comment on the market price or suitability for a particular investor. The Rating is not a recommendation to invest / disinvest in any entity covered in the Material and no part of the Material should be construed as an expert advice or investment advice or any form of investment banking within the meaning of any law or regulation. CRISIL Ratings especially states that it has no liability whatsoever to the subscribers / users / transmitters/ distributors of the Material. Without limiting the generality of the foregoing, nothing in the Material is to be construed as CRISIL Ratings providing or intending to provide any services in jurisdictions where CRISIL Ratings does not have the necessary permission and/or registration to carry out its business activities in this regard. National Bank for Financing Infrastructure and Development will be responsible for ensuring compliances and consequences of non-compliances for use of the Material or part thereof outside India. Current rating status and CRISIL Ratings’ rating criteria are available without charge to the public on the website, www.crisilratings.com. For the latest rating information on any instrument of any company rated by CRISIL Ratings, please contact Customer Service Helpdesk at 1800-267-1301.

ISSUE OF DEBT SECURITIES IN DEMATERIALIZED FORM

The Debt Securities will be issued in dematerialised form. The Issuer has made arrangements with the Depository for the issue of the Debt Securities in dematerialised form. The investor will have to hold the Debt Securities in dematerialised form as per the provisions of Depositories Act. The Issuer shall take necessary steps to credit the Debt Securities allotted to the beneficiary account maintained by the investor with its depository participant. The Issuer will make the Allotment to investors on the Deemed Date of Allotment after verification of the Application Form, the supporting documents and on realisation of the application money.

FORCE MAJEURE

The Issuer reserves the right to withdraw the Issue at any time prior to the closing date thereof in the event of any unforeseen development adversely affecting the economic and/or regulatory environment or otherwise. In such an event, the Issuer will refund the application money, if any, collected from the potential investors / applicants in respect of the Issue without assigning any reason.

DISCLOSURES UNDER SEBI NCS REGULATIONS

1.1 DETAILS OF CREDIT RATING ALONG WITH LATEST PRESS RELEASE OF THE CREDIT RATING AGENCY IN RELATION TO THE ISSUE AND DECLARATION THAT THE RATING IS VALID AS ON THE DATE OF ISSUANCE AND LISTING. SUCH PRESS RELEASE SHALL NOT BE OLDER THAN SIX MONTHS FROM THE DATE OF THE OPENING THE ISSUE.

The credit rating press release for the present issue of Debt Securities is annexed to this Key Information Document as **Annexure II**.

1.2 EXPENSES OF THE ISSUE

Expenses of the issue along with a break up for each item of expense, including details of the fees payable to separately as under (in terms of amount, as a percentage of total issue expenses and as a percentage of total issue size), as applicable:

Particulars	Amount (Rs.)	% of total Issue expenses	% of total Issue size
Lead manager(s) fees	NA	NA	NA
Underwriting commission	NA	NA	NA
Brokerage, selling commission and upload fees	NA	NA	NA
Fees payable to the registrars to the Issue	8,35,440/- (per annum)	9.42%	0.0058%
Fees payable to the legal advisors	NA	NA	NA
Advertising and marketing expenses	NA	NA	NA
Fees payable to the regulators including stock exchanges	24,83,900	28.01%	0.0171%
Expenses incurred on printing and distribution of issue stationary	NA	NA	NA
Any other fees, if any (Corporate action, Credit Ratings,)	48,00,000/- (Annual Surveillance Fee)	54.13%	0.0331%
Stamp Duty	7,25,000	8.18	0.0050%
Listing Fee	23600/-	0.27%	0.0002%
Total Issue Expenses	88,67,940		

1.3 Commercial Papers issued during the last 2 years as on 31 March 2024

ISIN number	Allotment Date	Maturity date	Coupon rate/ Discount Rate	Amount (FV) (Rs. in Crore)
INE261F14IU3	18-Apr-22	15-Jul-22	4.10%	5000.00
INE261F14IV1	23-May-22	19-Aug-22	5.10%	1650.00
INE261F14IW9	30-May-22	26-Aug-22	5.11%	400.00
INE261F14IS7	2-Jun-22	30-Aug-22	5.11%	1825.00
INE261F14IX7	13-Jun-22	9-Sep-22	5.11%	950.00
INE261F14IY5	21-Jun-22	14-Sep-22	5.32%	1200.00
INE261F14IZ2	20-Jul-22	18-Oct-22	5.47%	4150.00
INE261F14JA3	25-Aug-22	23-Nov-22	5.84%	2800.00
INE261F14JB1	9-Sep-22	30-Nov-22	5.85%	4000.00
INE261F14JC9	15-Sep-22	14-Dec-22	5.98%	4150.00
INE261F14JD7	20-Sep-22	15-Dec-22	6.05%	3000.00
INE261F14JE5	16-Nov-22	31-Jan-23	6.90%	3325.00
INE261F14JE5	25-Nov-22	31-Jan-23	6.86%	3200.00
INE261F14JF2	7-Dec-22	28-Feb-23	6.82%	4500.00
INE261F14JG0	13-Dec-22	27-Feb-23	6.80%	4125.00
INE261F14JH8	23-Dec-22	14-Mar-23	6.85%	4200.00
INE261F14JI6	5-Jan-23	3-Apr-23	6.98%	1425.00
INE261F14JI6	6-Jan-23	3-Apr-23	6.98%	1525.00
INE261F14JI6	9-Jan-23	3-Apr-23	6.98%	2900.00
INE261F14JJ4	13-Jan-23	7-Jun-23	7.37%	5000.00
INE261F14JK2	20-Jan-23	20-Apr-23	7.19%	2125.00
INE261F14JL0	23-Jan-23	24-Apr-23	7.19%	650.00
INE261F16JM8	31-Jan-23	28-Apr-23	7.23%	1975.00
INE261F14JN6	3-Feb-23	3-May-23	7.24%	3925.00
INE261F14JO4	17-Feb-23	15-May-23	7.35%	5000.00
INE261F14JP1	23-Feb-23	24-May-23	7.35%	5000.00
INE261F14JQ9	2-Mar-23	30-May-23	7.49%	1150.00
INE261F14JR7	3-Mar-23	1-Jun-23	7.65%	2675.00
INE261F14JR7	8-Mar-23	1-Jun-23	7.65%	750.00
INE261F14JS5	17-Mar-23	16-Jun-23	7.54%	5000.00
INE261F14JT3	24-Mar-23	23-Jun-23	7.32%	2275.00
INE261F14JT3	27-Mar-23	23-Jun-23	7.32%	1975.00
INE261F14JU1	6-Apr-23	30-Jun-23	7.18%	675.00
INE261F14JU1	11-Apr-23	30-Jun-23	6.95%	1500.00
INE261F14JV9	13-Apr-23	3-Jul-23	7.15%	4000.00
INE261F14JU1	13-Apr-23	30-Jun-23	6.95%	950.00
INE261F14JW7	13-Apr-23	10-Jul-23	7.10%	1750.00
INE261F14JX5	18-Apr-23	18-Jul-23	7.00%	300.00
INE261F14JY3	23-May-23	21-Aug-23	7.02%	3750.00
INE261F14JY3	26-May-23	21-Aug-23	7.02%	1500.00

INE261F14KA1	6-Jun-23	4-Sep-23	6.95%	5000.00
INE261F14JZ0	7-Jun-23	5-Sep-23	6.95%	4425.00
INE261F14JZ0	7-Jun-23	5-Sep-23	6.94%	775.00
INE261F14KB9	16-Jun-23	12-Sep-23	6.95%	4965.00
INE261F14KC7	30-Aug-23	28-Nov-23	7.05%	4900.00
INE261F14KD5	11-Sep-23	8-Dec-23	7.01%	5000.00
INE261F14KE3	14-Sep-23	13-Dec-23	7.04%	1075.00
INE261F14KF0	18-Sep-23	15-Dec-23	7.13%	3000.00
INE261F14KE3	18-Sep-23	13-Dec-23	7.05%	4955.00
INE261F14KG8	11-Oct-23	9-Jan-24	7.18%	4375.00
INE261F14KH6	13-Oct-23	12-Jan-24	7.18%	2800.00
INE261F14KJ2	18-Oct-23	17-Jan-24	7.18%	1750.00
INE261F14KI4	19-Oct-23	18-Jan-24	7.18%	3125.00
INE261F14KK0	10-Nov-23	8-Feb-24	7.26%	1375.00
INE261F14KL8	24-Nov-23	22-Feb-24	7.33%	2925.00
INE261F14KM6	7-Dec-23	6-Mar-24	7.39%	4335.00
INE261F14KN4	11-Dec-23	11-Mar-24	7.39%	1500.00
INE261F14KO2	14-Dec-23	14-Mar-24	7.44%	5000.00
INE261F14KP9	8-Jan-24	20-Mar-24	7.31%	4950.00
INE261F14KQ7	8-Jan-24	22-Mar-24	7.31%	750.00
INE261F14KR5	12-Jan-24	2-Apr-24	7.60%	1425.00
INE261F14KS3	25-Jan-24	25-Apr-24	7.85%	5000.00
INE261F14KT1	30-Jan-24	30-Apr-24	7.85%	3550.00
INE261F14KV7	6-Feb-24	6-May-24	7.85%	2175.00
INE261F14KU9	8-Feb-24	8-May-24	7.85%	3050.00
INE261F14KW5	13-Feb-24	27-Jun-24	7.85%	500.00
INE261F14KY1	20-Feb-24	21-May-24	7.85%	2100.00
INE261F14KY1	21-Feb-24	21-May-24	7.85%	1425.00
INE261F14LA9	23-Feb-24	24-May-24	7.85%	2725.00
INE261F14KZ8	26-Feb-24	27-May-24	7.85%	2100.00
INE261F14LB7	29-Feb-24	30-May-24	7.85%	700.00
INE261F14LB7	29-Feb-24	30-May-24	7.80%	5000.00
INE261F14KW5	4-Mar-24	27-Jun-24	7.73%	960.00
INE261F14LC5	4-Mar-24	3-Jun-24	7.73%	675.00
INE261F14LD3	6-Mar-24	5-Jun-24	7.73%	3775.00
INE261F14LF8	7-Mar-24	6-Jun-24	7.73%	1500.00
INE261F14LE1	12-Mar-24	11-Jun-24	7.73%	700.00
INE261F14LG6	12-Mar-24	10-Apr-24	7.72%	1525.00
INE261F14LH4	13-Mar-24	12-Apr-24	7.75%	2200.00
INE261F14LI2	14-Mar-24	13-Jun-24	7.68%	5000.00
INE261F14LK8	15-Mar-24	14-Jun-24	7.68%	525.00
INE261F14LJ0	21-Mar-24	20-Jun-24	7.68%	4900.00
INE261F14LL6	19-Mar-24	18-Apr-24	7.75%	1550.00

1.4 FINANCIAL INFORMATION:

a. Audited financial statements (i.e. Profit & Loss statement, Balance Sheet and Cash Flow statement) for a period of three completed years:

Financial statements of the Issuer for the financial years ending March 31, 2022, March 31, 2023 and March 31, 2024 have been audited and certified by the Statutory Auditor(s) have been included in this General Information Document. The said financial statements accompanied with the auditor's report along with the requisite schedules, footnotes, summary etc. are annexed as **Annexure V** of this General Information Document. The format given in NCS Regulations, 2021 is as per Ind AS. Currently, Ind AS is not applicable on NABARD.

Columnar representation of the Standalone Audited Financial Statements (i.e. Profit & Loss statement, Balance Sheet and Cash Flow statement):

Key Operational and Financial Parameters- The format given in NCS Regulations, 2021 is as per IndAS. Currently, Ind AS is not applicable on NABARD.

Standalone Balance Sheet

(Rs. in crore)

Particulars	March 31, 2024	March 31, 2023	March 31, 2022
	(Audited)	(Audited)	(Audited)
FUNDS AND LIABILITIES			
1. Capital (Under Section 4 of the NABARD Act, 1981)	17,080.00	17,080.00	17,080.00
2. Reserve Fund and other Reserves	55,787.40	49,686.28	43,939.18
3. National Rural Credit Funds	16,106.00	16,102.00	16,098.00
4. Gifts, Grants, Donations and Benefactions	6,691.17	6,711.28	6,602.27
5. Government Schemes	1,506.36	1,106.99	5,888.63
6. Deposits	3,01,958.07	2,78,100.87	2,52,126.69
7. Bonds and Debentures	2,86,150.10	2,46,677.25	2,30,592.70

8. Borrowings	2,01,082.58	1,64,080.89	1,63,657.78
9. Current liabilities and Provisions	24,500.88	22,106.83	21,487.06
Total	9,10,862.56	8,01,652.39	7,57,472.31
Forward Foreign Exchange Contracts (Hedging) as per contra	579.49	950.88	925.97
PROPERTY AND ASSETS			
1. Cash and Bank Balances	37,354.14	16372.09	5791.49
2. Investments	69,827.79	48,564.66	66,263.06
3. Advances	7,95,104.30	7,30,900.54	6,79,842.44
4. Property, Plant and Equipment (Fixed Assets)	548.84	528.03	551.93
5. Other Assets	8,027.49	5,287.07	5,023.39
Total	9,10,862.56	8,01,652.39	7,57,472.31
Forward Foreign Exchange Contracts (Hedging) as per contra	579.49	950.88	925.97

Standalone Statement of Profit and Loss

(Rs. in crore)

Particulars	March 31, 2024	March 31, 2023	March 31, 2022
	(Audited)	(Audited)	(Audited)
Income			
Interest on Loans and Advances	43,432.35	36,476.32	33,602.47
Income from Investment Operations/ Deposits	5,310.25	2,666.86	3,030.63
Other Income	104.00	187.36	128.19
Total income (A)	48,846.60	39,330.54	36,761.29
Expenditure			
Interest and Financial Charges	36,912.84	30,351.03	26,555.86
Establishment and Other Expenses	3,365.24	1,709.31	2,136.01
Expenditure on Promotional Activities	136.02	136.75	111.88
Provisions	316.81	528.58	1,214.84
Depreciation	47.78	50.17	49.78
Total expenses (B)	40,778.69	32,775.84	30,068.37
Profit before Tax (A - B)	8,067.91	6,554.70	6,692.92
Provision for			
i. Income tax	1,990.00	1,520.00	1,628.00
ii. Income tax earlier adjustment	-	(324.02)	-
iii. Deferred Tax	(25.21)	(1.07)	(16.94)
Net Profit/(loss) after tax for the period	6,103.12	5,359.79	5,081.86

Standalone Cash Flow Statement

(Rs. in crore)

Particulars	March 31, 2024	March 31, 2023	March 31, 2022
	(Audited)	(Audited)	(Audited)
(a) Cash Flow from Operating Activities			
Net Profit as per Profit and Loss a/c before tax	8,067.91	6,554.70	6,692.92
<i>Adjustments for:</i>			
Depreciation	47.78	50.17	49.78
Provision for Non-performing Assets	(67.97)	338.22	346.20
Provision for Standard Assets	370.00	201.00	108.00
Floating Provision	-	-	750
Depreciation in value of Investment Account - Equity	14.78	(10.64)	10.64
Provision for diminution in value of investment		0.77	
Profit / Loss on sale of Fixed Assets	(0.75)	(0.66)	(1.17)
Interest credited to various Funds (including addition/ adjustment made to Interest Differential Fund)	194.47	279.85	379.14
Income from Investment (including Discount Income)	(5,310.25)	(2,666.86)	(3,030.63)
Operating profit before changes in operating assets	3,315.97	4,745.78	5,304.88
Adjustment for changes in working capital:			
(Increase) / Decrease in Current Assets	(17,498.84)	(4,334.36)	(734.60)
Increase / (Decrease) in Current Liabilities	2,499.61	299.05	3,362.80
Increase in Loans and Advances (Including Housing Loan & Other Advances to Staff)	(64,420.36)	(51,416.55)	(78,478.84)
Cash generated from operating activities	(76,103.62)	(50,706.08)	(70,545.76)
Income Tax paid - Net of refund	(2,095.57)	(875.26)	(1,889.78)
Net cash flow from operating activities (A)	(78,199.19)	(51,581.34)	(72,435.54)
(b) Cash Flow from Investing Activities			
Income from Investment (including Discount Income)	5,310.25	2,666.86	3,030.63
Purchase of Fixed Asset	(74.61)	(32.72)	(42.71)
Sale of Fixed Assets	6.78	7.11	8.02
Increase / Decrease in Investment	(21,388.70)	17,524.03	(21,048.46)
Net cash used / generated from investing activities (B)	(16,146.28)	20,165.28	(18,052.52)

Cash flow from Financing Activities			
Grants / contributions received	186.79	(4,950.48)	2,256.78
Proceeds of Bonds	39,472.85	16,084.55	34,710.31
Increase / (Decrease) in Borrowings	29,826.19	143.28	41,999.95
Increase / (Decrease) in Deposits	23,857.20	25,974.18	10,554.58
Withdrawal from Reserve Fund	-	389.31	(409.63)
Increase in Share capital	-	-	2000.00
Net cash raised from financing activities (C)	93,343.03	37,640.84	91,111.99
Net increase/(decrease) in cash and cash equivalents (A)+(B)+(C)	(1,002.44)	6,224.77	623.93
Cash and Cash Equivalents at the beginning of the period	8,311.26	2,086.49	1,462.56
Cash and cash equivalent at the end of the year includes			
Cash in hand	-	-	-
Balance with Reserve Bank of India	3,561.58	4,800.93	363.61
Balances with other Banks in India	3,747.24	3,110.33	1,722.88
Remittances in Transit		400.00	-
Total	7,308.82	8,311.26	2,086.49

Columnar representation of the Consolidated Audited Financial Statements (i.e. Profit & Loss statement, Balance Sheet and Cash Flow statement):

Consolidated Balance Sheet

(Rs. in crore)

Particulars	March 31, 2024	March 31, 2023	March 31, 2022
	(Audited)	(Audited)	(Audited)
FUNDS AND LIABILITIES			
1. Capital (Under Section 4 of the NABARD Act, 1981)	17,080.00	17,080.00	17,080.00
2. Reserve Fund and other Reserves	56,589.90	50,288.37	44,391.66
3. Minority Interest	307.70	247.21	204.47
4. National Rural Credit Funds	16,106.00	16,102.00	16,098.00
5. Gifts, Grants, Donations and Benefactions	6,691.17	6,711.28	6,602.27
6. Government Schemes	1,506.36	1,106.99	5,888.63
7. Deposits	3,01,952.08	2,78,100.87	2,52,126.69
8. Bonds and Debentures	2,86,150.10	2,46,677.25	2,30,592.70
9. Borrowings	2,01,238.41	1,64,130.89	1,63,660.12
10. Current liabilities and Provisions	24,868.05	22,411.25	21,824.84
Total	9,12,495.77	8,02,856.31	7,58,469.38
Forward Foreign Exchange Contracts (Hedging) as per contra	579.49	950.88	925.97
PROPERTY AND ASSETS			
1. Cash and Bank Balances	37,839.75	16,854.99	6,073.49
2. Investments	69,286.60	48,003.10	65,725.28
3. Advances	7,96,339.14	7,31,891.69	6,80,882.72
4. Property, Plant and Equipment (Fixed Assets)	564.51	543.30	566.30
5. Other Assets	8,465.77	5,563.23	5,221.59
Total	9,12,495.77	8,02,856.31	7,58,469.38
Forward Foreign Exchange Contracts (Hedging) as per contra	579.49	950.88	925.97

Consolidated Statement of Profit and Loss

(Rs. in crore)

Particulars	March 31, 2024	March 31, 2023	March 31, 2022
	(Audited)	(Audited)	(Audited)
Income			
Interest on Loans and Advances	43,931.84	36,824.35	33,874.32
Income from Investment Operations/ Deposits	5,290.17	2,658.03	3,030.53
Other Income	393.40	367.99	270.33
Total income (A)	49,615.41	39,850.37	37,175.18
Expenditure			
Interest and Financial Charges	36,940.39	30,370.10	26,574.22
Establishment and Other Expenses	3,720.08	1,942.10	2,281.35
Expenditure on Promotional Activities	136.02	136.75	111.88
Provisions	333.30	545.72	1,314.72
Depreciation	52.69	54.31	53.82
Total expenses (B)	41,182.48	33,048.98	30,335.99
Profit before Tax (A - B)	8,432.93	6,801.39	6,839.19
Provision for			
i. Income tax	2,082.24	1,243.22	1,675.56
ii. Income tax earlier adjustment	-	-	-

iii. Deferred Tax	(20.55)	3.90	(30.85)
Net Profit/(loss) after tax for the period	6,371.24	5,554.27	5,194.48
Minority Interest	67.72	43.87	15.67
Profit available for Appropriation	6,303.52	5,510.40	5,178.81

Consolidated Cash Flow Statement

(Rs. in crore)

Particulars	March 31, 2024	March 31, 2023	March 31, 2022
	(Audited)	(Audited)	(Audited)
(a) Cash Flow from Operating Activities			
Net Profit as per Profit and Loss a/c before tax	8,453.00	6,810.22	6,838.29
<i>Adjustments for:</i>			
Depreciation	52.69	54.30	53.82
Provisions and Amortisations	2.84	1.54	0.79
Provision for Non-performing Assets	(67.65)	339.37	424.47
Provision for Standard Assets	375.69	204.11	112.69
Floating Provision	-	-	750.00
Depreciation in value of Investment Account - Equity	14.78	(10.64)	10.64
Profit / Loss on sale of Fixed Assets	(1.74)	(1.46)	(1.10)
Interest credited to various Funds (including addition/ adjustment made to Interest Differential Fund)	1.94	279.85	379.14
Other Expenses	0.28	11.85	7.99
Income from Investment (including Discount Income)	(5,363.96)	(2,700.34)	(3,053.04)
Operating profit before changes in operating assets	3,660.40	4,988.80	5,523.69
<i>Adjustment for changes in working capital:</i>			
(Increase) / Decrease in Current Assets	(17,544.67)	(4,350.93)	(790.52)
Increase / (Decrease) in Current Liabilities	3,184.89	903.76	3,484.38
Increase in Loans and Advances (Including Housing Loan & Other Advances to Staff)	(65,938.43)	(52,426.72)	(78,988.61)
Cash generated from operating activities	(76,637.81)	(50,885.09)	(70,771.06)
Income Tax paid - Net of refund	(2,183.97)	(922.97)	(1,936.62)
Net cash flow from operating activities (A)	(78,821.79)	(51,808.06)	(72,707.68)
(b) Cash Flow from Investing Activities			
Income from Investment (including Discount Income)	5,362.40	2,700.36	3,053.04
Purchase of Fixed Asset	(79.89)	(37.77)	(46.01)
Sale of Fixed Assets	6.80	7.13	8.02
Increase / Decrease in Investment	21,459.89	17,236.67	(20,944.61)
Net cash used / generated from investing activities (B)	16,170.58	19,906.39	(17,929.56)
Cash flow from Financing Activities			
Grants / contributions received	186.83	(4,950.51)	2,256.79
Interest Expense	(0.18)	(0.37)	(0.39)
Proceeds of Bonds	39,472.85	16,084.55	34,710.31
Increase / (Decrease) in Borrowings	30,567.74	579.45	42,080.04
Increase / (Decrease) in Deposits	23,857.20	25,974.18	10,554.58
Withdrawal from Reserve Fund	-	389.31	(409.63)
Dividend Paid including Tax on Dividend	(27.32)	(9.95)	(0.10)
Increase in Share capital	-	45.00	2,086.58
Net cash raised from financing activities (C)	94,057.13	38,111.66	91,278.18
Net increase/(decrease) in cash and cash equivalents (A)+(B)+(C)	935.24	6209.99	640.94
Cash and Cash Equivalents at the beginning of the period	8,331.34	2,121.35	1,480.41
Cash and cash equivalent at the end of the year	7,396.10	8,331.34	2,121.35
Cash in hand	-	-	-
Balance with Reserve Bank of India	0.160	0.00	0.00
Balances with other Banks in India	3,561.58	4800.93	363.60
Remittances in Transit	3,834.52	3,130.41	1,757.75
Total	7,396.10	8,331.34	2,121.35

b. Audited financial statements (i.e. Profit & Loss statement, Balance Sheet and Cash Flow statement) for the financial year ended March 31, 2024 along with limited review report is annexed as Annexure V of this General Information Document.

c. Details of any other contingent liabilities of the Issuer including amount and nature of liability:

NIL

d. The amount of corporate guarantee or letter of comfort issued by the Issuer along with details of the counterparty (viz. Name and nature of the counterparty, whether a subsidiary, joint venture entity, group

company etc.) on behalf of whom it has been issued:

Contingent liability including debt service reserve account (DSRA) guarantees/any put option etc.: Rs 24.18 cr Bank guarantee to Hindustan Construction Company.

1.5 Link for Financials / Annual Report of NABARD is provided below:

<http://www.nabard.org/financialreport.aspx?cid=505&%3Bid=24>

UNDERTAKING BY THE ISSUER

Issuer's Absolute Responsibility

The issuer, having made all reasonable inquiries, accepts responsibility for and confirms that this general information document contains all information with regard to the issuer and the issue which is material in the context of the issue, that the information contained in the general information document is true and correct in all material aspects and is not misleading, that the opinions and intentions expressed herein are honestly stated and that there are no other facts, the omission of which make this document as a whole or any of such information or the expression of any such opinions or intentions misleading.

General Risk

Investment in non-convertible securities involve a degree of risk and investors should not invest any funds in such securities unless they can afford to take the risk attached to such investments. Investors are advised to take an informed decision and to read the risk factors carefully before investing in this offering. For taking an investment decision, investors must rely on their examination of the issue including the risks involved in it. Specific attention of investors is invited to statement of risk factors contained under Section 2 of this general information document. These risks are not, and are not intended to be, a complete list of all risks and considerations relevant to the non-convertible securities or investor's decision to purchase such securities.

Investors are advised to read the risk factors carefully before taking an investment decision in this issue. For taking an investment decision, investors must rely on their own examination of the issuer and the offer including the risks involved. The securities have not been recommended or approved by the any regulatory authority in India, including the Securities and Exchange Board of India (SEBI) nor does SEBI guarantee the accuracy or adequacy of this document. Specific attention of investors is invited to the statement of 'Risk factors' given under point 'v' of the section 'General Risks'.

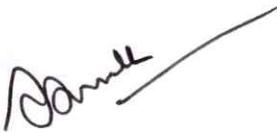
The issuer has no side letter with any debt securities holder except the one(s) disclosed in the offer document/offer document. Any covenants later added shall be disclosed on the stock exchange website where the debt is listed.

The issuer is in compliance with the provisions of Securities Contracts (Regulation) Act, 1956 and the Securities and Exchange Board of India Act, 1992, and the rules and regulations made thereunder. The compliance with the Act and the rules does not imply that payment of dividend or interest or repayment of non-convertible securities, is guaranteed by the Central Government.

The Issuer undertakes that the monies received under the offer shall be used only for the purposes and objects indicated in the Offer document.

The Issuer undertakes that whatever is stated in this form and in the attachments thereto is true, correct and complete and no information material to the subject matter of this form has been suppressed or concealed and is as per the NABARD Act, 1981.

For National Bank for Agriculture and Rural Development



S Srinath

Chief General Manager- Finance Department



256th meeting of the Board of Directors held on 19 March 2024
at Mumbai – **Minutes** – Extracts

Item No.07 Business Budget - 2024-25

The Board of Directors perused the memorandum no.07 dated 06 March 2024 and

RESOLVED

that, the item wise proposed Business Budget as contained at para 02 of the memorandum no.07 dated 06 March 2024 on 'Business Budget - 2024-25', be and is hereby approved.

FURTHER RESOLVED

that, subject to the following observations, the proposal contained in para 03 regarding Net Market Borrowings of ₹4,65,078 crore, including short-term borrowings through Commercial Papers upto ₹70,000 crore for the year 2024-25 on outstanding basis as part of overall approved net borrowings of the memorandum no.07 dated 06 March 2024 on 'Business Budget – 2024-25' be and is hereby approved.

Decision No.	Direction
--	Figures may be rounded off to the nearest ₹100 crore henceforth.
--	Mid-term review of the budget may be taken up.

ALSO RESOLVED

that, the Chairman be and is hereby authorized to take further necessary action in this regard.

ACTION : CPD/FD ✓


मुख्य महा प्रबन्धक एवं सचिव
राष्ट्रीय कृषि और ग्रामीण विकास बैंक
प्रधान कार्यालय, मुम्बई
Chief General Manager & Secretary
National Bank For Agriculture And Rural Development
Head Office, Mumbai

ANNEXURE I: CONSENT LETTER OF DEBENTURE TRUSTEE

(Enclosed separately)

ATSL/CO/24-25/1162
May 10, 2024

To,
National Bank for Agriculture & Rural Development
2nd Floor, D Wing C-24
G Block, Bandra Kurla Complex,
Bandra (East)
Mumbai - 400051

Dear Sir/ Madam,

Subject: Consent to act as Debenture Trustee for Debentures to be issued by National Bank for Agriculture and Rural Development for period 1st April 2024 to 31st March 2025

We, Axis Trustee Services Limited, hereby give our consent to act as the Debenture Trustee for the abovementioned issue of Debentures having a tenure of more than one year and are agreeable to the inclusion of our name as Debenture Trustee in the Shelf Prospectus/ Information Memorandum and/or application to be made to the Stock Exchange for the listing of Debentures.

Axis Trustee Services Limited (ATSL) consenting to act as Debenture Trustee is purely its business decision and not an indication on the Issuer's standing or on the Debenture Issue. By consenting to act as Debenture Trustees, ATSL does not make nor deems to have made any representation on the Issuer, its operations, the details and projections about the Issuer or the Debentures under Offer made in the Shelf Prospectus/ Private Placement offer letter/ Information Memorandum / Offer Document. Applicants / Investors are advised to read carefully the Shelf Prospectus/ Private Placement offer letter/ Information Memorandum / Offer Document and make their own enquiry, carry out due diligence and analysis about the Issuer, its performance and profitability and details in the Shelf Prospectus/ Private Placement offer letter/ Information Memorandum / Offer Document before taking their investment decision. The Debenture Trustee ipso facto does not have the obligations of a borrower or a principal debtor or a guarantor as to the monies paid/invested by investors for the Debentures. ATSL shall not be responsible for the investment decision and its consequences.

We also confirm that we are not disqualified to be appointed as Debentures Trustee within the meaning of Rule 18(2)(c) of the Companies (Share Capital and Debentures) Rules, 2014.

Yours truly,
For Axis trustee Services Limited,

SAGAR
GOVIND
SHETTY

Digitally signed by SAGAR
GOVIND SHETTY
Date: 2024.05.10 16:18:03
+05'30'

Authorized Signatory

Registered Office:
Axis House, Bombay Dyeing Mills Compound, Pandhurang Budhkar Marg, Worli Mumbai - 400 025
Corporate Office:
The Ruby, 2nd Floor, SW, 29 Senapati Bapat Marg, Dadar West, Mumbai-400 028
Tel No.: 022-62300451 Fax No.: 022-6230 0700 Website- www.axistrustee.com
Corporate Identify Number: U74999MH2008PLC182264 | MSME Registered UAN: MH1900



**ANNEXURE II: CREDIT RATING LETTERS ALONG WITH PRESS RELEASE FOR THE PRESENT ISSUE
OF DEBT SECURITIES**

(Enclosed separately)



ICRA Limited

CONFIDENTIAL

Ref: ICRA/NABARD/07062024/2

Date: June 7, 2024

Mr. S Srinath
Chief General Manager
National Bank for Agriculture and Rural Development
Plot No. C-24, G-Block,
Bandra Kurla Complex
Bandra (E)
Mumbai 400 051

Dear Sir,

Re: ICRA rating of the Bonds Programme of Rs. 1,79,885.03 crore (Rs. 21,358.18 crore are yet to be placed, Rs. 5,000 crore matured to be withdrawn) of National Bank for Agriculture and Rural Development

Please refer to your request dated **June 7, 2023**, for revalidating the rating letter issued for the captioned programme.

We confirm that the [ICRA]AAA (pronounced as ICRA triple A) rating with a stable outlook assigned to your captioned programme and last communicated to you vide our letter dated **April 12, 2024**, stands. Instruments with [ICRA]AAA rating are considered to have highest degree of safety regarding timely servicing of financial obligations. Such instruments carry lowest credit risk.

The other terms and conditions for the rating of the aforementioned instrument shall remain the same as communicated vide our letters dated **April 12, 2024**.

The rating, as aforesaid, however, should not be treated as a recommendation to buy, sell, or hold the instruments issued by you.

We thank you for your kind cooperation extended during the course of the rating exercise. Please let us know if you need any clarification.

We look forward to further strengthening our existing relationship and assure you of our best services.

With kind regards,

Anil Gupta
Senior Vice President
anilg@icraindia.com

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Gurugram – 122002, Haryana

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Website: www.icra.in
Email: info@icraindia.com
Helpdesk: +91 9354738909

Registered Office: B-710, Statesman House, 148, Barakhamba Road, New Delhi 110001. Tel: +91.11.23357940-45

RATING

RESEARCH

INFORMATION

Encl.

Annexure1: Instrument wise Details

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity Date	Amount Rated	Current Rating and Outlook
INE261F08CF9	Long-term bonds	01-Jun-2020	6.57%	01-Jun-2027	1,094.90	[ICRA]AAA(Stable)
INE261F08CG7	Long-term bonds	01-Jun-2020	6.93%	01-Jun-2035	611.40	[ICRA]AAA(Stable)
INE261F08CH5	Long-term bonds	25-Jun-2020	6.79%	25-Jun-2035	564.30	[ICRA]AAA(Stable)
INE261F08CJ1	Long-term bonds	29-Jul-2020	6.45%	11-Apr-2031	1,450.00	[ICRA]AAA(Stable)
INE261F08CI3	Long-term bonds	29-Jul-2020	5.47%	11-Apr-2035	1,125.00	[ICRA]AAA(Stable)
INE261F08CM5	Long-term bonds	19-Nov-2020	6.07%	19-Nov-2027	659.70	[ICRA]AAA(Stable)
INE261F08CR4	Long-term bonds	30-Dec-2020	6.65%	28-Dec-2035	514.30	[ICRA]AAA(Stable)
INE261F08CT0	Long-term bonds	22-Jan-2021	6.69%	22-Jan-2035	1,108.10	[ICRA]AAA(Stable)
INE261F08DB6	Long-term bonds	30-Mar-2021	6.63%	28-Mar-2036	806.80	[ICRA]AAA(Stable)
INE261F08DD2	Long-term bonds	28-Apr-2021	5.27%	29-Apr-2024	5,000.00*	[ICRA]AAA(Stable)
INE261F08DG5	Long-term bonds	29-Jul-2021	6.97%	23-Jul-2036	1,456.30	[ICRA]AAA(Stable)
INE261F08DI1	Long-term bonds	03-Sep-2021	5.23%	31-Jan-2025	5,000.00	[ICRA]AAA(Stable)
INE261F08DI1	Long-term bonds	18-Oct-2021	5.23%	31-Jan-2025	4,372.00	[ICRA]AAA(Stable)
INE261F08DK7	Long-term bonds	11-Nov-2021	5.70%	31-Jul-2025	4,120.00	[ICRA]AAA(Stable)
INE261F08DK7	Long-term bonds	14-Jan-2022	5.70%	31-Jul-2025	3,790.00	[ICRA]AAA(Stable)
INE261F08DM3	Long-term bonds	04-Feb-2022	5.96%	05-Feb-2025	5,000.00	[ICRA]AAA(Stable)
INE261F08DN1	Long-term bonds	24-Feb-2022	5.63%	26-Feb-2025	5,000.00	[ICRA]AAA(Stable)
INE261F08DK7	Long-term bonds	24-Mar-2022	5.70%	31-Jul-2025	4,065.00	[ICRA]AAA(Stable)
INE261F08DO9	Long-term bonds	03-Jun-2022	7.40%	30-Jan-2026	2,030.00	[ICRA]AAA(Stable)
INE261F08DP6	Long-term bonds	29-Jun-2022	7.35%	08-Jul-2025	1,102.00	[ICRA]AAA(Stable)
INE261F08DQ4	Long-term bonds	25-Jul-2022	7.25%	01-Aug-2025	3,000.00	[ICRA]AAA(Stable)
INE261F08DR2	Long-term bonds	15-Sep-2022	7.20%	23-Sep-2025	2,899.90	[ICRA]AAA(Stable)
INE261F08DS0	Long-term bonds	06-Oct-2022	7.63%	06-Oct-2037	684.50	[ICRA]AAA(Stable)
INE261F08DO9	Long-term bonds	21-Nov-2022	7.40%	30-Jan-2026	2,594.90	[ICRA]AAA(Stable)
INE261F08DO9	Long-term bonds	09-Jan-2023	7.40%	30-Jan-2026	4,967.00	[ICRA]AAA(Stable)
INE261F08DV4	Long-term bonds	16-Jan-2023	7.62%	31-Jan-2028	5,440.00	[ICRA]AAA(Stable)
INE261F08DV4	Long-term bonds	13-Mar-2023	7.62%	31-Jan-2028	4,830.00	[ICRA]AAA(Stable)
INE261F08EA6	Long-term bonds	12-May-2023	7.50%	31-Aug-2026	4,929.00	[ICRA]AAA(Stable)
INE261F08EB4	Long-term bonds	15-Jun-2023	7.49%	15-Oct-2026	5,000.00	[ICRA]AAA(Stable)
INE261F08EA6	Long-term bonds	28-Jul-2023	7.50%	31-Aug-2026	3,555.00	[ICRA]AAA(Stable)
INE261F08EC2	Long-term bonds	27-Sep-2023	7.63%	27-Sep-2028	1,040.50	[ICRA]AAA(Stable)
INE261F08ED0	Long-term bonds	27-Oct-2023	7.83%	30-Dec-2026	2,518.00	[ICRA]AAA(Stable)
INE261F08EE8	Long-term bonds	21-Dec-2023	7.65%	28-Apr-2034	10,000.00	[ICRA]AAA(Stable)
INE261F08EF5	Long-term bonds	05-Jan-2024	7.80%	15-Mar-2027	4,990.00	[ICRA]AAA(Stable)
INE261F08EF5	Long-term bonds	19-Jan-2024	7.80%	15-Mar-2027	4,490.00	[ICRA]AAA(Stable)
INE261F08EF5	Long-term bonds	14-Feb-2024	7.80%	15-Mar-2027	3,410.00	[ICRA]AAA(Stable)
INE261F08EI9	Long-term bonds	21-May-2024	7.70%	30-Sep-2027	4,558.15	[ICRA]AAA(Stable)
INE261F08BX4	Long-term bonds^	31-Jan-2020	7.43%	31-Jan-2030	6,952.60	[ICRA]AAA(Stable)
INE261F08BY2	Long-term bonds^	10-Feb-2020	7.10%	08-Feb-2030	3,283.40	[ICRA]AAA(Stable)
INE261F08CB8	Long-term bonds^	09-Mar-2020	6.87%	08-Mar-2030	2,549.50	[ICRA]AAA(Stable)
INE261F08CC6	Long-term bonds^	19-Mar-2020	7.40%	19-Mar-2030	3,475.50	[ICRA]AAA(Stable)
INE261F08CE2	Long-term bonds^	26-May-2020	6.65%	25-May-2035	903.10	[ICRA]AAA(Stable)
INE261F08CL7	Long-term bonds^	12-Nov-2020	6.59%	12-Nov-2035	434.10	[ICRA]AAA(Stable)
INE261F08CN3	Long-term bonds^	19-Nov-2020	6.39%	19-Nov-2030	3,328.80	[ICRA]AAA(Stable)
INE261F08CO1	Long-term bonds^	25-Nov-2020	6.42%	25-Nov-2030	2,792.50	[ICRA]AAA(Stable)
INE261F08CP8	Long-term bonds^	04-Dec-2020	6.44%	04-Dec-2030	2,234.20	[ICRA]AAA(Stable)
INE261F08CQ6	Long-term bonds^	30-Dec-2020	6.49%	30-Dec-2030	2,012.30	[ICRA]AAA(Stable)
INE261F08CW4	Long-term bonds^	22-Feb-2021	7.00%	21-Feb-2031	520.50	[ICRA]AAA(Stable)
INE261F08CZ7	Long-term bonds^	17-Mar-2021	6.97%	17-Mar-2031	3,439.00	[ICRA]AAA(Stable)
INE261F08DA8	Long-term bonds^	23-Mar-2021	6.85%	21-Mar-2031	7,906.70	[ICRA]AAA(Stable)
INE261F08DC4	Long-term bonds^	30-Mar-2021	6.57%	28-Mar-2036	584.90	[ICRA]AAA(Stable)
INE261F08DE0	Long-term bonds^	27-May-2021	6.60%	27-May-2031	333.00	[ICRA]AAA(Stable)
NA	Long-term bonds	Unplaced	NA	NA	21,358.18	[ICRA]AAA(Stable)

Source: NABARD & ICRA Research; ^Gov Serviced bonds (Amount Rs. 40,750.10); *Matured to be withdrawn

March 19, 2024

National Bank for Agriculture and Rural Development: [ICRA]AAA (Stable)/[ICRA]A1+ assigned to certificates of deposit programme and bank facilities; Ratings reaffirmed

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term bonds programme	1,79,885.03	1,79,885.03	[ICRA]AAA (Stable); Reaffirmed
Long-term bonds programme	14,385.00	-	[ICRA]AAA (Stable); Reaffirmed and withdrawn
Long-term deposits	2,25,000.00	2,25,000.00	[ICRA]AAA (Stable); Reaffirmed
Short-term deposits	70,000.00	70,000.00	[ICRA]A1+; Reaffirmed
Certificates of deposit	-	20,000.00	[ICRA]AAA (Stable)/[ICRA]A1+; Assigned
Commercial paper	70,000.00	70,000.00	[ICRA]A1+; Reaffirmed
Long-term/Short-term fund-based/Non-fund based bank facilities	-	40,000.00	[ICRA]AAA (Stable)/[ICRA]A1+; Assigned
Total	5,59,270.03	6,04,885.03	

*Instrument details are provided in Annexure I

Rationale

The ratings for National Bank for Agriculture and Rural Development (NABARD) reflect its strategic, supervisory and policy formulation role in developing India's agricultural and rural sectors. The ratings also factor in the sovereign ownership with the Government of India (GoI) holding a 100% stake in the bank and the GoI's demonstrated capital support to maintain the leverage within the regulatory levels.

For funding various agricultural and rural development programmes, NABARD remains exposed to the GoI and state government entities. As a part of its refinancing activities, it is exposed to regional rural banks (RRBs), state co-operative banks (StCBs), scheduled commercial banks (SCBs) and non-banking financial companies (NBFCs). Some of the counterparties, especially RRBs, StCBs and state-owned entities, could have a relatively weak financial profile.

Supported by its sovereign exposure and guarantees from the concerned state government for a part of its loan portfolio, NABARD has maintained strong asset quality with the gross non-performing advances (GNPAs) and net NPA (NNPA) ratios at 0.27% and nil respectively, as on December 31, 2023 (0.28% and nil, respectively, as on March 31, 2023). Moreover, the regulatory supervision and oversight on RRBs and StCBs enables NABARD to intervene on a timely basis if there is any capital-related issues in these banks.

NABARD maintains its competitive and diversified funding profile, supported by the low-cost rural infrastructure development fund (RIDF) deposits allocated by the GoI and the Reserve Bank of India (RBI) against the priority sector lending (PSL) target shortfalls of SCBs. Moreover, the GoI offers interest subvention on certain lending programmes of NABARD, facilitating competitive lending rates to borrowers. It also administers various funds earmarked by the GoI for rural development. In addition, the bank had been instrumental in raising extra budgetary resources (EBR) for the GoI's various rural development programmes in the past, wherein it raised funds through GoI-fully serviced bonds (GoI-FSBs). As on December 31, 2023, it had a diversified funding profile with positive asset-liability gaps in the long as well as short term, driving a superior liquidity profile.

While NABARD's capital position remains comfortable, backed by the RIDF loans to state government entities, which carry zero risk weight, its leverage stood at 9.95 times as on December 31, 2023. Given the seasonality in the loan book, the peak leverage tends to be higher than the year-end leverage. Further, it is expected to remain high, considering the lending requirements under various schemes, the projected credit growth in the rural economy, and the consequent increase in its borrowing requirements. Moreover, given the caps on lending margins towards certain agricultural and rural development initiatives, NABARD's earnings profile and hence internal capital generation are likely to remain modest, thereby necessitating increase in leverage for targeted scaling of loan book. Nonetheless, the leverage is unlikely to breach the set regulatory limit of 13 times applicable for NABARD till FY2024. From April 1, 2024, the applicable leverage limit under the Basel-III framework for All India Financial Institutions (AIFIs) would increase to 25 times, though NABARD plans to operate at much lower leverage levels.

The Stable outlook on the long-term rating reflects ICRA's expectations that NABARD will continue to benefit from its role of the apex financial institution for the development of the Indian agricultural and rural sectors and will keep benefitting from its sovereign ownership.

ICRA has reaffirmed and withdrawn the rating assigned to the Rs. 14,385-crore long-term bonds as they have matured with no amount outstanding against the same. The rating was withdrawn in accordance with ICRA's policy on the withdrawal of credit ratings ([ICRA's Policy on Withdrawal of Credit Ratings](#)).

Key rating drivers and their description

Credit strengths

Sovereign ownership and strategic importance to Gol for development of agricultural and rural economy – NABARD (wholly owned by the Gol w.e.f. from March 2018) commenced operations in 1982. It was set up in 1982 under the NABARD Act, 1981, as an apex financial institution for the development of credit flow towards agriculture, small-scale industries, cottage and village industries, the rural economy, handicrafts and other rural crafts. Given its role in framing policies for the agricultural and rural economy and augmenting ground-level rural credit, NABARD continues to maintain its strategic importance for the Gol. It conducts the statutory inspection of StCBs, RRBs and district credit co-operative banks (DCCBs), apart from the voluntary inspection of state co-operative agriculture and rural development banks (SCARDBs), apex co-operative societies and federations.

As the majority of NABARD's portfolio attracts little to no risk weight (state government entities backed by sovereign guarantees and SCBs), its capital-to-risk weighted assets ratio (CRAR) stood strong at 17.62% as on December 31, 2023, though its leverage remained relatively high at 9.95 times the net owned funds (10.32 times as on March 31, 2023). Nevertheless, the permissible leverage limit¹ was raised to 13 times until March 31, 2024, and the applicable leverage limit under the Basel-III framework for AIFIs would increase to 25 times from April 1, 2024. Thus, there is ample headroom for NABARD to pursue its growth ambitions in the near to medium term. Given its business plans, the leverage is expected to remain high, considering the lending requirements under various schemes, the projected credit growth and the consequent increase in the borrowing requirement.

The Gol has demonstrated regular capital support to NABARD in the past for meeting its regulatory as well as growth capital requirements with the last infusion at Rs. 2,000 crore in FY2022 (Rs. 1,000 crore in FY2021, Rs. 1,500 crore in FY2020). However, with the improvement in internal accruals in recent years, no capital was budgeted for FY2024 and FY2025, and the budgeted capital of Rs. 500 crore for FY2023 was not infused.

Strong asset quality indicators – As a part of its lending operations, NABARD has exposure to the Gol and state government entities for funding various rural development programmes. Further, as a part of its refinancing activities, it takes exposure to RRBs, StCBs, SCBs, DCCBs and NBFCs. Some of the counterparties could be weak though NABARD has maintained strong asset

¹ The RBI has allowed NABARD a temporary relaxation of 13 times on its leverage till March 2024 against the regulatory limit of 10 times; similar relaxations have been provided in the past

quality with the GNPA and NNPA ratios at 0.27% and nil, respectively, as on December 31, 2023 (largely unchanged from March 31, 2023) on the back of very low slippages in 9M FY2024 and FY2023.

NABARD's asset quality is supported by RIDF loans, which are secured by an irrevocable letter of authority executed by the state government and registered with the RBI for direct debit to the state government's account with the RBI in case of any shortfall in repayments. Further, advances towards investment credit (medium-to-long-term refinance) to StCBs are made available against guarantees provided by the concerned state governments, while refinance to SCARDBs is only against Government guarantees. Moreover, funding under certain GoI programmes is backed by EBRs raised through GoI-FSB issuances, which are serviced by the GoI.

ICRA notes that the entire exposure towards the state government entities is not covered by state government guarantees. Regulatory supervision and oversight of the RRBs, DCCBs and StCBs improves NABARD's ability to address any capital-related issues in these banks in a timely manner. This mitigates NABARD's overall credit risk towards these entities with relatively weak financial profiles, helping it maintain a strong asset quality profile.

NABARD had witnessed a few slippages in its NBFC exposure in the past, which led to an intermittent increase in its NPAs and non-performing investments. Going forward, incremental slippages in this segment are expected to be limited and manageable in relation to the bank's operating profit and net worth.

Diversified funding profile – As on December 31, 2023, NABARD's funding profile remained characterised by a diverse pool of resources such as deposits against the PSL target shortfall of SCBs, GoI-FSBs, market borrowings and bank loans. RIDF deposits and other funds² from SCBs towards the shortfall in PSL targets comprised 36.6% of the total funds (including net worth) as on December 31, 2023 (34.1% on March 31, 2023). GoI-FSBs accounted for 9.7% of the total funds and were deployed towards funding schemes, namely PMAY-G, LTIF-G and SBM-G³. NABARD's own net worth and reserves constituted 8.4% of the total funds while loans from the RBI and other banks accounted for 9.1% and market borrowings for the rest (9.7% as on March 31, 2023).

Given its quasi-sovereign status, NABARD is able to mobilise funds at competitive rates from the capital markets in the form of bonds, commercial papers and certificates of deposit. Moreover, it is one of the entities qualified for raising EBR to fund the GoI's various rural and agricultural development programmes. However, such funding has been modest in the recent past and is likely to remain limited in the near term.

Credit challenges

Relatively weak counterparties and concentrated exposure – As on December 31, 2023, NABARD's loan book remained concentrated, comprising state governments (28% of gross advances), co-operative banks (19%), SCBs (19%), RRBs (10%), and private banks (20%). Additionally, the top 20 borrowers comprised 53% of its gross advances as on December 31, 2023, largely unchanged since March 31, 2023.

NABARD continues to face counterparty credit risk as some of the state-level entities among RRBs and StCBs have relatively weak financial profiles. Moreover, it has funded exposures towards NBFCs and microfinance institutions (MFIs), some of which have exposures to borrowers with relatively weaker credit profiles or little to no credit servicing history.

Modest earnings profile in relation to growth requirements – Given the caps on the lending margins for certain agricultural and rural development initiatives, NABARD's earnings profile remains modest and is likely to remain so going forward as well. It achieved an annualised return on assets (RoA) of 0.77% and a return on equity (RoE) of 8.41% in 9M FY2024 (0.69% and 7.41%, respectively, in FY2023) with an annualised net interest margin (NIM) and gross interest spreads of 1.50% and 0.87%,

² Apart from RIDF deposits, which accounted for 20.9% of the total funds as on December 31, 2023, NABARD receives a shortfall against PSL targets from SCBs under Short Term Cooperative Rural Credit (STCRC Fund), Long Term Rural Credit Fund (LTRCF) and Short-Term Rural Credit (Refinance) Fund for Regional Rural Banks (STRRB Fund); these funds comprised 15.7% of the total funds on December 31, 2023

³ PMAY-G: Pradhan Mantri Awaas Yojana – Gramin, LTIF-G: GoI's share in the Long-Term Irrigation Fund (LTIF); SBM-G: Swachh Bharat Mission-Gramin

respectively, in 9M FY2024 (1.26% and 0.71%, respectively, in FY2023). The spreads remain moderate mainly due to the cap on the lending margins for exposures covered by sovereign guarantees. The allowed lending margin for RIDF advances is set at 50 basis points (bps) while it is 40-60 bps for LTIF advances and 40 bps for PMAY-G and SBM-G, thus limiting the bank's earning potential despite the benign credit costs.

Liquidity position: Superior

NABARD reported a comfortable and well-matched asset-liability profile with positive asset-liability gaps in the short as well as the long term as on December 31, 2023. Moreover, 6% of its total assets is invested in Government securities and marketable securities as on even date, translating into a superior liquidity profile.

Rating sensitivities

Positive factors – NA

Negative factors – ICRA could assign a Negative outlook or downgrade the ratings in case of a dilution in NABARD's strategic role and importance to the GoI.

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	ICRA's Rating Methodology for Banks and Financial Institutions Impact of Parent or Group Support on Issuer Credit Rating ICRA's Policy on Withdrawal of Credit Ratings Rating Approach – Consolidation
Parent/Group support	The ratings factor in NABARD's sovereign ownership and its continued role as a public policy institution for the development of the agricultural and rural sectors of India, which will enable it to access fund allocation and capital support from the GoI.
Consolidation/Standalone	For arriving at the ratings, ICRA has considered the standalone financials of NABARD. However, in line with its consolidation approach, ICRA has factored in the capital requirement of NABARD's subsidiaries. ICRA notes that all the subsidiaries have a limited scale of operations and are profitable.

About the company

Wholly owned by the Government of India (GoI) with effect from March 31, 2018, National Bank for Agriculture and Rural Development (NABARD) is the apex agricultural development bank. It was set up under an Act of Parliament in 1982 for the development and flow of credit to agriculture, small-scale industries, cottage and village industries, the rural sector, handicrafts and other rural crafts. NABARD has a mandate to promote the integrated and sustainable development of rural areas. It also frames policies and guidelines for rural financial institutions and provides financial assistance to various issuing financial institutions and banks through refinancing. Moreover, NABARD monitors the flow of ground-level rural credit.

NABARD's board of directors consists of –

- Chairman appointed by the Central Government in consultation with the RBI
- Three directors from the RBI
- Three directors from the Central Government
- Four directors from state governments

Three directors, who are experts in rural economics, rural development, village and cottage industries, small-scale industries or persons with experience in the working of co-operative banks, RRBs or commercial banks, are appointed by the Central Government in consultation with the RBI.

Key financial indicators (standalone)

NABARD	FY2022	FY2023	9M FY2024
	Audited	Audited	Reviewed*
Total operating income [^]	10,205	9,986	8,814
Profit after tax	5,082	5,360	4,494
Total assets	7,57,472	8,01,652	8,31,091
Return on average total assets	0.72%	0.69%	0.77% [^]
Tier I	14.90%	16.72%	16.45%
CRAR	16.07%	16.89%	17.62%
Gross NPAs	0.31%	0.28%	0.27%
Net NPAs	0.00%	0.00%	0.00%

Source: NABARD, ICRA Research; Amount in Rs. crore; * Reviewed unaudited financials; [^]Annualised

[^]Total operating income includes net interest income and non-interest income

All ratios as per ICRA's calculations

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Sr. No.	Instrument	Type	Current Rating (FY2024)		Chronology of Rating History for the Past 3 Years								
			Amount	Amount	Date & Rating in FY2024			Date & Rating in FY2023		Date & Rating in FY2022		Date & Rating in FY2021	
			Rated	Outstanding [#]	Mar-19-2024	Sep-01-2023	May-12-2023	Dec-28-2022	Dec-13-2022	Feb-17-2022	Sep-29-2021	Feb-19-2021	Sep-16-2020
			(Rs. crore)	(Rs. crore)									
1	Long-term bonds programme [@]	Long term	1,79,885.03	1,70,540.20 [^]	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)
2	Long-term bonds programme	Long term	14,385.00	-	[ICRA]AAA (Stable); Withdrawn	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)
3	Commercial paper	Short term	70,000.00	48,860.00 [*]	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+
4	Short-term deposits	Short term	70,000.00	70,000.00 [§]	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+
5	Long-term deposits	Short term	2,25,000.00	2,22,378 [§]	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+
6	Certificates of deposit	Long term/Short term	20,000.00	NA	[ICRA]AAA (Stable)/ [ICRA]A1+	-	-	-	-	-	-	-	-
7	Long-term/Short-term fund-based/Non-fund based bank facilities	Long term/Short term	40,000.00	NA	[ICRA]AAA (Stable)/ [ICRA]A1+	-	-	-	-	-	-	-	-

Source: NABARD and ICRA Research

[#]outstanding as on March 7, 2024

[^] Balance yet to be placed (Rs. 9,344.83 crore) as on March 7, 2024

^{*}Balance yet to be placed (Rs. 21,140 crore) as on March 7, 2024

[@] Including Gol serviced bonds of Rs. 40,750.10 crore as on March 7, 2024

[§]Amount outstanding as on December 31, 2023

Complexity level of the rated instrument

Instrument	Complexity Indicator
Long-term bonds programme	Very Simple
Commercial paper programme	Very Simple
Long-term deposits	Very Simple
Short-term deposits	Very Simple
Certificates of deposit	Very Simple
Long-term/Short-term fund-based/Non-fund based bank facilities	Simple

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional or legal aspects. Details on the complexity levels of the instruments are available on ICRA's website: [Click Here](#)

Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity Date	Amount Rated	Current Rating and Outlook
INE261F08CK9*	Long-term bonds	Aug 10, 2020	5.14%	Jan 31, 2024	1,385.00	[ICRA]AAA(Stable); withdrawn
INE261F08CK9*	Long-term bonds	Sep 24, 2020	5.17%	Jan 31, 2024	500.00	[ICRA]AAA(Stable); withdrawn
INE261F08CK9*	Long-term bonds	Dec 14, 2020	5.14%	Jan 31, 2024	2,000.00	[ICRA]AAA(Stable); withdrawn
INE261F08CK9*	Long-term bonds	Jan 8, 2021	5.14%	Jan 31, 2024	2,500.00	[ICRA]AAA(Stable); withdrawn
INE261F08CU8*	Long-term bonds	Feb 5, 2021	5.44%	Feb 5, 2024	5,000.00	[ICRA]AAA(Stable); withdrawn
INE261F08CX2*	Long-term bonds	Feb 22, 2021	5.53%	Feb 22,2024	3000.00	[ICRA]AAA(Stable); withdrawn
INE261F08BX4	Long-term bonds^	Jan 31, 2020	7.43%	Jan 31, 2030	6,952.60	[ICRA]AAA (Stable)
INE261F08BY2	Long-term bonds^	Feb 10, 2020	7.10%	Feb 08, 2030	3,283.40	[ICRA]AAA (Stable)
INE261F08CB8	Long-term bonds^	Mar 09, 2020	6.87%	Mar 08, 2030	2,549.50	[ICRA]AAA (Stable)
INE261F08CC6	Long-term bonds^	Mar 19, 2020	7.40%	Mar 19, 2030	3,475.50	[ICRA]AAA (Stable)
INE261F08CE2	Long-term bonds^	May 26, 2020	6.65%	May 25, 2035	903.10	[ICRA]AAA (Stable)
INE261F08CL7	Long-term bonds^	Nov 12, 2020	6.59%	Nov 12, 2035	434.10	[ICRA]AAA (Stable)
INE261F08CN3	Long-term bonds^	Nov 19, 2020	6.39%	Nov 19, 2030	3,328.80	[ICRA]AAA (Stable)
INE261F08CO1	Long-term bonds^	Nov 25, 2020	6.42%	Nov 25, 2030	2,792.50	[ICRA]AAA (Stable)
INE261F08CP8	Long-term bonds^	Dec 04, 2020	6.44%	Dec 04, 2030	2,234.20	[ICRA]AAA (Stable)
INE261F08CQ6	Long-term bonds^	Dec 30, 2020	6.49%	Dec 30, 2030	2,012.30	[ICRA]AAA (Stable)
INE261F08CW4	Long-term bonds^	Feb 22, 2021	7.00%	Feb 21, 2031	520.50	[ICRA]AAA (Stable)
INE261F08CZ7	Long-term bonds^	Mar 17, 2021	6.97%	Mar 17, 2031	3,439.00	[ICRA]AAA (Stable)
INE261F08DA8	Long-term bonds^	Mar 23, 2021	6.85%	Mar 21, 2031	7,906.70	[ICRA]AAA (Stable)
INE261F08DC4	Long-term bonds^	Mar 30, 2021	6.57%	Mar 28, 2036	584.90	[ICRA]AAA (Stable)
INE261F08DE0	Long-term bonds^	May 27, 2021	6.60%	May 27, 2031	333.00	[ICRA]AAA (Stable)
INE261F08CF9	Long-term bonds	Jun 01, 2020	6.57%	Jun 01, 2027	1,094.90	[ICRA]AAA (Stable)
INE261F08CG7	Long-term bonds	Jun 01, 2020	6.93%	Jun 01, 2035	611.40	[ICRA]AAA (Stable)
INE261F08CH5	Long-term bonds	Jun 25, 2020	6.79%	Jun 25, 2035	564.30	[ICRA]AAA (Stable)
INE261F08CJ1	Long-term bonds	Jul 29, 2020	6.45%	Apr 11, 2031	1,450.00	[ICRA]AAA (Stable)
INE261F08CI3	Long-term bonds	Jul 29, 2020	5.47%	Apr 11, 2035	1,125.00	[ICRA]AAA (Stable)
INE261F08CM5	Long-term bonds	Nov 19, 2020	6.07%	Nov 19, 2027	659.70	[ICRA]AAA (Stable)
INE261F08CR4	Long-term bonds	Dec 30, 2020	6.65%	Dec 28, 2035	514.30	[ICRA]AAA (Stable)
INE261F08CT0	Long-term bonds	Jan 22, 2021	6.69%	Jan 22, 2035	1,108.10	[ICRA]AAA (Stable)
INE261F08DB6	Long-term bonds	Mar 30, 2021	6.63%	Mar 28, 2036	806.80	[ICRA]AAA (Stable)
INE261F08DD2	Long-term bonds	Apr 28, 2021	5.27%	Apr 29, 2024	5,000.00	[ICRA]AAA (Stable)
INE261F08DG5	Long-term bonds	Jul 29, 2021	6.97%	Jul 23, 2036	1,456.30	[ICRA]AAA (Stable)
INE261F08DI1	Long-term bonds	Sep 03, 2021	5.23%	Jan 31, 2025	5,000.00	[ICRA]AAA (Stable)
INE261F08DI1	Long-term bonds	Oct 18, 2021	5.23%	Jan 31, 2025	4,372.00	[ICRA]AAA (Stable)
INE261F08DK7	Long-term bonds	Nov 11, 2021	5.70%	Jul 31, 2025	4,120.00	[ICRA]AAA (Stable)
INE261F08DK7	Long-term bonds	Jan 14, 2022	5.70%	Jul 31, 2025	3,790.00	[ICRA]AAA (Stable)
INE261F08DM3	Long-term bonds	Feb 04, 2022	5.96%	Feb 05, 2025	5,000.00	[ICRA]AAA (Stable)
INE261F08DN1	Long-term bonds	Feb 24, 2022	5.63%	Feb 26, 2025	5,000.00	[ICRA]AAA (Stable)
INE261F08DK7	Long-term bonds	Mar 24, 2022	5.70%	Jul 31, 2025	4,065.00	[ICRA]AAA (Stable)
INE261F08DO9	Long-term bonds	Jun 03, 2022	7.40%	Jan 30, 2026	2,030.00	[ICRA]AAA (Stable)
INE261F08DP6	Long-term bonds	Jun 29, 2022	7.35%	Jul 08, 2025	1,102.00	[ICRA]AAA (Stable)
INE261F08DQ4	Long-term bonds	Jul 25, 2022	7.25%	Aug 01, 2025	3,000.00	[ICRA]AAA (Stable)
INE261F08DR2	Long-term bonds	Sep 15, 2022	7.20%	Sep 23, 2025	2,899.90	[ICRA]AAA (Stable)
INE261F08DS0	Long-term bonds	Oct 06, 2022	7.63%	Oct 06, 2037	684.50	[ICRA]AAA (Stable)
INE261F08DO9	Long-term bonds	Nov 21, 2022	7.40%	Jan 30, 2026	2,594.90	[ICRA]AAA (Stable)
INE261F08DO9	Long-term bonds	Jan 09, 2023	7.40%	Jan 30, 2026	4,967.00	[ICRA]AAA (Stable)
INE261F08DV4	Long-term bonds	Jan 16, 2023	7.62%	Jan 31, 2028	5,440.00	[ICRA]AAA (Stable)
INE261F08DV4	Long-term bonds	Mar 13, 2023	7.62%	Jan 31, 2028	4,830.00	[ICRA]AAA (Stable)

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity Date	Amount Rated	Current Rating and Outlook
INE261F08EA6	Long-term bonds	May 12, 2023	7.50%	Aug 31, 2026	4,929.00	[ICRA]AAA (Stable)
INE261F08EB4	Long-term bonds	Jun 15, 2023	7.49%	Oct 15, 2026	5,000.00	[ICRA]AAA (Stable)
INE261F08EA6	Long-term bonds	Jul 28, 2023	7.50%	Aug 31, 2026	3,555.00	[ICRA]AAA (Stable)
INE261F08EC2	Long-term bonds	Sep 27, 2023	7.63%	Sep 27, 2028	1,040.50	[ICRA]AAA (Stable)
INE261F08ED0	Long-term bonds	Oct 27, 2023	7.83%	Dec 30, 2026	2,518.00	[ICRA]AAA (Stable)
INE261F08EE8	Long-term bonds	Dec 21, 2023	7.65%	Apr 28, 2034	10,000.00	[ICRA]AAA (Stable)
INE261F08EF5	Long-term bonds	Jan 05, 2024	7.80%	Mar 15, 2027	4,990.00	[ICRA]AAA (Stable)
INE261F08EF5	Long-term bonds	Jan 19, 2024	7.80%	Mar 15, 2027	4,490.00	[ICRA]AAA (Stable)
INE261F08EG3	Long-term bonds	Feb 01, 2024	7.68%	Apr 30, 2029	7,000.00	[ICRA]AAA (Stable)
INE261F08EF5	Long-term bonds	Feb 14, 2024	7.80%	Mar 15, 2027	3,410.00	[ICRA]AAA (Stable)
INE261F08EG3	Long-term bonds	Mar 01, 2024	7.68%	Apr 30, 2029	9,571.50	[ICRA]AAA (Stable)
INE261F14KN4	Commercial paper	Dec 11, 2023	7.39%	Mar 11, 2024	1,500.00	[ICRA]A1+
INE261F14KO2	Commercial paper	Dec 14, 2023	7.44%	Mar 14, 2024	5,000.00	[ICRA]A1+
INE261F14KP9	Commercial paper	Jan 08, 2024	7.31%	Mar 20, 2024	4,950.00	[ICRA]A1+
INE261F14KQ7	Commercial paper	Jan 08, 2024	7.31%	Mar 22, 2024	750.00	[ICRA]A1+
INE261F14KR5	Commercial paper	Jan 12, 2024	7.60%	Apr 02, 2024	1,425.00	[ICRA]A1+
INE261F14KS3	Commercial paper	Jan 25, 2024	7.85%	Apr 25, 2024	5,000.00	[ICRA]A1+
INE261F14KT1	Commercial paper	Jan 30, 2024	7.85%	Apr 30, 2024	3,550.00	[ICRA]A1+
INE261F14KV7	Commercial paper	Feb 06, 2024	7.85%	May 06, 2024	2,175.00	[ICRA]A1+
INE261F14KU9	Commercial paper	Feb 08, 2024	7.85%	May 08, 2024	3,050.00	[ICRA]A1+
INE261F14KY1	Commercial paper	Feb 20, 2024	7.85%	May 21, 2024	2,100.00	[ICRA]A1+
INE261F14KY1	Commercial paper	Feb 21, 2024	7.85%	May 21, 2024	1,425.00	[ICRA]A1+
INE261F14LA9	Commercial paper	Feb 23, 2024	7.85%	May 24, 2024	2,725.00	[ICRA]A1+
INE261F14KZ8	Commercial paper	Feb 26, 2024	7.85%	May 27, 2024	2,100.00	[ICRA]A1+
INE261F14LB7	Commercial paper	Feb 29, 2024	7.81%	May 30, 2024	5,700.00	[ICRA]A1+
INE261F14LC5	Commercial paper	Mar 04, 2024	7.73%	Jun 03, 2024	675.00	[ICRA]A1+
INE261F14LD3	Commercial paper	Mar 06, 2024	7.73%	Jun 05, 2024	3,775.00	[ICRA]A1+
INE261F14LF8	Commercial paper	Mar 07, 2024	7.73%	Jun 06, 2024	1,500.00	[ICRA]A1+
INE261F14KW5	Commercial paper	Feb 13, 2024	7.85%	Jun 27, 2024	500.00	[ICRA]A1+
INE261F14KW5	Commercial paper	Mar 04, 2024	7.73%	Jun 27, 2024	960.00	[ICRA]A1+
NA	Long-term bonds	Unplaced	NA	NA	9,344.83	[ICRA]AAA (Stable)
NA	Commercial paper	Unplaced	NA	NA	21,140.00	[ICRA]A1+
NA	Long-term deposits	NA	NA	NA	2,25,000.00	[ICRA]AAA (Stable)
NA	Short-term deposits	NA	NA	NA	70,000.00	[ICRA]A1+
NA	Certificates of deposit	Unplaced	NA	NA	20,000.00	[ICRA]AAA (Stable)/ [ICRA]A1+
NA	Long-term/Short-term fund-based/Non-fund based bank facilities	NA	NA	NA	40,000.00	[ICRA]AAA (Stable)/ [ICRA]A1+

Source: ICRA Research; ^ Gov serviced bonds (Amount: Rs. 40,750.10 crore); *matured

[Please click here to view details of lender-wise facilities rated by ICRA](#)

Annexure II: List of entities considered for consolidated analysis

S. No.	Name of the Entity	Ownership [^]	Consolidation Approach
1.	NABKISAN Finance Limited	87.77%	Full Consolidation
2.	NABSAMRUDDHI Finance Limited	91.09%	Full Consolidation
3.	NABARD Financial Services Limited (NABFINS)	63.10%	Full Consolidation
4.	NABARD Consultancy Private Limited (NABCONS)	100.00%	Full Consolidation
5.	NABVENTURES Limited	100.00%	Full Consolidation

6.	NABFOUNDATION	100.00%	Full Consolidation
7.	NABSANRAKSHAN Trustee Private Limited	100.00%	Full Consolidation

Source: NABARD and ICRA Research
^ As on March 31, 2023

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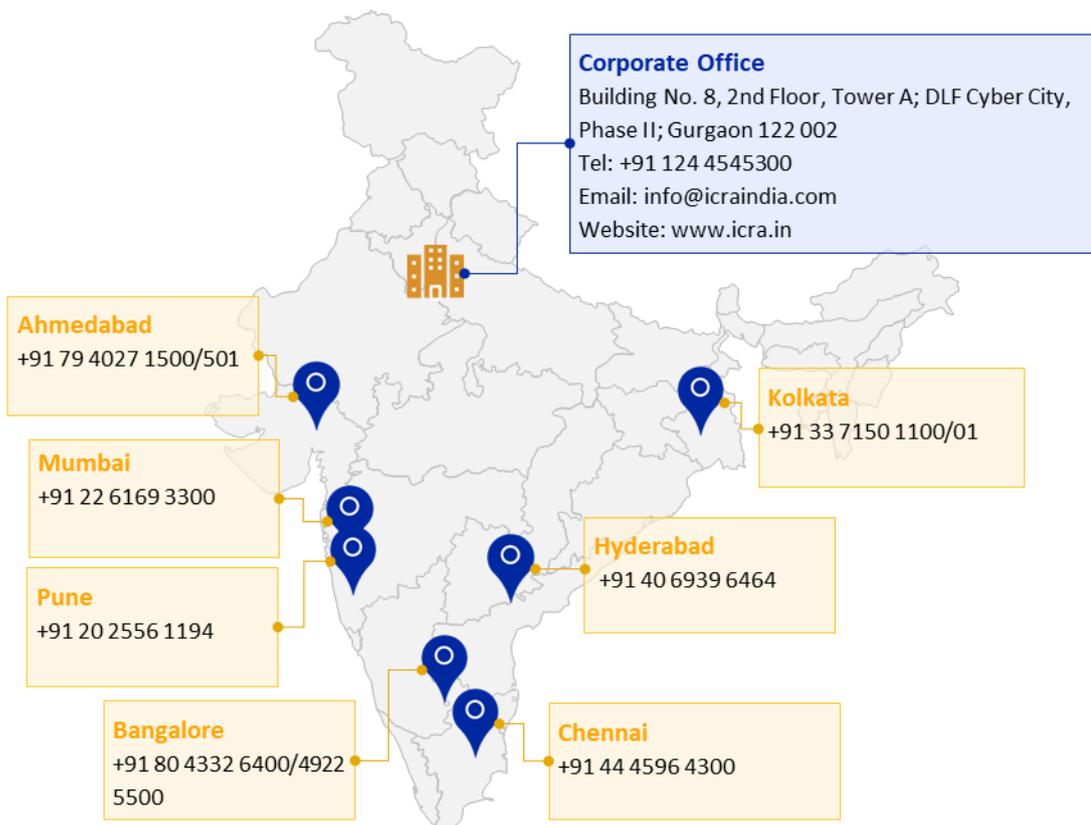
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Branches



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To,
The Chief General Manager (Finance)
National Bank for Agriculture and Rural Development (NABARD)
Plot No. C-24, 'G' Block ,
Bandra-Kurla Complex, Bandra (E),
Mumbai – 400051

June 06, 2024

Dear Sir/Madam,

Re: Rating of National Bank for Agriculture and Rural Development's Bond programme.

This is in reference to the rating action commentary released on 10 November 2023.

India Ratings and Research (Ind-Ra) is pleased to communicate the following rating of National Bank for Agriculture and Rural Development (NABARD):

-INR2,434.15billion Bonds: IND AAA/Stable.

In issuing and maintaining its ratings, India Ratings relies on factual information it receives from issuers and underwriters and from other sources India Ratings believes to be credible. India Ratings conducts a reasonable investigation of the factual information relied upon by it in accordance with its ratings methodology, and obtains reasonable verification of that information from independent sources, to the extent such sources are available for a given security.

The manner of India Ratings' factual investigation and the scope of the third-party verification it obtains will vary depending on the nature of the rated security and its issuer, the requirements and practices in India where the rated security is offered and sold, the availability and nature of relevant public information, access to the management of the issuer and its advisers, the availability of pre-existing third-party verifications such as audit reports, agreed-upon procedures letters, appraisals, actuarial reports, engineering reports, legal opinions and other reports provided by third parties, the availability of independent and competent third-party verification sources with respect to the particular security or in the particular jurisdiction of the issuer, and a variety of other factors

Users of India Ratings' ratings should understand that neither an enhanced factual investigation nor any third-party verification can ensure that all of the information India Ratings relies on in connection with a rating will be accurate and complete. Ultimately, the issuer and its advisers are responsible for the accuracy of the information they provide to India Ratings and to the market in offering documents and other reports. In issuing its ratings India Ratings must rely on the work of experts, including independent auditors with respect to financial statements and attorneys with respect to legal and tax matters. Further, ratings are inherently forward-looking and embody assumptions and predictions about future events that by their nature cannot be verified as facts. As a result, despite any verification of current facts, ratings can be affected by future events or conditions that were not anticipated at the time a rating was issued or affirmed.

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We are pleased to have had the opportunity to be of service to you. If we can be of further assistance, please email us at infogrp@indiaratings.co.in

Sincerely,

India Ratings



Karan Gupta
Director



Annexure : Facilities Breakup

Annexure : ISIN

Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Ratings	Outstanding/Rated Amount(INR million)
Tax-free bonds Series I A	INE261F07016	25/02/2016	7.07% annual payment	25/02/2026	IND AAA/Stable	15000
Tax-free bonds Series I B	INE261F07024	23/03/2016	7.29% annual payment	23/03/2026	IND AAA/Stable	2385.5
Tax-free bonds Series II B	INE261F07032	23/03/2016	7.64% annual payment	23/03/2031	IND AAA/Stable	17587.4
Tax-free bonds Series I A	INE261F07040	23/03/2016	7.04% annual payment	23/03/2026	IND AAA/Stable	1499.5
Tax-free bonds Series II A	INE261F07057	23/03/2016	7.35% annual payment	23/03/2031	IND AAA/Stable	13527.6
Non-priority sector bonds (LTIF) Series 1A	INE261F08683	20/10/2016	7.38% annual payment	20/10/2031	IND AAA/Stable	10000
Non-priority sector bonds (LTIF) Series A1	INE261F08691	21/10/2016	7.20% annual payment	21/10/2031	IND AAA/Stable	5000
Non-priority sector bonds (LTIF) Series 1B	INE261F08709	22/12/2016	7.48% annual payment	22/12/2031	IND AAA/Stable	32000
Non-priority sector bonds (LTIF) Series A2	INE261F08717	26/12/2016	7.30% annual payment	26/12/2031	IND AAA/Stable	5000
Non-priority sector bonds (LTIF) Series 1C	INE261F08733	13/01/2017	7.34% annual payment	13/01/2032	IND AAA/Stable	3210
Non-priority sector bonds (LTIF) Series A3	INE261F08725	12/01/2017	7.16% annual payment	12/01/2032	IND AAA/Stable	1500
Non-priority sector bonds (LTIF) Series 1D	INE261F08774	15/03/2017	8.04% annual payment	15/03/2032	IND AAA/Stable	9300
GoI fully-serviced bonds	INE261F08782	17/03/2017	7.71% semi-annual payment	17/03/2032	IND AAA/Stable	4430
GoI fully-serviced bonds	INE261F08824	29/03/2017	7.54% semi-annual payment	29/03/2032	IND AAA/Stable	5940
Non-priority sector bonds Series LTIF 1E	INE261F08832	31/03/2017	7.69% annual payment	31/03/2032	IND AAA/Stable	14480
GoI fully-serviced bonds Series LTIF B-1	INE261F08915	14/09/2017	7.27% semi-annual payment	14/09/2032	IND AAA/Stable	6100
Non-priority sector bonds Series LTIF 2-A	INE261F08923	18/09/2017	7.48% annual payment	17/09/2032	IND AAA/Stable	23340
Non-priority sector bonds Series LTIF B-2	INE261F08931	23/11/2017	7.60% semi-annual payment	23/11/2032	IND AAA/Stable	7350
Non-priority sector bonds Series LTIF 2-B	INE261F08949	27/11/2017	7.80% annual payment	26/11/2032	IND AAA/Stable	16350
Non-priority sector bonds Series LTIF B-3	INE261F08964	15/01/2018	7.75% semi-annual payment	14/01/2033	IND AAA/Stable	2400

Non-priority sector bonds Series LTIF 2-C	INE261F08972	17/01/2018	7.94% annual payment	17/01/2033	IND AAA/Stable	4950
Non-priority sector bonds Series LTIF B-4	INE261F08980	02/02/2018	7.99% semi-annual payment	02/02/2033	IND AAA/Stable	1350
Non-priority sector bonds Series LTIF 2-D	INE261F08998	06/02/2018	8.19% annual payment	04/02/2033	IND AAA/Stable	8640
Non-priority sector bonds Series PMAY-G PA-1	INE261F08AA4	27/02/2018	8.22% semi-annual payment	25/02/2028	IND AAA/Stable	21800
Non-priority sector bonds Series LTIF B-5	INE261F08AB2	01/03/2018	8.28% semi-annual payment	01/03/2033	IND AAA/Stable	3100
Non-priority sector bonds Series LTIF 2-E	INE261F08AC0	06/03/2018	8.52% annual payment	04/03/2033	IND AAA/Stable	9460
Non-priority sector bonds Series PMAY-G PA-2	INE261F08AD8	09/03/2018	8.2% semi-annual payment	09/03/2028	IND AAA/Stable	22270
Non-priority sector bonds Series PMAY-G PA-3	INE261F08AE6	16/03/2018	8.2% semi-annual payment	16/03/2028	IND AAA/Stable	29230
Non-priority sector bonds Series LTIF B-6	INE261F08AF3	23/03/2018	8.12% semi-annual payment	23/03/2033	IND AAA/Stable	10750
Non-priority sector bonds Series LTIF 2-F	INE261F08AG1	27/03/2018	8.25% annual payment	25/03/2033	IND AAA/Stable	19820
Non-priority sector bonds Series LTIF POA-1	INE261F08AJ5	08/06/2018	8.65% semi-annual payment	08/06/2028	IND AAA/Stable	14000
Non-priority sector bonds Series LTIF C1	INE261F08AN7	24/08/2018	8.39% Semi-annual	24/08/2033	IND AAA/Stable	5830
Non-priority sector bonds Series LTIF C2	INE261F08AO5	31/08/2018	8.47% Semi-annual	31/08/2033	IND AAA/Stable	9730
Non-priority sector bonds Series PMAY-G PB-1	INE261F08AP2	05/10/2018	8.77% Semi-annual	05/10/2028	IND AAA/Stable	28140
Non-priority sector bonds Series LTIF 3A	INE261F08AQ0	15/10/2018	8.98% annual payment	14/10/2033	IND AAA/Stable	29240
Non-priority sector bonds Series LTIF 3B	INE261F08AR8	22/10/2018	8.92% annual payment	21/10/2033	IND AAA/Stable	12890
Non-priority sector bonds Series SBM-G SA-1	INE261F08AS6	14/11/2018	8.56% Semi-annual	14/11/2028	IND AAA/Stable	36340
Non-priority sector bonds Series LTIF C3	INE261F08AU2	07/12/2018	8.12% Semi-annual	07/12/2033	IND AAA/Stable	5370
Non-priority sector bonds Series PMAY-G PB-2	INE261F08AV0	13/12/2018	8.22% Semi-annual	13/12/2028	IND AAA/Stable	19710
Non-priority sector bonds Series LTIF 3C	INE261F08AW8	19/12/2018	8.51% annual payment	19/12/2033	IND AAA/Stable	15040
Non-priority sector bonds Series PMAY-G PB-3	INE261F08AX6	26/12/2018	8.18% Semi-annual	26/12/2028	IND AAA/Stable	23700
Non-priority sector bonds Series SBM-G SA-2	INE261F08AY4	24/01/2019	8.29% Semi-annual	24/01/2029	IND AAA/Stable	17910
Non-priority sector bonds Series LTIF 3D	INE261F08AZ1	30/01/2019	8.54% annual payment	30/01/2034	IND AAA/Stable	10760
Non-priority sector bonds Series PMAY-G PB-4	INE261F08BA2	13/02/2019	8.42% Semi-annual	13/02/2029	IND AAA/Stable	12830
Non-priority sector bonds Series SBM-G SA-3	INE261F08BC8	27/02/2019	8.50% Semi-annual	27/02/2029	IND AAA/Stable	10600

Non-priority sector bonds Series LTIF C4	INE261F08BD6	11/03/2019	8.32% Semi-annual	10/03/2034	IND AAA/Stable	5370
Non-priority sector bonds Series LTIF 3E	INE261F08BE4	14/03/2019	8.62% Annual	14/03/2034	IND AAA/Stable	15160
Non-priority sector bonds Series PB5SA4	INE261F08BF1	22/03/2019	8.24% Semi-annual	22/03/2029	IND AAA/Stable	34550
Non-priority sector bonds Series LTIF G C5	INE261F08BG9	28/03/2019	8.20% Semi-annual	28/03/2034	IND AAA/Stable	14640
Non-priority sector bonds Series SBM-G SA-5	INE261F08BH7	28/03/2019	8.15% Semi-annual	28/03/2029	IND AAA/Stable	9880
Non-priority sector bonds Series 20C	INE261F08BK1	29/05/2019	7.69% annual	29/05/2024	IND AAA/Stable	28000
Non-priority sector bonds Series 20E	INE261F08BM7	18/07/2019	7.41% annual	18/07/2029	IND AAA/Stable	5550
Non-priority sector bonds Series LTIF 4A	INE261F08BP0	17/10/2019	7.83% annual	17/10/2034	IND AAA/Stable	17700
Non-priority sector bonds Series LTIF G D1	INE261F08BR6	18/11/2019	7.50% Semi-annual	17/11/2034	IND AAA/Stable	9550
Non-priority sector bonds Series LTIF 4B	INE261F08BS4	10/12/2019	7.75% annual	08/12/2034	IND AAA/Stable	9180
Non-priority sector bonds Series LTIF 4C	INE261F08BT2	20/12/2019	7.78% annual	20/12/2034	IND AAA/Stable	31500
Non-priority sector bonds Series LTIF G D2	INE261F08BU0	27/12/2019	7.46% Semi-annual	27/12/2034	IND AAA/Stable	10080
Non-priority sector bonds Series LTIF 4D	INE261F08BV8	03/01/2020	7.57% annual	03/01/2035	IND AAA/Stable	7090
Non-priority sector bonds Series- NCD Series PC1POB1	INE261F08BX4	31/01/2020	7.43% Semi-annual	31/01/2030	IND AAA/Stable	69530
Non-priority sector bonds Series- NCD Series PC 2	INE261F08BY2	10/02/2020	7.10% Semi-annual	08/02/2030	IND AAA/Stable	32830
Non-priority sector bonds Series 20J	INE261F08BZ9	14/02/2020	7.27% annual	14/02/2030	IND AAA/Stable	6700
**Non-priority sector bonds Series 20K	INE261F08CA0	02/03/2020	6.40% annual	31/07/2023	WD	25350
Non-priority sector bonds Series- SB-1	INE261F08CB8	09/03/2020	6.87% Semi-annual	08/03/2030	IND AAA/Stable	25500
Non-priority sector bonds Series - NCD Series PC3SB2 (GoI fully serviced bonds)	INE261F08CC6	19/03/2020	7.40% Semi-annual	19/03/2030	IND AAA/Stable	34760
Non-priority sector bonds Series LTIF-G E1 (GoI fully serviced bonds)	INE261F08CE2	26/05/2020	6.65% Semi-annual	25/05/2035	IND AAA/Stable	9030
Non-priority sector bonds Series LTIF-5A	INE261F08CG7	01/06/2020	6.93% annual	01/06/2035	IND AAA/Stable	6110
Non-priority sector bonds Series MIF 1A	INE261F08CF9	01/06/2020	6.57%	01/06/2027	IND AAA/Stable	10950
**Non-priority sector bonds Series 20K-R2	INE261F08CA0	12/06/2020	6.40%	31/07/2023	WD	20000
Non-priority sector bonds Series	INE261F08CH5	25/06/2020	6.79%	25/06/2035	IND AAA/Stable	5640
**Non-priority sector bonds Series 20K-R2	INE261F08CA0	02/07/2020	6.40%	31/07/2023	WD	25000
Non-priority sector bonds Series 21B	INE261F08CI3	29/07/2020	5.47%	11/04/2025	IND AAA/Stable	11250

Non-priority sector bonds Series 21C	INE261F08CJ1	29/07/2020	6.45%	11/04/2031	IND AAA/Stable	14500
Non-priority sector bonds Series 21D	INE261F08CK9	10/08/2020	5.14%	31/01/2024	IND AAA/Stable	13850
Non-priority sector bonds Series NCD 21D-R1	INE261F08CK9	24/09/2020	5.14%	31/01/2024	IND AAA/Stable	5000
Non-priority sector bonds Series LTIFG LTIF E2	INE261F08CL7	12/11/2020	6.59%	12/11/2035	IND AAA/Stable	4340
Non-priority sector bonds Series MIF MIF 1B	INE261F08CM5	19/11/2020	6.07%	19/11/2027	IND AAA/Stable	6600
Non-priority sector bonds Series PMAYG PD1	INE261F08CN3	19/11/2020	6.39%	19/11/2030	IND AAA/Stable	33290
Non-priority sector bonds Series PMAYG PD2	INE261F08CO1	25/11/2020	6.42%	25/11/2030	IND AAA/Stable	27930
Non-priority sector bonds Series LTIFG POC-1	INE261F08CP8	04/12/2020	6.44%	04/12/2030	IND AAA/Stable	22340
Non-priority sector bonds Series NCD 21D-R2	INE261F08CK9	14/12/2020	5.14%	31/01/2024	IND AAA/Stable	20000
Non-priority sector bonds Series PMAYG PD3	INE261F08CQ6	30/12/2020	6.49%	30/12/2030	IND AAA/Stable	20120
Non-priority sector bonds Series LTIFN LTIF 5C	INE261F08CR4	30/12/2020	6.65%	28/12/2035	IND AAA/Stable	5140
Non-priority sector bonds Series NCD 21D-R3	INE261F08CK9	08/01/2021	5.14%	31/01/2024	IND AAA/Stable	25000
Non-priority sector bonds Series LTIFN LTIF 5D	INE261F08CT0	22/01/2021	6.69%	22/01/2036	IND AAA/Stable	11080
Non-priority sector bonds Series NCD 21F	INE261F08CU8	05/02/2021	5.44%	05/02/2024	IND AAA/Stable	50000
Non-priority sector bonds Series PMAYG PD4	INE261F08CW4	22/02/2021	7.00%	21/02/2031	IND AAA/Stable	5210
Non-priority sector bonds Series NCD 21H	INE261F08CX2	22/02/2021	5.53%	22/02/2024	IND AAA/Stable	30000
Non-priority sector bonds Series PMAYG PD5	INE261F08CZ7	17/03/2021	6.97%	17/03/2031	IND AAA/Stable	34390
Non-priority sector bonds Series PMAYG PD6	INE261F08DA8	23/03/2021	6.85%	21/03/2031	IND AAA/Stable	79070
Non-priority sector bonds Series LTIFG LTIF E3	INE261F08DC4	30/03/2021	6.57%	28/03/2036	IND AAA/Stable	5850
Non-priority sector bonds Series LTIFN LTIF 5E	INE261F08DB6	30/03/2021	6.63%	28/03/2036	IND AAA/Stable	8070
Non-priority sector bonds Series 22A	INE261F08DD2	28/04/2021	5.27%	29/04/2024	IND AAA/Stable	50000
Non-priority sector bonds Series LTIF G POD-1	INE261F08DE0	27/05/2021	6.60%	27/05/2031	IND AAA/Stable	3330
Non-priority sector bonds Series NCD 22B	INE261F08DF7	23/07/2021	5.27%	23/07/2024	IND AAA/Stable	40000
Non-priority sector bonds Series LTIF G POD-2	INE261F08DH3	04/08/2021	6.79%	04/08/2031	IND AAA/Stable	4190
Non-priority sector bonds Series LTIF 6B	INE261F08DJ9	29/09/2021	6.92%	29/09/2036	IND	8600

Non-priority sector bonds Series 22E	INE261F08DL5	15/12/2021	6.85%	14/04/2032	IND	10000	AAA/Stable
Non-priority sector bonds Series 22F	INE261F08DM3	04/02/2022	5.96%	06/02/2025	IND	50000	AAA/Stable
Non-priority sector bonds Series 22G	INE261F08DN1	24/02/2022	5.63%	26/02/2025	IND	50000	AAA/Stable
Non-priority sector bonds Series VVV	INE261F08DR2	15/09/2022	7.20%	23/09/2025	IND	29000	AAA/Stable
Non-priority sector bonds Series 23E	INE261F08DU6	15/12/2022	7.54%	15/04/2033	IND	10000	AAA/Stable
Non-priority sector bonds Series 23F	INE261F08DT8	09/12/2022	7.50%	17/12/2025	IND	50000	AAA/Stable
Non-priority sector bonds Series 23G	INE261F08DW2	23/01/2023	7.57%	19/03/2026	IND	47160	AAA/Stable
Non-priority sector bonds Series 23H	INE261F08DX0	03/02/2023	7.58%	31/07/2026	IND	47020	AAA/Stable
Non-priority sector bonds Series LTIF 7B	INE261F08DY8	17/02/2023	7.70%	17/02/2038	IND	6840	AAA/Stable
Non-priority sector bonds Series 23H-R1	INE261F08DX0	23/02/2023	7.58%	31/07/2026	IND	50000	AAA/Stable
Non-priority sector bonds Series LTIF 7C	INE261F08DZ5	29/03/2023	7.78%	29/03/2038	IND	8600	AAA/Stable
Non-priority sector bonds Series 23H-R2	INE261F08DX0	24/04/2023	7.58%	31/07/2026	IND	49230	AAA/Stable

**NCDs fully redeemed

*Unutilised limits

India Ratings Assigns NABARD's Additional Bonds 'IND AAA/Stable'; Affirms Existing Debt

Nov 10, 2023 | Other Financial Services

India Ratings and Research (Ind-Ra) has taken the following rating actions on National Bank for Agriculture and Rural Development's (NABARD) debt facilities:

Instrument Type	Date of Issuance	Coupon Rate	Maturity Date	Size of Issue (billion)	Rating/Outlook	Rating Action
Bonds\$	-	-	-	INR300	IND AAA/Stable	Assigned
Long-term Issuer rating	-	-	-	-	IND AAA/Stable	Affirmed
Bonds*\$	-	-	-	INR2,117.68 (reduced from INR2,188.03)	IND AAA/Stable	Affirmed
Government of India (GoI) fully-serviced bonds\$	-	-	-	INR16.47	IND AAA/Stable	Affirmed
Long-term deposits#	-	-	-	INR2,250	IND AAA/Stable	Affirmed
Bank loan	-	-	-	INR535	IND AAA/Stable/INDA1+	Affirmed
CP^	-	-	-	INR700	IND A1+	Affirmed
Certificate of deposits	-	-	1-3 years	INR300	IND AAA/Stable/INDA1+	Affirmed
Term money borrowings	-	-	3-6 months	INR100	IND A1+	Affirmed
Short-term deposits#	-	-	-	INR700	IND A1+	Affirmed

*Bonds include non-priority sector bonds and tax-free bonds

\$Details in Annexure I

#Details in Annexure II

^Details in Annexure III



ANALYTICAL APPROACH: The ratings continue to factor in NABARD's strong linkages with the government of India (GoI) and its position as an apex policy institution and nodal agency for agricultural and rural development.

Key Rating Drivers

Public Policy Institution: NABARD has strong linkages with the GoI and it is an apex policy institution and nodal agency for agriculture and rural development in India. It actively plays a major role in implementing the GoI's policies in the socially, politically and economically important agriculture sector and rural development. Ind-Ra expects NABARD to continue playing a significant role in enhancing the penetration of institutional credit towards the agriculture and rural infrastructure development activity through refinance and direct lending under various programmes and the funds instituted in itself.

Representatives from the ministries of agriculture, rural development and finance are present on NABARD's board. The appointment of NABARD's board of directors by the GoI is according to the statutes of the National Bank for Agriculture and Rural Development Act 1981, under which it has been established. Also, there have been numerous instances of financial support extended to NABARD by way of budgetary allocations annually, since its inception. NABARD is fully owned by the GoI.

Regulatory Body: In its supervisory role, NABARD undertakes statutory and voluntary inspections of state cooperative banks, regional rural banks and district central cooperative banks.

Captive Resources: Ind-Ra expects priority sector lending (PSL) shortfall funds to remain a key stable source of funding to grow NABARD's assets base as scheduled commercial banks have traditionally faced difficulties in meeting PSL targets. The GoI allocates funds to NABARD for various specified purposes to meet grassroots-level demand. Rural Infrastructure Development Fund (RIDF) deposits, short-term cooperative rural credit fund, short-term regional rural bank credit refinance fund, and long-term rural credit fund constituted a major source of funding during FY18-FY22. PSL shortfall-linked deposits constituted 34.7% of the total liabilities (INR8,016.52 billion) in FY23 (FY22: 33.3%).

Low Risk Deployment: Refinance and RIDF loans together accounted for 76.7% of the total loan portfolio at FYE23 (FYE22: 75%). The balance was accounted for by other direct loans (other than RIDF), which are secured by collaterals such as unencumbered assets, fixed deposits, bank guarantee, state government guarantee and other assets. The risks to asset quality are mitigated by such loans having been mostly provided to state governments and nodal agencies of the central government, which are implementing projects under the Long-Term Irrigation Fund (scheme), Swachh Bharat Mission, Rural Housing Scheme and Micro Irrigation scheme.

RIDF loans (INR1,540.70 billion) accounted for 21.1% of the total loans at FYE23 (FYE22: 21%). RIDF loans to state government agencies are secured by guarantees from state governments. Furthermore, NABARD has the mandate to direct the Reserve Bank of India to debit the current accounts of its RIDF loan counterparties in case of a default.

Comfortable Capitalisation: Ind-Ra expects the capital adequacy to remain comfortable over the medium term. NABARD's capital adequacy ratio was comfortable at 16.9% at FYE23 (FYE22: 16.07%). This is well above the regulatory threshold of 9%. The low-margin RIDF lending business, which constituted 21.1% of NABARD's total loan portfolio in FY23, comprises low-risk assets and lends support to the capital adequacy ratio. NABARD's capital adequacy ratio was healthy at 18.6% in 1QFY24.

Minimal Non-performing Assets Ratio: Ind-Ra expects non-performing loan (NPL) ratios to remain low in the medium term. NABARD has traditionally reported modest non-performing assets, as the majority of its business includes loans given under RIDF, government agencies, and refinance loans to cooperative banks, regional rural banks and commercial banks. The asset quality position remains stable, with gross NPL ratio at 0.28% (FY22: 0.31%) and nil net NPL ratio in FY23 (FY22: nil). The gross NPL ratio was 0.29% in 1QFY24 and



the net NPL was nil in 1QFY24.

Liquidity Indicator - Superior: NABARD has established board-approved internal prudential limits and monitors its cumulative mismatches across different time buckets. There was no asset-liability mismatch in the one-day and up-to-one-year period on a cumulative basis, as on 31 July 2023. Also, NABARD has invested in certificates of deposit, government securities, treasury bills, short-term deposits and liquid mutual funds. These investments, which collectively amounted to INR625.29 billion as on 30 September 2023, can be liquidated easily to meet short-term obligations, if required. NABARD also had unutilized/undrawn bank lines of INR110 billion as on 30 September 2023.

Moreover, NABARD has access to the Clearing Corporation of India's triparty repo dealing and settlement window, wherein it can borrow against its stock of government securities to meet liquidity and contingency requirements. Given NABARD's strong linkages with the sovereign and its developmental objective, Ind-Ra believes NABARD also has strong capital market access with an ability to raise funds at competitive rates.

Moderate Profitability: NABARD is not comparable with commercial banks in terms of profitability, given its policy role and the nature of its operations, which are driven by developmental objectives rather than profit. A major portion of the income is generated by way of interest on loans and investment operations. Its net interest margin (NIM) remained below 2% during FY19-FY23. Ind-Ra expects the NIM to remain below 2% in FY24 as well. The net income grew at a moderate 5.5% yoy to INR53.60 billion in FY23 (FY22: up 17.6% yoy), primarily due to a decline in provisions and contingencies and taxes. NABARD's financial performance was healthy in 1QFY24. The net interest revenue grew at a strong 68% yoy to INR27.25 billion in 1QFY24, as rise in interest income was sharper than that in interest expense. The net income grew 25% yoy to INR13.4 billion in 1QFY24.

Borrower Profile Mitigates Loan Concentration Risk: NABARD has a significant concentration on its balance sheet, as its top 50 borrowers accounted for around 80% of the total loans and advances at end-March 2023 (FY22: 79%). However, the loans are fully secured and the top 50 borrowers constituted large commercial banks, nodal agencies of the Gol, regional rural banks, state cooperative banks and state governments, which mitigates the concentration risk.

Rating Sensitivities

Ind-Ra's expectation of reduced support from the Gol would be considered negative for the ratings. This could result from a dilution in NABARD's policy role of financing and developing the agriculture sector in India or a significant reduction in the Gol's shareholding in the bank.

ESG Issues

ESG Factors Minimally Relevant to Rating: Unless otherwise disclosed in this section, the ESG issues are credit neutral or have only a minimal credit impact on NABARD, due to either their nature or the way in which they are being managed by the entity. For more information on Ind-Ra's ESG Relevance Disclosures, please [click here](#). For answers to frequently asked questions regarding ESG Relevance Disclosures and their impact on ratings, please [click here](#).

Company Profile

NABARD was established in July 1982 to promote and develop the agriculture and allied rural sectors in the country. The paid-up capital stood at INR170.80 billion at FYE23.

FINANCIAL SUMMARY

Particulars (INR billion)	FY22	FY23
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Total assets	7,573.08	8,014.87
Net interest income	100.77	87.92
Net income	50.82	53.60
Gross non-performing assets (%)	0.31	0.28
Capital adequacy ratio (%)	16.07	16.89
Source: NABARD		

Non-Cooperation with previous rating agency

Not applicable

Solicitation Disclosures

Additional information is available at www.indiaratings.co.in. The ratings above were solicited by, or on behalf of, the issuer, and therefore, India Ratings has been compensated for the provision of the ratings.

Ratings are not a recommendation or suggestion, directly or indirectly, to you or any other person, to buy, sell, make or hold any investment, loan or security or to undertake any investment strategy with respect to any investment, loan or security or any issuer.

Rating History

Instrument Type	Current Rating/Outlook			10 May 2023	13 January 2023
	Rating Type	Rated Limits (INR billion)	Rating		
Issuer rating	Long-term	-	IND AAA/Stable	IND AAA/Stable	IND AAA/Stable
Bonds	Long-term	2,417.68	IND AAA/Stable	IND AAA/Stable	IND AAA/Stable
GoI fully serviced bonds	Long-term	16.47	IND AAA/Stable	IND AAA/Stable	IND AAA/Stable
Long-term deposits	Long-term	2,250	IND AAA/Stable	IND AAA/Stable	IND AAA/Stable
Bank loan	Long-term/Short-term	535	IND AAA/Stable/IND A1+	IND AAA/Stable/IND A1+	IND AAA/Stable
CP	Short-term	700	IND A1+	IND A1+	IND A1
Certificate of deposits	Long-term/Short-term	300	IND AAA/Stable/IND A1+	IND AAA/Stable/IND A1+	IND AAA/Stable
Term money borrowings	Short-term	100	IND A1+	IND A1+	IND A1
Short-term deposits	Short-term	700	IND A1+	IND A1+	IND A1

Annexure

Annexure I

Instrument Type	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of Issue (INR billion)	Rating/Outlook
Tax-free bonds Series I A	INE261F07016	25 February 2016	7.07% annual payment	25 February 2026	15	IND AAA/Stable

Tax-free bonds Series I B	INE261F07024	23 March 2016	7.29% annual payment	23 March 2026	2.3855	IND AAA/Stable
Tax-free bonds Series II B	INE261F07032	23 March 2016	7.64% annual payment	23 March 2031	17.5874	IND AAA/Stable
Tax-free bonds Series I A	INE261F07040	23 March 2016	7.04% annual payment	23 March 2026	1.4995	IND AAA/Stable
Tax-free bonds Series II A	INE261F07057	23 March 2016	7.35% annual payment	23 March 2031	13.5276	IND AAA/Stable
Non-priority sector bonds (LTIF) Series 1A	INE261F08683	20 October 2016	7.38% annual payment	20 October 2031	10	IND AAA/Stable
Non-priority sector bonds (LTIF) Series A1	INE261F08691	21 October 2016	7.20% annual payment	21 October 2031	5	IND AAA/Stable
Non-priority sector bonds (LTIF) Series 1B	INE261F08709	22 December 2016	7.48% annual payment	22 December 2031	32	IND AAA/Stable
Non-priority sector bonds (LTIF) Series A2	INE261F08717	26 December 2016	7.30% annual payment	26 December 2031	5	IND AAA/Stable
Non-priority sector bonds (LTIF) Series 1C	INE261F08733	13 January 2017	7.34% annual payment	13 January 2032	3.21	IND AAA/Stable
Non-priority sector bonds (LTIF) Series A3	INE261F08725	12 January 2017	7.16% annual payment	12 January 2032	1.5	IND AAA/Stable
Non-priority sector bonds (LTIF) Series 1D	INE261F08774	15 March 2017	8.04% annual payment	15 March 2032	9.3	IND AAA/Stable
GoI fully-serviced bonds	INE261F08782	17 March 2017	7.71% semi-annual payment	17 March 2032	4.43	IND AAA/Stable
GoI fully-serviced bonds	INE261F08824	29 March 2017	7.54% semi-annual payment	29 March 2032	5.94	IND AAA/Stable
Non-priority sector bonds Series LTIF 1E	INE261F08832	31 March 2017	7.69% annual payment	31 March 2032	14.48	IND AAA/Stable
GoI fully-serviced bonds Series LTIF B-1	INE261F08915	14 September 2017	7.27% semi-annual payment	14 September 2032	6.1	IND AAA/Stable
Non-priority sector bonds Series LTIF 2-A	INE261F08923	18 September 2017	7.48% annual payment	17 September 2032	23.34	IND AAA/Stable
Non-priority sector bonds Series LTIF B-2	INE261F08931	23 November 2017	7.60% semi-annual payment	23 November 2032	7.35	IND AAA/Stable
Non-priority sector bonds Series LTIF 2-B	INE261F08949	27 November 2017	7.80% annual payment	26 November 2032	16.35	IND AAA/Stable
Non-priority sector bonds Series LTIF B-3	INE261F08964	15 January 2018	7.75% semi-annual payment	14 January 2033	2.40	IND AAA/Stable
Non-priority sector bonds Series LTIF 2-C	INE261F08972	17 January 2018	7.94% annual payment	17 January 2033	4.95	IND AAA/Stable
Non-priority sector bonds Series LTIF B-4	INE261F08980	2 February 2018	7.99% semi-annual payment	2 February 2033	1.35	IND AAA/Stable
Non-priority sector bonds Series LTIF 2-D	INE261F08998	6 February 2018	8.19% annual payment	04 February 2033	8.64	IND AAA/Stable
Non-priority sector bonds Series PMAY-G PA-1	INE261F08AA4	27 February 2018	8.22% semi-annual payment	25 February 2028	21.80	IND AAA/Stable
Non-priority sector bonds Series LTIF B-5	INE261F08AB2	1 March 2018	8.28% semi-annual payment	1 March 2033	3.10	IND AAA/Stable
Non-priority sector bonds Series LTIF 2-E	INE261F08AC0	6 March 2018	8.52% annual payment	4 March 2033	9.46	IND AAA/Stable
Non-priority sector bonds Series PMAY-G PA-2	INE261F08AD8	9 March 2018	8.2% semi-annual payment	9 March 2028	22.27	IND AAA/Stable
Non-priority sector bonds Series PMAY-G PA-3	INE261F08AE6	16 March 2018	8.2% semi-annual payment	16 March 2028	29.23	IND AAA/Stable

Non-priority sector bonds Series LTIF B-6	INE261F08AF3	23 March 2018	8.12% semi-annual payment	23 March 2033	10.75	IND AAA/Stable
Non-priority sector bonds Series LTIF 2-F	INE261F08AG1	27 March 2018	8.25% annual payment	25 March 2033	19.82	IND AAA/Stable
Non-priority sector bonds Series LTIF POA-1	INE261F08AJ5	8 June 2018	8.65% semi-annual payment	8 June 2028	14.00	IND AAA/Stable
Non-priority sector bonds Series LTIF C1	INE261F08AN7	24 August 2018	8.39% Semi-annual	24 August 2033	5.83	IND AAA/Stable
Non-priority sector bonds Series LTIF C2	INE261F08AO5	31 August 2018	8.47% Semi-annual	31 August 2033	9.73	IND AAA/Stable
Non-priority sector bonds Series PMAY-G PB-1	INE261F08AP2	5 October 2018	8.77% Semi-annual	5 October 2028	28.14	IND AAA/Stable
Non-priority sector bonds Series LTIF 3A	INE261F08AQ0	15 October 2018	8.98% annual payment	14 October 2033	29.24	IND AAA/Stable
Non-priority sector bonds Series LTIF 3B	INE261F08AR8	22 October 2018	8.92% annual payment	21 October 2033	12.89	IND AAA/Stable
Non-priority sector bonds Series SBM-G SA-1	INE261F08AS6	14 November 2018	8.56% Semi-annual	14 November 2028	36.34	IND AAA/Stable
Non-priority sector bonds Series LTIF C3	INE261F08AU2	7 December 2018	8.12% Semi-annual	7 December 2033	5.37	IND AAA/Stable
Non-priority sector bonds Series PMAY-G PB-2	INE261F08AV0	13 December 2018	8.22% Semi-annual	13 December 2028	19.71	IND AAA/Stable
Non-priority sector bonds Series LTIF 3C	INE261F08AW8	19 December 2018	8.51% annual payment	19 December 2033	15.04	IND AAA/Stable
Non-priority sector bonds Series PMAY-G PB-3	INE261F08AX6	26 December 2018	8.18% Semi-annual	26 December 2028	23.70	IND AAA/Stable
Non-priority sector bonds Series SBM-G SA-2	INE261F08AY4	24 January 2019	8.29% Semi-annual	24 January 2029	17.91	IND AAA/Stable
Non-priority sector bonds Series LTIF 3D	INE261F08AZ1	30 January 2019	8.54% annual payment	30 January 2034	10.76	IND AAA/Stable
Non-priority sector bonds Series PMAY-G PB-4	INE261F08BA2	13 February 2019	8.42% Semi-annual	13 February 2029	12.83	IND AAA/Stable
Non-priority sector bonds Series SBM-G SA-3	INE261F08BC8	27 February 2019	8.50% Semi-annual	27 February 2029	10.60	IND AAA/Stable
Non-priority sector bonds Series LTIF C4	INE261F08BD6	11 March 2019	8.32% Semi-annual	10 March 2034	5.37	IND AAA/Stable
Non-priority sector bonds Series LTIF 3E	INE261F08BE4	14 March 2019	8.62% Annual	14 March 2034	15.16	IND AAA/Stable
Non-priority sector bonds Series PB5SA4	INE261F08BF1	22 March 2019	8.24% Semi-annual	22 March 2029	34.55	IND AAA/Stable
Non-priority sector bonds Series LTIF G C5	INE261F08BG9	28 March 2019	8.20% Semi-annual	28 March 2034	14.64	IND AAA/Stable
Non-priority sector bonds Series SBM-G SA-5	INE261F08BH7	28 March 2019	8.15% Semi-annual	28 March 2029	9.88	IND AAA/Stable
Non-priority sector bonds Series 20C	INE261F08BK1	29 May 2019	7.69% annual	29 May 2024	28.00	IND AAA/Stable
Non-priority sector bonds Series 20E	INE261F08BM7	18 July 2019	7.41% annual	18 July 2029	5.55	IND AAA/Stable
Non-priority sector bonds Series LTIF 4A	INE261F08BP0	17 October 2019	7.83% annual	17 October 2034	17.70	IND AAA/Stable
Non-priority sector bonds Series LTIF G D1	INE261F08BR6	18 November 2019	7.50% Semi-annual	17 November 2034	9.55	IND AAA/Stable
Non-priority sector bonds Series LTIF 4B	INE261F08BS4	10 December 2019	7.75% annual	8 December 2034	9.18	IND AAA/Stable
Non-priority sector bonds Series LTIF 4C	INE261F08BT2	20 December 2019	7.78% annual	20 December 2034	31.50	IND AAA/Stable
Non-priority sector bonds Series LTIF G D2	INE261F08BU0	27 December 2019	7.46% Semi-annual	27 December 2034	10.08	IND AAA/Stable
Non-priority sector bonds Series LTIF 4D	INE261F08BV8	3 January 2020	7.57% annual	3 January 2035	7.09	IND AAA/Stable

Non-priority sector bonds Series- NCD Series PC1POB1	INE261F08BX4	31 January 2020	7.43% Semi-annual	31 January 2030	69.53	IND AAA/Stable
Non-priority sector bonds Series- NCD Series PC 2	INE261F08BY2	10 February 2020	7.10% Semi-annual	08 February 2030	32.83	IND AAA/Stable
Non-priority sector bonds Series 20J	INE261F08BZ9	14 February 2020	7.27% annual	14 February 2030	6.70	IND AAA/Stable
**Non-priority sector bonds Series 20K	INE261F08CA0	2 March 2020	6.40% annual	31 July 2023	25.35	WD
Non-priority sector bonds Series- SB-1	INE261F08CB8	9 March 2020	6.87% Semi-annual	8 March 2030	25.50	IND AAA/Stable
Non-priority sector bonds Series - NCD Series PC3SB2 (GoI fully serviced bonds)	INE261F08CC6	19 March 2020	7.40% Semi-annual	19 March 2030	34.76	IND AAA/Stable
Non-priority sector bonds Series LTIF-G E1 (GoI fully serviced bonds)	INE261F08CE2	26 May 2020	6.65% Semi-annual	25 May 2035	9.03	IND AAA/Stable
Non-priority sector bonds Series LTIF-5A	INE261F08CG7	1 June 2020	6.93% annual	1 June 2035	6.11	IND AAA/Stable
Non-priority sector bonds Series MIF 1A	INE261F08CF9	1 June 2020	6.57%	1 June 2027	10.95	IND AAA/Stable
**Non-priority sector bonds Series 20K-R2	INE261F08CA0	12 June 2020	6.40%	31 July 2023	20.00	WD
Non-priority sector bonds Series	INE261F08CH5	25 June 2020	6.79%	25 June 2035	5.64	IND AAA/Stable
**Non-priority sector bonds Series 20K-R2	INE261F08CA0	2 July 2020	6.40%	31 July 2023	25.00	WD
Non-priority sector bonds Series 21B	INE261F08CI3	29 July 2020	5.47%	11 April 2025	11.25	IND AAA/Stable
Non-priority sector bonds Series 21C	INE261F08CJ1	29 July 2020	6.45%	11 April 2031	14.50	IND AAA/Stable
Non-priority sector bonds Series 21D	INE261F08CK9	10 August 2020	5.14%	31 January 2024	13.85	IND AAA/Stable
Non-priority sector bonds Series NCD 21D-R1	INE261F08CK9	24 September 2020	5.14%	31 January 2024	5.00	IND AAA/Stable
Non-priority sector bonds Series LTIFG LTIF E2	INE261F08CL7	12 November 2020	6.59%	12 November 2035	4.34	IND AAA/Stable
Non-priority sector bonds Series MIF MIF 1B	INE261F08CM5	19 November 2020	6.07%	19 November 2027	6.60	IND AAA/Stable
Non-priority sector bonds Series PMAYG PD1	INE261F08CN3	19 November 2020	6.39%	19 November 2030	33.29	IND AAA/Stable
Non-priority sector bonds Series PMAYG PD2	INE261F08CO1	25 November 2020	6.42%	25 November 2030	27.93	IND AAA/Stable
Non-priority sector bonds Series LTIFG POC-1	INE261F08CP8	04 December 2020	6.44%	4 December 2030	22.34	IND AAA/Stable
Non-priority sector bonds Series NCD 21D-R2	INE261F08CK9	14 December 2020	5.14%	31 January 2024	20.00	IND AAA/Stable
Non-priority sector bonds Series PMAYG PD3	INE261F08CQ6	30 December 2020	6.49%	30 December 2030	20.12	IND AAA/Stable
Non-priority sector bonds Series LTIFN LTIF 5C	INE261F08CR4	30 December 2020	6.65%	28 December 2035	5.14	IND AAA/Stable
Non-priority sector bonds Series NCD 21D-R3	INE261F08CK9	8 January 2021	5.14%	31 January 2024	25.00	IND AAA/Stable
Non-priority sector bonds Series LTIFN LTIF 5D	INE261F08CT0	22 January 2021	6.69%	22 January 2036	11.08	IND AAA/Stable
Non-priority sector bonds Series NCD 21F	INE261F08CU8	5 February 2021	5.44%	5 February 2024	50.00	IND AAA/Stable
Non-priority sector bonds Series PMAYG PD4	INE261F08CW4	22 February 2021	7.00%	21 February 2031	5.21	IND AAA/Stable
Non-priority sector bonds Series NCD 21H	INE261F08CX2	22 February 2021	5.53%	22 February 2024	30.00	IND AAA/Stable
Non-priority sector bonds Series PMAYG PD5	INE261F08CZ7	17 March 2021	6.97%	17 March 2031	34.39	IND AAA/Stable

Non-priority sector bonds Series PMAYG PD6	INE261F08DA8	23 March 2021	6.85%	21 March 2031	79.07	IND AAA/Stable
Non-priority sector bonds Series LTIFG LTIF E3	INE261F08DC4	30 March 2021	6.57%	28 March 2036	5.85	IND AAA/Stable
Non-priority sector bonds Series LTIFN LTIF 5E	INE261F08DB6	30 March 2021	6.63%	28 March 2036	8.07	IND AAA/Stable
Non-priority sector bonds Series 22A	INE261F08DD2	28 April 2021	5.27%	29 April 2024	50.00	IND AAA/Stable
Non-priority sector bonds Series LTIF G POD-1	INE261F08DE0	27 May 2021	6.60%	27 May 2031	3.33	IND AAA/Stable
Non-priority sector bonds Series NCD 22B	INE261F08DF7	23 July 2021	5.27%	23 July 2024	40.00	IND AAA/Stable
Non-priority sector bonds Series LTIF G POD-2	INE261F08DH3	4 August 2021	6.79%	4 August 2031	4.19	IND AAA/Stable
Non-priority sector bonds Series LTIF 6B	INE261F08DJ9	29 September 2021	6.92%	29 September 2036	8.60	IND AAA/Stable
Non-priority sector bonds Series 22E	INE261F08DL5	15 December 2021	6.85%	14 April 2032	10.00	IND AAA/Stable
Non-priority sector bonds Series 22F	INE261F08DM3	4 February 2022	5.96%	06 February 2025	50.00	IND AAA/Stable
Non-priority sector bonds Series 22G	INE261F08DN1	24 February 2022	5.63%	26 February 2025	50.00	IND AAA/Stable
Non-priority sector bonds Series VVV	INE261F08DR2	15 Sep 2022	7.20%	23 September 2025	29.00	IND AAA/Stable
Non-priority sector bonds Series 23E	INE261F08DU6	15 December 2022	7.54%	15 April 2033	10.00	IND AAA/Stable
Non-priority sector bonds Series 23F	INE261F08DT8	9 December 2022	7.50%	17 December 2025	50.00	IND AAA/Stable
Non-priority sector bonds Series 23G	INE261F08DW2	23 January 2023	7.57%	19 March 2026	47.16	IND AAA/Stable
Non-priority sector bonds Series 23H	INE261F08DX0	3 February 2023	7.58%	31 July 2026	47.02	IND AAA/Stable
Non-priority sector bonds Series LTIF 7B	INE261F08DY8	17 February 2023	7.70%	17 February 2038	6.84	IND AAA/Stable
Non-priority sector bonds Series 23H-R1	INE261F08DX0	23 February 2023	7.58%	31 July 2026	50.00	IND AAA/Stable
Non-priority sector bonds Series LTIF 7C	INE261F08DZ5	29 March 2023	7.78%	29 March 2038	8.60	IND AAA/Stable
Non-priority sector bonds Series 23H-R2	INE261F08DX0	24 April 2023	7.58%	31 July 2026	49.23	IND AAA/Stable
Non-priority sector bonds*	-	-	-	-	508.01	IND AAA/Stable
Total					2,434.15	

**NCDs fully redeemed

*Unutilised limits

Annexure II

Instrument Type	Date of Issuance	Coupon Rate	Maturity Date	Size of Issue (INR billion)	Rating/Outlook
RIDF	-	-	7 years	1,650	IND AAA/Stable
Warehousing infrastructure fund deposits	-	-	7 years	100	IND AAA/Stable
Long-term rural credit	-	-	5 years	500	IND AAA/Stable
Total	-	-	-	INR2,250	-
Short-term cooperative rural credit fund deposits	-	-	1 year	500	IND A1+
Short-term regional rural bank credit refinance fund deposits	-	-	1 year	200	IND A1+
Total	-	-	-	INR700	-

Annexure III

Instrument	Date of Issuance	Discount rate (%)	Maturity Date	Size of Issue (INR billion)	Rating
CP	30 August 2023	7.05	28 November 2023	49.00	A1+
CP	11 September 2023	7.01	8 December 2023	50.00	A1+
CP	14 September 2023	7.04	13 December 2023	10.75	A1+
CP	18 September 2023	7.13	15 December 2023	30.00	A1+
CP	18 September 2023	7.05	13 December 2023	49.55	A1+
CP	Unutilised			510.70	A1+

Bond Covenants

The occurrence of any of the events specified below constitute to a default:

a) Default is committed in the payment of the maturity value of the bonds on the due date(s) and is not rectified within seven business days of intimation to the issuer;

b. Default is committed in the payment of any discount expenses on the bonds on the due date(s) and is not rectified within seven business days of intimation to the issuer;

c. Default is committed by the issuer in the performance or observance of any covenant, obligation condition or provision contained in these presents and/or the financial covenants and conditions (other than the obligation to pay principal) and, except where the bond trustee certifies that such default is in their opinion incapable of remedy (in which case no notice shall be required), such default continues for 30 days after a written notice has been given thereof by the bond trustee to the issuer requiring the same to be remedied;

d. Any indebtedness of the issuer for borrowed monies i.e. indebtedness for and in respect of monies borrowed or raised (whether or not for cash consideration) from banks or financial institutions by whatever means (including acceptances, credits, deposits and leasing), including interest thereon, becomes due prior to its stated maturity by reason of default of the terms thereof or any such indebtedness is not paid at its stated maturity or there is a default in making payments due under any guarantee or indemnity given by the issuer in respect of the indebtedness of borrowed monies of any person, provided that individual amounts referred to above exceed INR100,000 and the default is not rectified within seven business days;

e. Any information given by the issuer in any reports and other information furnished by the issuer and the representations and warranties given/deemed to have been given by it to the bond trustee is misleading or incorrect in any material respect;

f. If the issuer is unable to pay its debts or proceedings for taking it into liquidation, either voluntarily or compulsorily, may be or have been commenced and admitted;

g. The issuer has voluntarily or involuntarily commenced or become the subject of proceedings under any bankruptcy or insolvency law or the issuer is voluntarily or involuntarily dissolved or liquidated;

h. The issuer is unable to or has admitted in writing its inability to pay its debts as they mature;

i. The issuer has taken or suffered to be taken any action for re-organisation of its capital;

j. A receiver or a liquidator has been appointed or allowed to be appointed of all or any substantial part of the undertaking of the issuer or an attachment, sequestration, distress or execution (or analogous process) is levied or enforced upon or issued against a substantial part of the assets or property of the issuer;

k. If any extra-ordinary circumstances have occurred which make it improbable for the issuer to fulfil its obligation under these presents and/or the bonds;

l. The issuer ceases or threatens to cease to carry on its business or gives notice of its intention to do so;

m. The bonds are not listed, or if such listing of the bonds ceases at any point of time prior to the maturity date due to an act of the issuer or failure by the issuer to take all necessary action to ensure listing.

Bank wise Facilities Details

[Click here to see the details](#)

Complexity Level of Instruments

Instrument Type	Complexity Indicator
Bonds	Low

Gov fully-serviced bonds	Low
Long-term deposits	Low
Bank loan	Low
CP	Low
Certificate of deposits	Low
Term money borrowings	Low
Short-term deposits	Low

For details on the complexity level of the instruments, please visit www.indiaratings.co.in/complexity-indicators.

Contact

Primary Analyst

Anuradha Basumatari

Director

India Ratings and Research Pvt Ltd

Wockhardt Towers, 4th Floor, West Wing, Bandra Kurla Complex, Bandra East, Mumbai - 400051

+91 22 40356123

For queries, please contact: infogrp@indiaratings.co.in

Secondary Analyst

Pranit Patil

Senior Analyst

Chairperson

Dr Devendra Pant

Chief Economist and Head Public Finance

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Media Relation

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APPLICABLE CRITERIA

Rating of Public Sector Entities

Evaluating Corporate Governance

Short-Term Ratings Criteria for Non-Financial Corporates

The Rating Process

DISCLAIMER

All credit ratings assigned by india ratings are subject to certain limitations and disclaimers. Please read these limitations and disclaimers by following this link: <https://www.indiaratings.co.in/rating-definitions>. In addition, rating definitions and the terms of use of such ratings are available on the agency's public website www.indiaratings.co.in. Published ratings, criteria, and methodologies are available from this site at all times. India ratings' code of conduct, confidentiality, conflicts of interest, affiliate firewall, compliance, and other relevant policies and procedures are also available from the code of conduct section of this site.





ANNEXURE III: IN-PRINCIPLE APPROVAL FROM EXCHANGE
(Enclosed separately)



National Stock Exchange Of India Limited

Ref. No.:NSE/LIST/7689

May 14, 2024

To
The Company Secretary
National Bank for Agriculture and Rural Development
Plot no C 24, G Block Bandra Kurla Complex
Bandra East Mumbai

Kind Attention: Vinod Chandrasekharan

Dear Sir

Sub.: In-principle approval for proposed listing of Non-Convertible Securities on private placement basis

This is with reference to your application requesting for in-principle approval for General Information Document NABARD/GID/2024-25/01 dated May 09, 2024 for proposed listing of Unsecured, Rated, Redeemable, Taxable, Non Priority Sector, Non-Convertible Debt Securities In The Nature Of Bonds of face value of Rs. 100000 each to be issued in various tranches by National Bank for Agriculture and Rural Development. In this regard, the Exchange is pleased to grant in-principle approval for the said issue, subject to adequate disclosures to be made in the General Information Document / Key Information Document in terms of SEBI (Issue And Listing of Non-Convertible Securities) Regulations, 2021 as amended from time to time, applicable SEBI Circulars and other applicable laws in this regard and provided the Company prints the Disclaimer Clause as given below in the General Information Document / Key Information Document after the SEBI disclaimer clause:

“As required, a copy of this Offer Document has been submitted to National Stock Exchange of India Limited (hereinafter referred to as NSE). It is to be distinctly understood that the aforesaid submission or in-principle approval given by NSE vide its letter Ref.: NSE/LIST/7689 dated May 14, 2024 or hosting the same on the website of NSE in terms of SEBI (Issue And Listing of Non-Convertible Securities) Regulations, 2021 as amended from time to time, should not in any way be deemed or construed that the offer document has been cleared or approved by NSE; nor does it in any manner warrant, certify or endorse the correctness or completeness of any of the contents of this offer document; nor does it warrant that this Issuer’s securities will be listed or will continue to be listed on the Exchange; nor does it take any responsibility for the financial or other soundness of this Issuer, its promoters, its management or any scheme or project of this Issuer.

Every person who desires to apply for or otherwise acquire any securities of this Issuer may do so pursuant to independent inquiry, investigation and analysis and shall not have any claim against the Exchange whatsoever by reason of any loss which may be suffered by such person consequent to or in connection with such subscription /acquisition whether by reason of anything stated or omitted to be stated herein or any other reason whatsoever”



Ref. No.:NSE/LIST/7689

May 14, 2024

Please note that the approval given by us should not in any way be deemed or construed that the draft Offer Document has been cleared or approved by NSE; nor does it in any manner warrant, certify or endorse the correctness or completeness of any of the contents of this draft offer document; nor does it warrant that the securities will be listed or will continue to be listed on the Exchange; nor does it take any responsibility for the financial or other soundness of the Company, its promoters, its management or any scheme or project.

The in-principle approval granted by the Exchange is also subject to the Issuer submitting to the Exchange prior to opening of the issue and at the time of listing, a valid credit rating letter/rationale covering the total issuance amount under the Key Information Document.

Kindly also note that these debt instruments may be listed on the Exchange after the allotment process has been completed, provided the securities of the issuer are eligible for listing on the Exchange as per our listing criteria and the issuer fulfills the listing requirements of the Exchange. The issuer is responsible to ensure compliance with all the applicable guidelines issued by appropriate authorities from time to time including SEBI (Issue And Listing of Non-Convertible Securities) Regulations, 2021 as amended from time to time, applicable SEBI Circulars and other applicable laws in this regard.

Specific attention is drawn towards Para 1 of Chapter XV of SEBI Operational Circular No. SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021. Accordingly, Issuers of privately placed debt securities in terms of Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 and for whom accessing the electronic book platform (EBP) is not mandatory shall upload details of the issue with any one of the EBPs within one working day of allotment of securities. The details can be uploaded using the following links:

<https://www.nse-ebp.com>

<https://www.nseebp.com/ebp/rest/reportingentity?new=true>

This in-principle approval shall be valid for a period of one year from the date of opening of the first issue of securities under this General Information Document. Kindly note that such first issue of securities under this General Information Document should be opened within one year from the date of this letter.

Kindly note, this Exchange letter should not be construed as approval under any other Act /Regulation/Rule/Bye laws (except as referred above) for which the Company may be required to obtain approval from other department(s) of the Exchange. The Company is requested to separately take up matter with the concerned departments for approval, if any.

Yours faithfully,

For National Stock Exchange of India Limited

Prakash Kelkar,
Manager



DCS/COMP/PG/IP-PPDI/040/24-25

National Bank for Agriculture and Rural Development

Plot C-24, G Block, Bandra Kurla Complex
Bandra East, Mumbai, Maharashtra– 400051

Dear Sir/Madam

Re: Private Placement of Listed, Unsecured, Rated, Redeemable, Taxable, Non Priority Sector, Non-Convertible Debt Securities In The Nature Of Bonds/Commercial Paper (GID Ref no: NABARD/GID/2024-25/01 dated May 09, 2024)

We acknowledge receipt of your application on the online portal on May 27, 2024 seeking In-principle approval for issue of captioned security. In this regard, the Exchange is pleased to grant in-principle approval for listing of captioned security subject to fulfilling the following conditions at the time of seeking listing:

1. Filing of listing application.
2. Payment of fees as may be prescribed from time to time.
3. Compliance with SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 read with SEBI Circular No SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021 and circulars issued thereunder and also Compliance with provisions of Companies Act 2013.
4. Receipt of Statutory & other approvals & compliance of guidelines issued by the statutory authorities including SEBI, RBI, DCA etc. as may be applicable.
5. Compliance with change in the guidelines, regulations, directions, circulars of the Exchange, SEBI or any other statutory authorities, documentary requirements from time to time.
6. Compliance with below mentioned circular dated June 10, 2020 issued by BSE before opening of the issue to the investors.:
<https://www.bseindia.com/markets/MarketInfo/DispNewNoticesCirculars.aspx?page=20200610-31>
7. Issuers, for whom use of EBP is not mandatory, specific attention is drawn towards compliance with Chapter XV of SEBI Circular No SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021 and BSE Circular No 20210519-29 dated May 19, 2021. Accordingly, Issuers of privately placed debt securities in terms of SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 or ILDM Regulations for whom accessing the electronic book platform (EBP) is not mandatory shall upload details of the issue with any one of the EBPs within one working day of such issuance. The details can be uploaded using the following links [Electronic Issuance - Bombay Stock Exchange Limited \(bseindia.com\)](#).

8. It is advised that Face Value of NCDs issue through private placement basis should be kept as per Chapter V of SEBI Circular No SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021

9. Issuers are hereby advised to comply with signing of agreements with both the depositories as per Regulation 7 of SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 read with SEBI Circular No SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021.

10. Company is further requested to comply with SEBI Circular SEBI/HO/DDHS/DDHS-RACPOD1/CIR/P/2023/56 dated April 13, 2023, (if applicable) read along with BSE Circular <https://www.bseindia.com/markets/MarketInfo/DispNewNoticesCirculars.aspx?page=20230428-18> and ensure compliance of the same.

This In-Principle Approval is valid for a period of 1 year from the date of issue of this letter or period of 1 year from the date of opening of the first offer of debt securities under the General information Document, which ever applicable. The Exchange reserves its right to withdraw its in-principle approval at any later stage if the information submitted to the Exchange is found to be incomplete/incorrect/misleading/false or for any contravention of Rules, Bye-laws and Regulations of the Exchange, SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 read with SEBI Circular No SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021 and circulars issued thereunder, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Guidelines/Regulations issued by the statutory authorities etc. Further, it is subject to payment of all applicable charges levied by the Exchange for usage of any system, software or similar such facilities provided by BSE which the Company shall avail to process the application of securities for which approval is given vide this letter.

Yours faithfully,
For BSE Limited



Prasad Bhide
Senior Manager



Akshay Arolkar
Deputy Manager

Amount in ₹ Crore

Balance Sheet
Profit and Loss Account
&
Cash Flow
FY 2023-24



**National Bank for Agriculture and Rural
Development**
Head Office, Mumbai

To
The President of India
National Bank for Agriculture and Rural Development

REPORT ON THE AUDIT OF THE STANDALONE FINANCIAL STATEMENTS

1. OPINION

We have audited the accompanying Standalone Financial Statements of National Bank for Agriculture and Rural Development ('the Bank' or 'NABARD'), which comprise the Balance Sheet as at March 31, 2024, Profit and Loss Account and the Cash Flow Statement for the year then ended, and notes to the Standalone Financial Statements, including a summary of significant accounting policies and other explanatory information ('Standalone Financial Statements').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements are full and fair financial statements containing all necessary particulars and properly drawn up so as to exhibit a true and fair view of the state of affairs of the Bank as at March 31, 2024, its profits and its cash flows for the year ended on that date and give the information in conformity with National Bank for Agriculture and Rural Development (Additional) General Regulations, 1984 and the Accounting Standards notified by the Institute of Chartered Accountants of India ('ICAI') and accounting principles generally accepted in India.

2. BASIS OF OPINION

We conducted our audit in accordance with the Standards on Auditing ('SAs') issued by the ICAI. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. Those Standards require that we comply with ethical requirements. We are independent of the Bank in accordance with the Code of Ethics issued by ICAI and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide the basis for our opinion.

3. 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 for the year. These matters were

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addressed in the context of our audit of the Standalone Financial Statements, as a whole, and in forming our opinion thereon, we do not provide a separate opinion on the key audit matters. In our professional judgement, we have decided the following to be the key audit matter to be communicated in our report:

Particulars of the Key Audit Matter	Audit processes in the matter
<p><i>Multiple IT Systems:</i></p> <p>The Bank is dependent on technology considering significant number of transactions that are processed daily across multiple and discrete Information Technology ('IT') systems. The audit approach relies extensively on several reports generated by interface of these IT systems and inbuilt automated controls therein.</p> <p>The major IT systems concerning the financial reporting process include:</p> <ul style="list-style-type: none"> • CLMAS – transactions processing, workflows and financial reporting system • TALMS – Treasury Operations • Empower HRMS – HR and payroll • FAMS – Property, Plant and Equipment and processing of expenses • Interface/interplay of one or more of above systems in building up or generating reports <p>IT general and application controls are critical to ensure that changes to applications and underlying data are made in an appropriate manner. Adequate controls contribute to mitigating the risk of potential fraud or errors as a result of changes to the applications and data.</p> <p>Management of the Bank continuously endeavors several remediation activities and is in the process of bettering the implementation thereof aiming at minimization of the risks over IT applications in the financial reporting process.</p> <p>These includes implementation of preventive and detective controls across critical applications and infrastructure.</p> <p>Due to the pervasive nature, in our preliminary risk assessment, we planned our audit by assessing the risk of a material misstatement arising from the technology as significant for</p>	<p>We performed a range of audit procedures, which included:</p> <p>Review of the report of IS Audit carried out for half year ending September 30, 2023 by an independent firm of Chartered Accountants pertaining to IT systems, general controls including access rights over applications, operating systems and databases relied upon for financial reporting.</p> <p>Our audit tests were designed to cover the following:</p> <ul style="list-style-type: none"> • understanding the Bank's IT control environment and key changes in the course of our audit that were considered relevant to the audit; • selectively recomputing interest calculations and maturity dates; • Selectively re-evaluating masters updation, interface with resultant reports; • Selective testing of the interface of CLMAS with other IT systems like TALMS, Empower and several workflows; • Having regard to the incidences of incorrect system entries getting posted in the accounting system, detailed inquiries were made into 'root cause analysis' and about lack of adequate checks and balances around such entries, to obtain suitable explanations and representations. • Testing of the system generated reports and accounting entries manually for core financial reporting matters (i.e. verification around the computer system), so as to rectify the incorrect entries noticed during the audit.



the audit, hence the Key Audit Matter.	<ul style="list-style-type: none"> To avoid the scope of incorrect system entries, to have more useful system generated reports and to include more features/ fields into the system, the development of CLMAS 2.0 is under process.
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4. INFORMATION OTHER THAN THE FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON

The Bank's Management and Board of Directors are responsible for the preparation of the other information, comprising of the information such as Report of Board of Directors and such other disclosures included in the Bank's annual report, excluding the Financial Statements and auditors' report thereon ('Other Information').

The other information is expected to be made available to us after the date of this auditors' report. Our opinion on the standalone Financial statements does not cover the other information and we do not express any form of assurance or conclusion thereon.

In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements or our knowledge obtained in the auditor otherwise appears to be materially misstated. When we read the other Information and if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance as required under SA 720 'The Auditor's responsibilities Relating to other Information'.

5. MANAGEMENT'S RESPONSIBILITY FOR THE STANDALONE FINANCIAL STATEMENTS

The Bank's Management and the Board of Directors are responsible for the preparation of the Standalone Financial Statements in accordance with the National Bank for Agriculture and Rural Development (Additional) General Regulations, 1984, that give a true and fair view of the financial position, financial performance, and cash flows of the Bank. This responsibility also includes maintenance of adequate accounting records for safeguarding the assets of the Bank 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, 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, the Management and Board of Directors are also responsible for assessing the Bank'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 management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Bank's financial reporting process.

6. 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. Our audit processes in accordance with the SAs issued by the ICAI are narrated in Annexure 1 to this report.

7. OTHER MATTERS

We have made interim visits to 16 Regional Offices and 2 Staff Colleges in the second half of financial year 2023-24 for the purposes of audit and the same including Head Office, account for 89.82% of advances, 99.84% of deposits, 91.86% of interest income and 99.98% of interest expenses as on 31.03.2024. These Offices and Staff College have been selected in consultation with the management of the Bank. We have not visited any offices of the Bank other than HO after the year end as per the practice consistently followed over the years but have reviewed the returns and information pursuant to our requirements from the Regional Offices and Staff Colleges of the bank sent to the Head Office.

8. REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

The Balance Sheet and the Profit and Loss Account of the Bank including the heads and sub-heads have been drawn up as per Schedule 'A' and Schedule 'B' of Chapter IV of National Bank for Agriculture and Rural Development (Additional) General Regulations, 1984.

We further report that:

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b. The transactions of the Bank, which have come to our notice in course of our audit, have been within the powers of the Bank.
- c. In our opinion, the Balance sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts and with the returns received from the regional offices and Staff Colleges not



visited by us.

- d. In our opinion, the Standalone Financial Statements comply with the applicable accounting standards, in all material aspects.

For MKPS & Associates
Chartered Accountants
Firm Regn. No- 302014E

M. Ramakrishnan Mani

CA. RAMAKRISHNAN MANI
Partner
Membership No. 032271

Place: Mumbai
Date: May 24, 2024
UDIN: 24032271BKBFNL7591



Annexure 1 to the Independent Auditors' Report

(referred to in para 6 titled "Auditor's Responsibility for the Audit of the Standalone Financial Statements")

As part of our 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, to design and perform audit procedures responsive to those risks and obtain audit evidence for material items 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 controls.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bank's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of the Bank.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 Bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
- From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period as per our professional judgement and are therefore Key Audit Matters. We describe such matters in our Auditor's Report, unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



**NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT
STANDALONE BALANCE SHEET AS ON 31 MARCH 2024**

(Amount in ₹ crore)

Sr.No.	FUNDS AND LIABILITIES	SCHE DULE	As on 31.03.2024	As on 31.03.2023
1	Capital (Under Section 4 of the NABARD Act, 1981)		17,080.00	17,080.00
2	Reserve Fund and other Reserves	1	55,787.40	49,686.28
3	National Rural Credit Funds	2	16,106.00	16,102.00
4	Gifts, Grants, Donations and Benefactions	3	6,691.17	6,711.28
5	Government Schemes	4	1,506.36	1,106.99
6	Deposits	5	3,01,958.07	2,78,100.87
7	Bonds and Debentures	6	2,86,150.10	2,46,677.25
8	Borrowings	7	2,01,082.58	1,64,080.89
9	Current Liabilities and Provisions	8	24,500.88	22,106.83
	Total		9,10,862.56	8,01,652.39
	Forward Foreign Exchange Contracts (Hedging) as per contra		579.49	950.88

Schedules referred to above form an integral part of accounts



**NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT
STANDALONE BALANCE SHEET AS ON 31 MARCH 2024**

(Amount in ₹ crore)

Sr. No	PROPERTY AND ASSETS	SCHEDULE	As on 31.03.2024	As on 31.03.2023
1	Cash and Bank Balances	9	37,354.14	16,372.09
2	Investments	10	69,827.79	48,564.66
3	Advances	11	7,95,104.30	7,30,900.54
4	Property, Plant and Equipment (Fixed Assets)	12	548.84	528.03
5	Other Assets	13	8,027.49	5,287.07
	Total		9,10,862.56	8,01,652.39
	Forward Foreign Exchange Contracts (Hedging) as per contra		579.49	950.88
	Commitment and Contingent Liabilities	17		
	Significant Accounting Policies and Notes on Accounts	18		

Schedules referred to above form an integral part of accounts

As per our attached report of even date
for MKPS & Associates
Chartered Accountants
FRN: 302014E

M. Ramakrishnan
CA. Ramakrishnan Mani
Partner
Membership No.: 032271
Mumbai
Date : 24 May 2024



S. Srinath
S. Srinath
Chief General Manager
Accounts Department

Shaji K. V.
Shaji K. V.
Chairman

Goverdhan Singh Rawat
Goverdhan Singh Rawat
Deputy Managing Director

Dr. Ajay Kumar Sood
Dr. Ajay Kumar Sood
Deputy Managing Director



**NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT
STANDALONE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2024**

(Amount in ₹ crore)

Sr.No.	INCOME	SCHE DULE	2023-24	2022-23
1	Interest on Loans and Advances		43,432.35	36,476.32
2	Income from Investment Operations / Deposits		5,310.25	2,666.86
3	Other Receipts		104.00	187.36
	Total "A"		48,846.60	39,330.54

Sr.No.	EXPENDITURE	SCHE DULE	2023-24	2022-23
1	Interest and Financial Charges (Refer Note B-30 of Schedule-18)	14	36,912.84	30,351.03
2	Establishment and Other Expenses	15 A	3,365.24	1,709.31
3	Expenditure on Promotional Activities	15 B	136.02	136.75
4	Provisions	16	316.81	528.58
5	Depreciation		47.78	50.17
	Total "B"		40,778.69	32,775.84
6	Profit before Tax (A - B)		8,067.91	6,554.70
7	Provision for			
	a) Income Tax		1,990.00	1,520.00
	b) Income Tax Adjustment for earlier years		-	(324.02)
	b) Deferred Tax (Refer Note B-21.5 of Schedule 18)		(25.21)	(1.07)
8	Profit after Tax		6,103.12	5,359.79
	Significant Accounting Policies and Notes on Accounts	18		

Note - Discount and commission earned have been grouped under the respective head of Income on Loan & Advances or Income from Investments operations-Deposits without the separate disclosure under the head "Discount and Commissions" as required in the format prescribed under NABARD (Additional) General Regulations, 1984.

Schedules referred to above form an integral part of accounts



**NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT
PROFIT AND LOSS APPROPRIATION ACCOUNT**

(Amount in ₹ crore)

Sr.No.	APPROPRIATIONS / WITHDRAWALS	2023-24	2022-23
1	Profit for the year brought down	6,103.12	5,359.79
2	Add: Withdrawals from funds against expenditure debited to Profit & Loss A/c [Refer Schedule 1]		
a)	Co-operative Development Fund	33.29	33.63
b)	Research and Development Fund	42.30	30.45
c)	Producers' Organisation Development Fund - NABARD	3.95	3.84
d)	Rural Infrastructure Promotion Fund	3.09	5.34
e)	Farm Sector Promotion Fund	28.27	28.68
f)	Climate Change Fund	0.39	2.53
g)	Gramya Vikas Nidhi	63.50	61.75
h)	Catalytic Capital Fund	2.94	0.98
i)	Technology Facilitation Fund	0.59	-
j)	Investment Fluctuation Reserve	-	936.30
3	Profit available for Appropriation	6,281.44	6,463.29
	Less: Transferred to: [Refer Schedule 1&2]		
a)	Special Reserves u/s 36(1) (viii) of IT Act, 1961	700.00	850.00
b)	National Rural Credit (Long Term Operations) Fund	1.00	1.00
c)	National Rural Credit (Stabilisation) Fund	1.00	1.00
d)	Research and Development Fund	42.30	30.45
e)	Investment Fluctuation Reserve	-	-
f)	Co-operative Development Fund	33.29	33.63
g)	Producers' Organisation Development Fund - NABARD	3.95	3.84
h)	Rural Infrastructure Promotion Fund	3.09	5.34
i)	Farm Sector Promotion Fund	28.27	28.68
j)	Gramya Vikas Nidhi	63.50	61.75
k)	Climate Change Fund	0.39	2.53
l)	Catalytic Capital Fund	2.94	0.98
m)	Forex Fluctuation Reserve	-	5.51
n)	Financial Inclusion Fund	-	20.32
o)	Technology Facilitation Fund	0.59	50.00
p)	Reserve Fund	5,401.12	5,368.26
	Total	6,281.44	6,463.29

Schedules referred to above form an integral part of accounts

As per our attached report of even date
for MKPS and Associates
Chartered Accountants
FRN: 302014E

M. Ramakrishnan
CA. Ramakrishnan Mani
Partner
Membership No.: 032271
Mumbai
Date: 24 May 2024



Shaji K. V.
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S. Srinath
S. Srinath
Chief General Manager
Accounts Department

Dr. Ajay Kumar Sood
Dr. Ajay Kumar Sood
Deputy Managing Director



SCHEDULES TO BALANCE SHEET
Schedule 1 - Reserve Fund and Other Reserves

(Amount in ₹ crore)

Sr. No.	Particulars	Opening Balance as on 01.04.2023	Additions/Transferred from P&L Appropriation	Withdrawals/Transferred to P&L Appropriation	Balance as on 31.03.2024
1	Reserve Fund*	34,398.02	5,401.12	-	39,799.14
2	Research and Development Fund	50.00	42.30	42.30	50.00
3	Capital Reserve	74.81	-	-	74.81
4	Investment Fluctuation Reserve	1,885.70	-	-	1,885.70
5	Co-operative Development Fund	200.00	33.29	33.29	200.00
6	Special Reserves Created & Maintained u/s 36(1)(viii) of Income Tax Act, 1961	12,450.00	700.00	-	13,150.00
7	Producers' Organisation Development Fund - NABARD	300.00	3.95	3.95	300.00
8	Rural Infrastructure Promotion Fund	50.00	3.09	3.09	50.00
9	Farm Sector Promotion Fund	60.00	28.27	28.27	60.00
10	Gramya Vikas Nidhi	110.00	63.50	63.50	110.00
11	Climate Change Fund	20.00	0.39	0.39	20.00
12	Catalytic Capital Fund	20.00	2.94	2.94	20.00
13	Forex Fluctuation Reserve Fund	17.75	-	-	17.75
14	Technology Facilitation Fund	50.00	0.59	0.59	50.00
	Total	49,686.28	6,279.44	178.32	55,787.40
	Previous year	43,939.18	6,850.60	1,103.50	49,686.28

*Note- The format prescribed in NABARD (Additional) General Regulations, 1984 for 'Reserve fund and Other Reserves' has Profit and Loss Account as one of the sub-item. Since the bank has the practice of transferring the balance in profit and loss account after all the appropriations to Reserve fund, there remains no balance in profit and loss account due to which the same has not been separately disclosed above.



Schedule 2 - National Rural Credit Funds

(Amount in ₹ crore)

Sr. No.	Particulars	Opening Balance as on 01.04.2023	Contribution by RBI	Transferred from P&L Appropriation	Balance as on 31.03.2024
1	National Rural Credit (Long Term Operations) Fund	14,501.00	1.00	1.00	14,503.00
2	National Rural Credit (Stabilisation) Fund	1,601.00	1.00	1.00	1,603.00
	Total	16,102.00	2.00	2.00	16,106.00
	Previous year	16,098.00	2.00	2.00	16,102.00



Schedule 3 - Gifts, Grants, Donations and Benefactions

(Amount in ₹ crore)

Sr. No	Particulars	Opening Balance as on 01.04.2023	Additions during the year	Interest Credited*	Expenditure / Adjustments during the year	Balance as on 31.03.2024
A.	Grants from International Agencies					
1	KfW - NABARD V Fund for Adivasi Programme	-	-	-	-	-
2	KfW NB UPNRM - Accompanying Measures	-	0.09	-	0.09	-
3	KfW NB UPNRM - Financial Contribution	0.15	-	-	-	0.15
4	Indo German Watershed Development Programme - Andhra Pradesh	0.72	-	0.02	0.74	-
5	Indo German Watershed Development Programme - Gujarat	0.03	-	-	0.03	-
6	Indo German Watershed Development Programme - Rajasthan	0.06	-	-	0.06	-
7	GIZ UPNRM Technical Collaboration	0.03	-	-	-	0.03
8	Climate Change - (AFB) - Project Formulation Grant	21.10	-	0.63	(0.12)	21.85
9	GIZ Soil Project	1.41	-	-	-	1.41
10	KfW Soil Project	2.24	12.95	-	13.73	1.46
11	GCF Project Grants	1.37	101.91	0.07	83.03	20.32
B.	Other Funds					
1	Watershed Development Fund	1,472.43	-	43.35	102.84	1,412.94
2	Interest Differential Fund - (Forex Risk)	230.63	8.97	-	16.17	223.43
3	Interest Differential Fund - TAWA	0.10	-	-	-	0.10
4	Adivasi Development Fund	5.77	-	-	-	5.77
5	Tribal Development Fund	1,258.61	-	36.73	122.11	1,173.23
6	Financial Inclusion Fund (i)	3,039.04	343.11	90.49	320.30	3,152.34



Sr. No	Particulars	Opening Balance as on 01.04.2023	Additions during the year	Interest Credited*	Expenditure / Adjustments during the year	Balance as on 31.03.2024
7	Financial Inclusion Fund - Digital	-	-	-	-	-
8	PODF-ID	292.92	-	8.45	41.39	259.98
9	National Bank - Swiss Development Cooperation Project	66.94	0.83	-	(0.01)	67.78
10	RPF & RIF - Off-Farm Sector Promotion Fund	23.27	0.28	-	0.66	22.89
11	Centre for Professional Excellence in Co-operatives - (C-PEC)	3.26	-	0.24	-	3.50
12	LTIF Interest Fluctuation Reserve Fund	164.17	19.65	4.92	0.01	188.73
13	National Adaptation Fund for Climate Change a/c	56.67	-	1.82	55.24	3.25
14	Capacity Building Fund for Social Stock Exchange	5.00	4.50	-	0.10	9.40
15	Climate Change Fund - ID (ii)	65.36	77.13	1.96	21.84	122.61
	Total	6,711.28	569.42	188.68	778.21	6,691.17
	Previous year	6,602.27	665.35	184.42	740.76	6,711.28

*Refer B-27 of Schedule 18

includes income tax paid on interest differential credited to funds:

(i) includes ₹ 77.65 crore being the income tax paid

(ii) includes ₹ 19.41 crore being income tax paid



Schedule 4 - Government Schemes

(Amount in ₹ crore)

Sr. No	Particulars	Opening Balance as on 01.04.2023	Additions during the year	Interest Credited*	Expenditure / Adjustments during the year	Balance as on 31.03.2024
A	Government Subsidy Schemes					
1	Capital Investment Subsidy for Cold Storage Projects - NHB	0.89	-	-	-	0.89
2	Capital Subsidy for Cold Storage TM North East	0.08	-	-	-	0.08
3	Credit Linked Capital Subsidy for Technology Upgradation of SSIs	0.43	0.27	-	(0.20)	0.90
4	On-farm Water Management for Crop Production	0.07	-	-	-	0.07
5	Bihar Ground Water Irrigation Scheme (BIGWIS)	78.98	-	-	-	78.98
6	Cattle Development Programme - Uttar Pradesh	0.03	-	-	-	0.03
7	Cattle Development Programme - Bihar	0.10	-	0.01	-	0.11
8	National Project on Organic Farming	1.80	-	-	-	1.80
9	Integrated Watershed Development Programme - Rashtriya Sam Vikas Yojana	4.29	-	-	-	4.29
10	Dairy and Poultry Venture Capital Fund	2.21	-	-	(0.62)	2.83
11	Poultry Venture Capital Fund	0.15	0.05	-	0.05	0.15
12	ISAM - Agricultural Marketing Infrastructure	13.87	1,465.59	0.55	1,028.54	451.47
13	National Livestock Mission - PVCF EDEG	80.92	-	-	(0.65)	81.57
14	Centrally Sponsored Scheme for establishing Poultry Estate	0.08	-	-	-	0.08
15	Multi Activity Approach for Poverty Alleviation - Sultanpur Uttar Pradesh	0.08	-	0.01	-	0.09
16	Multi Activity Approach for Poverty Alleviation - BAIF - Rae Bareilly, Uttar Pradesh	0.02	-	-	-	0.02
17	Dairy Entrepreneurship Development Scheme	8.19	-	-	(3.45)	11.64
18	CSS for Solar Mission	0.03	-	-	-	0.03
19	CSS - JNNM - Solar Lighting	2.76	-	-	-	2.76
20	CSS - Solar Photovoltaic Water Pumping	0.03	-	-	-	0.03
21	Capital Subsidy Scheme - Agri Clinic Agri Business Centres	1.75	14.48	0.01	11.62	4.62
22	CSS MNRE Lighting Scheme 2016	0.11	-	-	-	0.11
23	Artificial Recharge of Groundwater in Hard Rock Area	4.62	-	-	-	4.62
24	CSS On Formation And Promotion Of FPO	-	-	-	(0.67)	0.67



Sr. No	Particulars	Opening Balance as on 01.04.2023	Additions during the year	Interest Credited*	Expenditure / Adjustments during the year	Balance as on 31.03.2024
B	Other Government Schemes					
1	Agriculture Debt Waiver and Debt Relief Scheme (ADWDR), 2008	283.71	-	-	-	283.71
2	Women's Self Help Groups [SHGs] Development Fund	17.15	-	0.01	10.93	6.23
3	Produce Fund	6.85	-	-	6.85	0.00
4	Revival of 23 unlicensed DCCBs	-	-	-	-	-
5	Interest Subvention (Sugar Term Loan)	80.45	400.00	3.15	478.41	5.19
6	AMI - Workshop Assistance Fund	0.01	-	-	-	0.01
7	Kutch Drought Proofing Project	0.22	-	-	-	0.22
8	Revival Package for Long Term Cooperative Credit Structure (LTCCS)	20.00	-	-	-	20.00
9	Revival Reform and Restructure of Handloom Sector	3.88	-	-	(0.23)	4.11
10	Comprehensive Handloom Package	-	-	-	-	-
11	Interest Subvention (SAO, NRLM, NWR)	392.59	9,348.31	-	9,247.28	493.62
12	Arunachal Agri Start Up Scheme	0.50	-	-	-	0.50
13	Centrally sponsored Project-PACS Computerisation	100.14	40.93	2.04	98.18	44.93
	Total	1,106.99	11,269.63	5.78	10,876.04	1,506.36
	Previous year	5,888.63	8,398.27	95.43	13,275.34	1,106.99

*Refer B-27 of Schedule 18



Schedule 5 - Deposits

(Amount in ₹ crore)

Sr. No.	Particulars	As on 31.03.2024	As on 31.03.2023
1	Central Government	-	-
2	State Governments	-	-
3	Others		
	a) Tea / Rubber / Coffee Deposits	52.80	56.90
	b) Deposits under RIDF	1,86,684.79	1,63,069.25
	c) ST Cooperative Rural Credit Fund	50,517.76	50,432.08
	d) ST RRB Credit Refinance Fund	15,157.91	15,047.00
	e) Warehouse Infrastructure Fund	3,890.00	4,050.00
	f) Long Term Rural Credit Fund	45,174.81	44,995.64
	g) Food Processing Fund	480.00	450.00
	Total	3,01,958.07	2,78,100.87

Schedule 6 - Bonds and Debentures

(Amount in ₹ crore)

Sr. No.	Particulars	As on 31.03.2024	As on 31.03.2023
1	Tax Free Bonds	5,000.00	5,000.00
2	Non Priority Sector Bonds	1,49,580.15	1,21,147.80
3	Capital Gains Bonds	-	-
4	PMAY-G - Gol Fully Serviced Bonds	48,809.60	48,809.60
5	Bonds - LTIF	38,160.25	38,160.25
6	LTIF - Gol Fully Serviced Bonds	19,506.80	19,506.80
7	SBM (G) - Gol Fully Serviced Bonds	12,298.20	12,298.20
8	Micro Irrigation Fund (MIF) Bonds	1,754.60	1,754.60
9	Social Bonds	1,040.50	-
10	Infra Bonds	10,000.00	-
	Total	2,86,150.10	2,46,677.25

Schedule 7 - Borrowings

(Amount in ₹ crore)

Sr. No.	Particulars	As on 31.03.2024	As on 31.03.2023
1	Central Government	-	-
2	Reserve Bank of India	-	-
3	Others		
	(A) In India		
	(i) Certificate of Deposits	23,629.90	18,386.30
	(ii) Commercial Paper	52,112.64	42,537.72
	(iii) Tri Party Repo	28,270.07	19,171.95
	(iv) Term Money Borrowings	2,508.21	1,942.13
	(v) Term Loan from Banks	94,007.43	77,455.01
	(vi) JNN Solar Mission	2.81	2.81
	(vii) Borrowing against Short Term Deposits	-	3,674.99
	(B) Outside India		
	(i) International Agencies	551.52	909.98
	Total	2,01,082.58	1,64,080.89



Schedule 8 - Current Liabilities and Provisions

(Amount in ₹ crore)

Sr. No.	Particulars	As on 31.03.2024	As on 31.03.2023
1	Interest / Discount Accrued	10,185.96	8,026.72
2	Sundry Creditors	3,374.62	3,327.31
3	Subsidy Reserve (Co-finance, Cold Storage, CSAMI)	25.81	29.04
4	Provision for Gratuity (Refer Note B-21.2 of Schedule 18)	10.47	25.75
5	Provision for Pension (Refer Note B-21.2 of Schedule 18)	126.64	-
6	Provision for Encashment of Ordinary Leave (Refer Note B-21.2 of Schedule 18)	378.50	365.22
7	Provision for Post Retirement Medical Benefit (Refer Note B-21.2 of Schedule 18)	170.21	148.34
8	Provision for Salary Revision (Refer Note B-35 of Schedule 18)	318.17	75.17
9	Unclaimed Interest on Bonds	2.99	2.82
10	Bonds matured but not claimed	13.15	14.69
11	Bond Premium	50.12	45.70
12	Provisions and Contingencies		
(a)	Depreciation in value of Investment		
	(i) Government securities		
	(ia) Securities of Central & State Government	1,033.42	1,548.66
	(ib) Treasury Bills	-	-
	(ii) Other Approved securities	-	-
	(iii) Equity shares	-	-
	(iv) Debenture and Bonds	19.46	30.59
	(v) Subsidiaries and joint venture	-	-
	(vi) Others	-	-
(b)	Amortisation of G. Sec. - HTM	147.16	77.57
(c)	For Standard Assets	3,302.00	2,932.00
(d)	Non-performing Investments	317.32	326.80
(e)	Countercyclical Provisioning Buffer / Floating Provision	2,014.45	2,014.45
(f)	Provision for Other Assets & Receivables	4.45	4.45
(g)	Provision for Income Tax [Net of Advance Tax]	3,005.98	3,111.55
	Total	24,500.88	22,106.83

Note- Non Performing Advances have been adjusted against the Advances shown in Schedule-11



Schedule 9 - Cash and Bank Balances

(Amount in ₹ crore)

Sr. No.	Particulars	As on 31.03.2024	As on 31.03.2023
1	Cash in hand	-	-
2	Balances with :		
	A) Banks in India		
	(i) Reserve Bank of India	3,561.58	4,800.93
	(ii) Other Banks		
	a) In Current Account	3,747.24	3,110.33
	b) Deposit with Banks	22,590.00	7,781.00
	(iii) Remittance in Transit	-	400.00
	(B) Banks outside India	-	-
3	Tri Party Repo- Lending	7,455.32	279.83
	Total	37,354.14	16,372.09



Schedule 10 - Investments

(Amount in ₹ crore)

Sr. No	Particulars	As on 31.03.2024	As on 31.03.2023
1	Government Securities		
	a) Securities of Central Government & State Govt.	34,497.72	34,633.14
	[Face ₹ 3,29,78,86,70,000 (₹3,26,61,36,70,000)]	-	-
	b) Treasury Bills	18,806.69	3,341.98
	[Face Value ₹1,96,58,33,80,000 (₹34,97,07,20,000)]	-	-
2	Other Approved Securities	-	-
3	Equity Shares in :	-	-
(a)	Agricultural Finance Corporation Ltd. [1,000 (1,000) - Equity shares of ₹10,000 each]	1.00	1.00
(b)	Small Industries Development Bank of India [5,31,92,203 (5,31,92,203) - Equity shares of ₹10 each]	966.27	966.27
(c)	Agriculture Insurance Company of India Ltd. [6,00,00,000 (6,00,00,000) - Equity shares of ₹10 each]	60.00	60.00
(d)	Multi Commodity Exchange of India Ltd. [3,77,758 (3,77,758) - Equity shares of ₹10 each]	0.30	0.30
(e)	National Commodity and Derivatives Exchange Ltd. [56,25,000 (56,25,000) - Equity shares of ₹10 each]	16.87	16.88
(f)	CSC e-Governance Services India Ltd [55,000 (55,000) Equity shares of ₹1000 each]	9.75	9.75
(g)	Agriculture Skill Council of India [4,000 (4000) Shares of ₹10 each]	-	0.00
(h)	National E-Governance Services India Ltd [Equity] [15,00,000 (15,00,000) Shares of ₹10 each]	1.50	1.50
(i)	National e-Repository Ltd. [105,30,000 (105,30,000) Shares of ₹10 each]	10.53	10.53
(j)	Open Network for Digital Commerce [40,00,000 (10,00,000) Shares of ₹100 each]	40.00	10.00
(k)	Other Equity Investments	20.02	28.08
4	Debentures and Bonds	-	-
(i)	Special Dev Debentures of SCARDBs (Refer Note B-34 of Schedule 18)	134.06	244.81
(ii)	Non Convertible Debentures	826.12	906.68
5	Shareholding in subsidiaries and Joint Venture		



Sr. No	Particulars	As on 31.03.2024	As on 31.03.2023
(a)	Shareholding in subsidiaries		
(i)	NABFINS Ltd. (formerly known as NABARD Financial Services [Karnataka] Ltd.) [10,20,06,300 (10,20,06,300) - Equity shares of ₹10 each]	102.01 -	102.01
(ii)	NABSAMRUDDHI Finance Ltd. [11,27,88,000 (11,27,88,000) - Equity shares of ₹10 each]	145.06 -	145.05
(iii)	NABKISAN Finance Ltd. [15,05,00,063 (15,05,00,063) - Equity shares of ₹10 each]	227.57 -	227.57
(iv)	NABARD Consultancy Services Pvt. Ltd. [50,00,000 (50,00,000) - Equity shares of ₹10 each]	5.00 -	5.00
(v)	NABVENTURES Ltd [2,50,00,000 (2,50,00,000) - Equity shares of ₹10 each]	25.00 -	25.00
(vi)	NABFOUNDATION [5,00,00,000 (5,00,00,000) - Equity shares of ₹10 each]	50.00	50.00
(vii)	NABSANRAKSHAN TRUSTEE PVT LTD [5,00,00,000 (5,00,00,000) - Equity shares of ₹10 each]	50.00	50.00
(b)	Joint Venture	-	-
6	Others		
(a)	Mutual Fund	5,293.40	3,890.26
(b)	Commercial Paper [Face Value ₹200,00,00,000 (₹200,00,00,000)]	185.05 -	185.05
(c)	Certificate of Deposit [Face Value ₹ 79,70,00,00,000 (₹34,45,00,00,000.00)]	7,900.10 -	3,266.42
(d)	Venture Capital Funds / AIFs	414.51	326.36
(e)	Investment Earmarked towards EOL [Refer note B-21.2 of Schedule 18]	39.26	61.02
	Total	69,827.79	48,564.66



Schedule 11 - Advances

(Amount in ₹ crore)

Sr.No.	Particulars	As on 31.03.2024	As on 31.03.2023
1	Refinance Loans		
(a)	Production & Marketing Credit	1,58,705.71	1,40,912.79
(b)	Conversion Loans for Production Credit	-	-
(c)	Other Investment Credit	-	-
(i)	Medium Term and Long Term Project Loans	2,68,113.97	2,51,794.43
(ii)	Direct refinance to DCCBs	20,504.10	13,955.92
(iii)	JNN Solar Mission	-	-
2	Direct Loans		
(a)	Loans under Rural Infrastructure Development Fund	1,70,006.64	1,54,069.63
(b)	Loans under Warehouse Infrastructure Fund	3,385.86	4,091.60
(c)	Long Term Non-Project Loans	331.85	338.31
(d)	Loans under NABARD Infrastructure Development Assistance (NIDA)	32,403.74	27,889.73
(e)	Loans to Producers' Organisation	0.53	6.42
(f)	Credit Facility to Federations[CFF]	20,583.03	17,355.21
(g)	Loans under Food Processing Fund	431.38	421.84
(h)	Loans under Long Term Irrigation Fund	53,617.32	53,966.35
(i)	Pradhan Mantri Aawas Yojana - Gramin	48,819.03	48,819.03
(j)	Swacch Bharat Mission Gramin	12,298.20	12,298.20
(k)	Dairy Infrastructure and Development Fund	1,508.16	1,499.60
(l)	Loan Under GCF	551.52	372.68
(m)	Micro Irrigation Fund	3,036.88	2,516.02
(n)	Fisheries and Aquaculture Infrastructure Development Fund	801.50	561.68
(o)	Other Loans	-	-
(i)	Micro Finance Development Equity Fund Programme Loans	-	0.11
(ii)	Watershed Development Fund Programme Loans	3.69	7.22
(iii)	Tribal Development Fund Programme Loans	-	-
(iv)	KfW UPNRM Loans	0.73	23.14
(v)	Off Farm Sector Promotion Activities Programme Loans	0.46	0.63
(vi)	Direct Loan Under Sec 30 of NABARD Act [Refer Note B-3.5 of Schedule 18]	-	-
	Total	7,95,104.30	7,30,900.54

Note- The Advances are net-off the provisions for Non-performing Assets amounting to ₹ 1,983.25 crore.



Schedule 12 - Fixed Assets

(Amount in ₹ crore)

Sr. No	Particulars	As on 31.03.2024	As on 31.03.2023
1	LAND : Freehold & Leasehold (Refer Note B-33 of Schedule 18)		
	Opening Balance	195.79	195.26
	Additions/adjustments during the year	-	0.53
	Sub-Total	195.79	195.79
	Less: Cost of assets sold/written off	-	-
	Closing Balance (at cost)	195.79	195.79
	Less: Amortisation of Lease Premium	65.70	64.16
	Book Value	130.09	131.63
2	PREMISES (Refer Note B-33 of Schedule 18)		
	Opening Balance	652.24	652.24
	Additions / Adjustments during the year	6.96	-
	Sub-Total	659.20	652.24
	Less: Cost of assets sold/written off	-	-
	Closing Balance (at cost)	659.20	652.24
	Less: Depreciation to date	350.27	334.35
	Book Value	308.93	317.89
3	FURNITURE & FIXTURES		
	Opening Balance	66.70	65.44
	Additions/adjustments during the year	0.72	1.48
	Sub-Total	67.42	66.92
	Less: Cost of assets sold/written off	0.19	0.22
	Closing Balance (at cost)	67.23	66.70
	Less: Depreciation to date	61.62	60.02
	Book Value	5.61	6.68
4	COMPUTER INSTALLATIONS & OFFICE EQUIPMENTS		
	Opening Balance	216.45	208.46
	Additions/adjustments during the year	34.34	10.54
	Sub-Total	250.79	219.00
	Less: Cost of assets sold/written off	2.07	2.55
	Closing Balance (at cost)	248.72	216.45
	Less: Depreciation to date	210.35	186.12
	Book Value	38.37	30.33
5	VEHICLES		
	Opening Balance	13.30	13.07
	Additions/adjustments during the year	6.06	4.56
	Sub-Total	19.36	17.63
	Less: Cost of assets sold/written off	4.52	4.33
	Closing Balance (at cost)	14.84	13.30
	Less: Depreciation to date	5.93	5.62
	Book Value	8.91	7.68
6	Capital Work in Progress	56.93	33.82
	Total	548.84	528.03



Schedule 13 - Other Assets

(Amount in ₹ crore)

Sr. No.	Particulars	As on 31.03.2024	As on 31.03.2023
1	Accrued Interest	5,564.26	3,065.57
2	Discount Receivable	294.78	134.28
3	Deposits with Landlords	1.39	1.36
4	Deposits with Government Departments and Other Institutions	54.14	54.07
5	Housing loan to staff	142.55	120.77
6	Other Advances to staff	95.00	91.42
7	Sundry Advances	75.04	63.85
8	Deferred Tax Assets (Refer Note B-21.5 of Schedule 18)	190.23	165.02
9	Receivable from Government of India/International Agencies. (Refer Note B-28 & 30 of Schedule 18)	1,486.25	1,415.11
10	Discount on issue of Bonds	121.42	175.62
11	Other Assets - Input Tax Credit – GST	2.43	-
	Total	8,027.49	5,287.07



Schedule 14 - Interest and Financial Charges

(Amount in ₹ crore)

Sr. No.	Particulars	2023-24	2022-23
1	Interest Paid on		
(a)	Deposits under RIDF	6,042.03	4,921.28
(b)	Short Term Cooperative Rural Credit Fund	2,169.93	2,108.64
(c)	ST RRB Credit Refinance Fund	653.48	533.78
(d)	Warehouse Infrastructure Fund	121.11	151.93
(e)	Long Term Rural Credit Fund	1,440.00	1,270.34
(f)	Fund for Food Processing Units	15.55	13.13
(g)	Tea / Coffee / Rubber Deposits	2.82	3.12
(h)	Term Money Borrowings	112.97	82.79
(i)	Bonds (Refer Note B-30 & 38 of Schedule 18)	16,367.23	13,765.25
(j)	Term Loan from Banks	5,280.67	4,355.49
(k)	Borrowings from International Agencies	16.28	23.92
(l)	Discount on Commercial Paper	2,182.71	1,272.11
(m)	Discount on Certificate of Deposits	1,620.20	803.52
(n)	Repo Interest Expenditure	14.50	8.31
(o)	Interest paid on funds	187.09	223.10
(p)	Borrowing from RBI under SLF	-	385.27
(q)	Borrowing against ST Deposit	3.18	0.86
2	Discount on CBLO / TREPS	606.16	376.70
3	Discount, Brokerage, Commission & issue exp. on Bonds and Securities	52.81	25.09
4	Swap Charges	24.12	26.40
	Total	36,912.84	30,351.03



Schedule 15 A - Establishment and Other Expenses

(Amount in ₹ crore)

Sr. No	Particulars	2023-24	2022-23
1	Salaries and Allowances (Refer Note B-35 of Schedule 18)	1,360.80	768.27
2	Contribution to / Provision for Staff Superannuation Funds	1,298.04	367.73
3	Other Perquisites & Allowances	227.03	189.55
4	Travelling & Other allowances in connection with Directors' & Committee Members' Meetings	0.21	0.08
5	Directors' & Committee Members' Fees	0.31	0.28
6	Rent, Rates, Insurance, Lighting etc.	41.70	41.85
7	Travelling Expenses	56.49	44.31
8	Printing & Stationery	6.16	5.87
9	Postage Telegrams & Telephones	23.49	21.95
10	Repairs	16.88	22.24
11	Auditors' Fees	0.26	0.27
12	Legal Charges	2.15	1.84
13	Miscellaneous Expenses	217.20	180.31
14	Expenditure on Miscellaneous Assets	9.20	7.56
15	Expenditure on Study & Training	105.32	57.20
	Total	3,365.24	1,709.31

Schedule 15 B - Expenditure on promotional activities

(Amount in ₹ crore)

Sr. No	Particulars	2023-24	2022-23
1	Cooperative Development Fund	33.29	33.63
2	Producers' Organization Development Fund - NABARD	3.95	3.84
3	Rural Infrastructure Promotion Fund	3.09	5.34
4	Expenditure under Farm Sector Promotion Fund	28.27	28.68
5	Expenditure under Climate Change Programme	0.39	2.53
6	Gramya Vikas Nidhi	63.50	61.75
7	Catalytic Capital Fund	2.94	0.98
8	Technology Facilitation Fund	0.59	-
	Total	136.02	136.75



Schedule 16- Provisions

(Amount in ₹ crore)

Sr. No.	Particulars	2023-24	2022-23
	Provisions for		
1	Standard Assets	370.00	201.00
2	Non-Performing Assets	(67.97)	338.22
3	Floating Provision	-	-
4	Depreciation in value of Investment Account - Equity	14.78	(10.64)
	Total	316.81	528.58

Schedule 17 - Commitments and Contingent Liabilities

(Amount in ₹ crore)

Sr. No	Particulars	As on 31.03.2024	As on 31.03.2023
1	Commitments on account of capital contracts remaining to be executed	11.85	14.00
	Sub Total "A"	11.85	14.00
2	Contingent Liabilities		
(i)	Bank Guarantee	24.18	24.18
(ii)	Claims against the Bank not acknowledged as debt.	-	-
(iii)	Pending legal cases including Income Tax Appeals	370.49	369.32
	Sub Total "B"	394.67	393.50
	Total (A + B)	406.52	407.50



Schedule 18

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

A. SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Preparation:

The financial statements are prepared on the historical cost convention and comply with all material aspects contained in the National Bank for Agriculture and Rural Development Act, 1981 and Regulations thereof, applicable Accounting Standards (AS) issued by the Institute of Chartered Accountants of India (ICAI) and regulatory norms prescribed by the Reserve Bank of India (RBI). Except otherwise mentioned, the accounting policies have been consistently applied by the National Bank for Agriculture and Rural Development (the Bank / NABARD) and are consistent with those used in the previous year.

2. Use of Estimates:

Preparation of financial statements in conformity with the Generally Accepted Accounting Principles (GAAP) requires the management to make estimates and assumptions that affect reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of the operations for the reporting period. Although these estimates are based on the management's best knowledge, the actual results could differ from these estimates. Such differences are recognized in the year of outcome of such results.

3. Revenue recognition:

3.1 Income and expenditure are accounted on accrual basis, except the following, which are accounted on cash basis:

- i) Interest on non-performing assets identified as per RBI guidelines.
- ii) Income by way of penal interest charged due to delayed receipt of loan dues or non-compliance with terms of loan.
- iii) Service Charges on loans given out of various Funds.
- iv) Expenses not exceeding ₹ 10,000 at each accounting unit, under a single head of expenditure.

3.2 Discount on Bonds and Commercial Papers issued are amortized over the tenure of Bonds and Commercial Papers. Issue expenses relating to floatation of bonds are recognized as expenditure in the year of issue of Bonds.

3.3 Dividend on investments is accounted for, when the right to receive the dividend is established.

3.4 i) Income from Venture Capital funds is accounted on realization basis.



ii) Release of subsidy in which NABARD is acting as a pass through agency is accounted for, including service charges thereon, on payment basis subject to availability of funds under the respective schemes.

3.5 Recovery in non-performing assets (NPA) is appropriated in the following order:

- i) Penal interest
- ii) Cost and charges
- iii) Overdue interest and interest
- iv) Principal

3.6 In case of Compromise and Resolution/ Settlement, recovery shall be appropriated as per the terms of respective compromise/ resolution settlement.

3.7 In case of suit filed/decreed accounts, recovery shall be appropriated as under:-

- i) As per the directives of the concerned Court.
- ii) In the absence of specific directives from the Court, as mentioned at point 3.5 above.

4. **Property Plant and Equipment (Fixed Assets)**

4.1 Fixed assets are stated at cost of acquisition, less accumulated depreciation and impairment losses, if any. The cost of assets includes taxes, duties, freight and other incidental expenses related to the acquisition and installation of the respective assets. Subsequent expenditure incurred on existing asset is capitalized, only when it increases the future benefit from the existing assets beyond its previously assessed level of performance.

4.2 Land includes freehold and leasehold land.

4.3 Premises include value of land, where segregated values are not readily available.

4.4 Depreciation policy on premises situated on freehold land and leasehold land has been revised during the FY 2017-18 and calculated on straight line basis over the period of 30 years.

4.5 The upfront lease premium paid on leasehold land are amortized over the tenure of lease period @ 5% on opening written down value or the proportionate amount of remaining lease premium on the remaining period of lease, whichever is higher.

4.6 Fixed Assets individually costing ₹ 1 lakh or less (except easily portable electronic assets such as laptops, mobile phones, etc.) are charged to the Profit and Loss Account in the year of acquisition. Easily portable electronic assets such as laptops, mobile phones, etc., are capitalized, if individual cost of the items is more than ₹ 10,000. All software costing ₹ 1 lakh each and less, purchased independently are charged to the Profit and Loss Account.

4.7 Depreciation on other fixed assets is charged over the estimated useful life of the assets ascertained by the management at the following rates on Straight Line Method basis:

Type of Assets	Depreciation Rate
Furniture and Fixtures	20%
Computer & Software	33.33%
Office Equipment	20%
Vehicles	20%



4.8 Depreciation is charged from the month (*in which*) the asset is capitalized in the year of purchase up to the month in which the asset is sold in the year of sale.

4.9 Capital work in progress includes capital advances and is disclosed under Fixed Assets.

5. Investments

5.1 The transactions in Securities are recorded on "Settlement Date".

5.2 In accordance with the RBI guidelines, Investments are classified into "Held for Trading" (HFT), "Available for Sale" (AFS) and "Held to Maturity" (HTM) categories (hereinafter called "categories").

5.3 Securities that are held principally for resale within 90 days from the date of purchase are classified as "HFT". Investments that the Bank intends to hold till maturity are classified as "HTM". Securities which are not to be classified under any of the above categories are classified as "AFS".

5.4 Investments classified under HTM category are carried at acquisition cost, wherever cost is equivalent to face value or less. If cost is more than the face value, the premium is amortized over the period remaining to maturity. Provision for diminution, other than temporary, in the value of investments in subsidiaries and joint ventures under the category "HTM" is made, wherever necessary. Provision for diminution/ amortization, in value of such investments, is included under Current Liabilities and Provisions.

5.5 Profit on redemption of investment categorized under "HTM" is recognized in Profit & Loss A/c.

5.6 Investments under "AFS" are marked to market, scrip-wise, at the rate, declared by Fixed Income Money Market and Derivative Association of India (FIMMDA) and by Financial Benchmarks India Pvt. Ltd. Net depreciation, if any, is provided for investments in the category classified as "AFS" and appreciation is ignored. The book values of the individual scrip are not changed after such revaluation.

5.7 Investments under "HFT" are marked to market, scrip-wise, at the rate, declared by Fixed Income Money Market and Derivative Association of India (FIMMDA) and by Financial Benchmarks India Pvt. Ltd. Depreciation / appreciation is recognized in the category for investments classified as "HFT". The book value of the individual scrip is changed after such revaluation.

5.8 Investments in subsidiaries, joint ventures and associates are classified as Held to Maturity.

5.9 Treasury Bills, Commercial Papers and Certificates of Deposits are valued at carrying cost.

5.10 Unquoted Shares are valued at breakup value, if the latest Audited Financial Statements of the investee companies are available, or at ₹ 1/- per Company as per RBI guidelines.

5.11 Brokerage, commission, etc. paid in respect of investments including unlisted equities, at the time of acquisition, are charged to revenue.

Brokerage, paid on acquisition / disposal of equities traded on stock exchange is capitalized.



- 5.13 Broken period interest paid/received on debt investments is treated as interest expenses/ income and is excluded for cost/ sale consideration.
- 5.14 Transfer of a security between the categories is accounted for, at lower of the acquisition cost/book value/market value on the date of transfer and depreciation, if any, on such transfer, is fully provided for.
- 5.15 Amortization/Gain/Loss on Revaluation of Government Securities is charged to Profit and Loss Account.
- 5.16 Weighted average cost method has been followed for accounting for investments.
- 5.17 Investments in Venture Capital Funds are accounted as per the accounting policy adopted by the respective Fund.
- 5.18 Investments are subject to appropriate provisioning/ de-recognition of income, in line with the prudential norms of Reserve Bank of India for NPI classification. The depreciation/provision in respect of non-performing securities is not set off against the appreciation in respect of the other performing securities.

If any credit facility availed by an entity is NPA in the books of the Bank, investment in any of the securities issued by the same entity would also be treated as NPI and vice versa.

In case of securities i.e. bonds, debentures, etc. where the credit facilities are availed by the borrowers, the provision has been made on the basis of YTM or IRAC norms whichever is higher.

- 5.19 The securities sold and purchased under Repo/ Reverse Repo are accounted as Collateralized lending and borrowing transactions. However, securities are transferred as in the case of normal outright sale/purchase transactions and such movement of securities is reflected using the Repo/Reverse Repo Accounts and Contra entries. The above entries are reversed on the date of maturity. Costs and revenues are accounted as interest expenditure/income, as the case may be.
- 5.20 The derivatives transactions are undertaken for hedging purposes.

Hedge Swaps

Interest rate swaps with hedge interest bearing asset or liability are accounted for on accrual basis except the swaps designated with an asset or liability that are carried at market value or lower of cost in the financial statement. Gain or losses on the termination of swaps are recognized over the shorter of the remaining contractual life of the swap or the remaining life of the asset/ liabilities.

6. Advances and Provisions thereon

- 6.1 Advances are classified as per RBI guidelines. Provision for standard assets and non-performing assets is made in respect of identified advances, based on a periodic review and in conformity with the provisioning norms prescribed by RBI.



- 6.2 In case of restructuring/ rescheduling of advances, the difference between the present value of future principal and interest as per the original agreement and the present value of future principal and interest as per the revised agreement is provided for.
- 6.3 Advances are stated net of provisions towards Non-performing Advances.
- 6.4 Provision for Non-Performing Loans in respect of loans granted out of funds are charged to the Profit and Loss account.
- 6.5 In addition to the specific provision on NPAs, general provisions are also made for standard assets as per extant RBI Guidelines. These provisions are reflected in Schedule 8 of the Balance Sheet under the head "Current Liabilities & Provisions" and are not considered for arriving at the Net NPAs.

7. **Foreign Currency Transactions**

As per Accounting Standard (AS-11) on Accounting for the Effects of Changes in Foreign Exchange Rates issued by the ICAI; following accounting treatment is given to foreign exchange transactions:

- 7.1 Assets and liabilities in foreign currency are revalued at the exchange rate notified by FEDAI/FBIL as at the close of the year/ reporting date. The hedged portion of the foreign currency borrowings are stated at the contracted value and the liability of hedged borrowing as per year-end exchange rate is disclosed as a contra item in the Balance Sheet (as off Balance Sheet item).
- 7.2 For hedged transactions, Income and Expenditure items are translated at the contracted rate as per the hedge agreements executed.

8. **Accounting for Foreign Exchange Contracts**

- 8.1 Foreign Exchange Contracts are to hedge the repayment of foreign currency borrowings.
- 8.2 The foreign currency borrowings which are hedged are stated at the contract rate.
- 8.3 The foreign exchange unhedged contracts are revalued at the exchange rates notified by FEDAI / FBIL at the year-end /reporting date. The resultant gain / loss on revaluation is recognised in the Profit & Loss Account under the head Gains / Loss on revaluation of Forward Exchange Contract Account.

9. **Employee Benefits**

All personnel transferred from RBI are considered as employees of the Bank and provisions for Employee Benefits are made accordingly. Actuarial valuation, wherever required, for long term employee benefits are carried out at each balance sheet date.

9.1 **Short Term Employee Benefits:**

The undiscounted amount of short-term employee benefits, which are expected to be paid in exchange for the services rendered by employees are recognised during the period when the employee renders the service.



9.2 Post-Retirement Benefits:

i) Defined Contribution Plan

The Bank has a Provident Fund Scheme in respect of all eligible employees who joined the Bank on or before 31 December 2011. The scheme is managed by RBI. Contribution is recognized on accrual basis.

The Bank has introduced a New Pension Scheme (NPS) for all the officers/employees who have joined the services of the Bank on or after 01 January 2012. The Bank has adopted the "NPS- Corporate Sector Model", a defined contribution plan, as formulated by the Pension Fund Regulatory and Development Authority (PFRDA). Contribution to the Fund is made on accrual basis.

ii) Defined Benefit Plan

- a. Provision for gratuity is made based on actuarial valuation, made at the end of each financial year based on the projected unit credit method in respect of all eligible employees. The scheme is funded by the Bank and is managed by a separate trust. Actuarial gain or loss are recognised in the Profit and Loss Account on accrual basis.
- b. Provision for pension is made based on actuarial valuation, in respect of all eligible employees who joined the Bank on or before 31 December 2011. The scheme is funded by the Bank and is managed by a separate trust. Actuarial gain or loss are recognised in the Profit and Loss Account on accrual basis.

iii) Other Long Term benefits

All eligible employees of the bank are entitled for compensated absences. All the eligible employees are also entitled for post-retirement medical benefits. The cost of providing other long term benefits is determined using the projected unit credit method based on actuarial valuations being carried out at each balance sheet date. Actuarial gain or loss are recognised in the Profit and Loss Account on accrual basis.

10. Taxes on Income

- 10.1 Tax on income for the current period is determined on the basis of taxable income and tax credits computed, in accordance with the provisions of Income Tax Act, 1961 and based on expected outcome of assessments/ appeals.
- 10.2 Deferred tax is recognized, on timing difference, being the difference between taxable income and accounting income for the year and quantified, using the tax rates and laws that have been enacted or substantively enacted, as on Balance Sheet date.
- 10.3 Deferred tax assets relating to unabsorbed depreciation/ business losses are recognised and carried forward to the extent that there is virtual certainty that sufficient future taxable income will be available against which, such deferred tax assets can be realized.



- 10.4 Tax paid/ provided on taxable income earned by the funds are accounted as expenditure of respective funds.

11. Segment Reporting

- 11.1 The Bank recognizes the Business segment as the Primary reporting segment in accordance with the RBI guidelines and in compliance with the Accounting Standard 17 issued by ICAI.
- 11.2 Segment revenue includes interest and other income directly identifiable with / allocable to the segment. Income, which relates to Bank as a whole and not allocable to segments is included under "Other Unallocable Bank Income".
- 11.3 Expenses that are directly identifiable with/ allocable to segments are considered for determining the segment result. The expenses, which relate to the Bank as a whole and not allocable to segments, are included under "Other Unallocable Expenditure".
- 11.4 Segment Assets and Liabilities include those directly identifiable with the respective segments. Unallocable Assets and Liabilities include those that relate to the Bank as a whole and not allocable to any segment.

12. Impairment of Assets

- 12.1 As at each Balance Sheet date, the carrying amount of assets having the indication of impairment is tested for impairment so as to determine:
- i) the provision for impairment loss, if any, required; or
 - ii) the reversal, if any, required for impairment loss recognized in the previous periods.
- 12.2 Impairment loss is recognized when the carrying amount of an asset exceeds recoverable amount.

13. Provisions, Contingent Liabilities and Contingent Assets (AS-29)

- 13.1 Provisions are recognised for liabilities that can be measured only by using substantial degree of estimation if:
- a) the Bank has a present obligation as a result of a past event;
 - b) a probable outflow of resources is expected to settle the obligation; and
 - c) the amount of the obligation can be reliably estimated.
- 13.2 Contingent liability is disclosed in the case of:
- a) a possible obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation,
 - b) a present obligation when no reliable estimate is possible, and
 - c) a possible obligation arising from past events where the probability of outflow of resources is remote.
- 13.3 Contingent assets are neither recognized, nor disclosed.
- 13.4 Provisions and contingent liabilities are reviewed at each Balance Sheet date.



14. Cash and cash equivalents

(a) Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank, cash in hand and other short-term investments.

(b) Cash Flow statement is reported using indirect method. The cash flow from operating, financing and investing activity is segregated based on the available information.

15. Prior Period Income / Expenses

Items of Income / Expenditure which are prior period in nature are disclosed separately only when the individual prior period income / expense exceeds 0.5% of Gross Income.

16. Implementation of Indian Accounting Standards (Ind AS)

In terms of the Press Release No. 11/10/2009 CL-V dated 18 January 2016 issued by the MCA, the bank would be required to prepare Ind AS based financial statements for accounting periods beginning from April 1, 2018 onwards, with comparatives for the periods ending March 31, 2018 and thereafter. The implementation of Ind AS by AIFIs has been deferred by Reserve Bank of India until further notice.



B. NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS

1. Capital

1.1 Pattern of Capital contribution as on the date of the Balance Sheet:

The authorized capital of the bank stood at ₹ 30000 crore as on 31 March 2024. The entire paid up capital of the bank has been subscribed by Government of India. The details are given below:

Contributor	31 March 2024		31 March 2023	
	(₹ crore)	%	(₹ crore)	%
Government of India	17,080.00	100.00	17,080.00	100.00
Total	17,080.00	100.00	17,080.00	100.00

1.2 Capital Adequacy

- 1.2.1** Capital adequacy ratio works out as per Basel I guidelines issued by RBI.
- 1.2.2** Capital adequacy ratio of the Bank as on 31 March 2024 was 16.45% (16.89%) as against a minimum of 9% as stipulated by RBI.
- 1.2.3** In accordance with RBI Instructions, assets financed from National Rural Credit – Long Term Operations (NRC LTO) Fund amounting to ₹ 14503 crore (₹ 14501 crore) are excluded for the purpose of computing the CRAR.
- 1.2.4** The details of various parameters of Capital to Risk weighted Assets Ratio is given below:

(Amount in ₹ crore)

S. No.	Particulars	2023-24	2022-23
(i)	Common Equity	69611.39	63535.48
(ii)	Additional Tier 1 capital	0.00	0.00
(iii)	Total Tier 1 capital (i+ii)	69611.39	63535.48
(iv)	Tier 2 capital	5398.41	4751.19
(v)	Total Capital (Tier 1+Tier 2)	75009.80	68286.67
(vi)	Total Risk Weighted Assets (RWAs)	456057.89	404280.39
(vii)	Common Equity Ratio (Common Equity as a percentage of RWAs)	15.27	15.72
(viii)	Tier 1 Ratio (Tier 1 capital as a percentage of RWAs)	15.27	15.72
(ix)	Capital to Risk Weighted Assets Ratio (CRAR)	16.45	16.89
(x)	Percentage of the shareholding of the Government of India in the AIFI	100.00	100.00
(xi)	Amount of equity capital raised	0.00	0.00
(xii)	Amount of Additional Tier 1 capital raised; of which	0.00	0.00
	(a) Perpetual Non-Cumulative Preference Shares (PNCPS):	0.00	0.00
	(b) Perpetual Debt Instruments (PDI)	0.00	0.00
(xiii)	Amount of Tier 2 capital raised; of which	0.00	0.00
	(a) Debt capital instruments:	0.00	0.00
	(b) Perpetual Cumulative Preference Shares (PCPS)	0.00	0.00
	(c) Redeemable Non-Cumulative Preference Shares (RNCPS)	0.00	0.00



(d) Redeemable Cumulative Preference Shares (RCPS)	0.00	0.00
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2. Free Reserves and provision

2.1 Provisions on Standard Assets

(Amount in ₹ crore)

Particulars	2023-24	2022-23
Provisions towards Standard Assets made during the year	370.00	201.00

2.2 Counter Cyclical Provisioning Buffer*:

(Amount in ₹ crore)

S. No.	Particulars	2023-24	2022-23
(a)	Opening balance in the floating provision account	2014.45	2014.45
(b)	The quantum of provisions made during the accounting year #	0.00	0.00
(c)	Amount of drawdown made during the accounting year	0.00	0.00
(d)	Closing balance in the floating provision account	2014.45	2014.45

*This represents the floating provisions for advances which has not been used as Tier II capital.

The Board of Directors of the Bank decided to create floating provisions, in accordance with RBI guidelines, to be utilized for any unexpected or exceptional circumstances.

3. Asset Quality and specific provisions

3.1 Non-Performing Advances

(Amount in ₹ crore)

S. No.	Particulars	31.03.2024	31.03.2023
(i)	Net NPA to Net Advances (%)	0.00	0.00
(ii)	Movement of NPAs (Gross)		
(a)	Opening Balance	2041.78	2109.59
(b)	Additions during the year	0.00	0.54
(c)	Reductions during the year	(58.49)	(68.35)
(d)	Closing Balance	1983.29	2041.78
(iii)	Movement of Net NPAs		
(a)	Opening Balance	0.00	0.00
(b)	Additions during the year	0.00	0.00
(c)	Reductions during the year	0.00	0.00
(d)	Closing Balance	0.00	0.00
(iv)	Movement of provisions for NPAs (excluding provision on standard assets)		
(a)	Opening balance	2041.78	2109.59
(b)	Provision made during the year	0.00	0.54
(c)	Write off / write back of excess provision	(58.49)	(68.35)
(d)	Closing balance	1983.29	2041.78



3.2 Non-Performing Investments

(Amount in ₹ crore)

S. No.	Particulars	31.03.2024	31.03.2023
(i)	Net NPI to Net Investments (%)	0.00	0.00
(ii)	Movement of NPIs (Gross)		
(a)	Opening Balance	326.80	332.89
(b)	Additions during the year	0.00	17.50
(c)	Reductions during the year	(9.48)	(23.59)
(d)	Closing Balance	317.32	326.80
(iii)	Movement of Net NPIs		
(a)	Opening Balance	0.00	0.00
(b)	Additions during the year	0.00	0.00
(c)	Reductions during the year	0.00	0.00
(d)	Closing Balance	0.00	0.00
(iv)	Movement of provisions for NPIs (excluding provision on standard assets)		
(a)	Opening balance	326.80	332.89
(b)	Provision made during the year	0.00	17.50
(c)	Write back of excess provision	(9.48)	(23.59)
(d)	Closing balance	317.32	326.80

3.3 Non-Performing Assets (3.1+3.2)

(Amount in ₹ crore)

S. No.	Particulars	31.03.2024	31.03.2023
(i)	Net NPA to Net Assets (Advances + Investments) (%)	0.00	0.00
(ii)	Movement of NPAs (Gross Advances + Gross Investments)		
(a)	Opening Balance	2368.58	2442.48
(b)	Additions during the year	0.00	18.04
(c)	Reductions during the year	(67.97)	(91.94)
(d)	Closing Balance	2300.61	2368.58
(iii)	Movement of Net NPAs		
(a)	Opening Balance	0.00	0.00
(b)	Additions during the year	0.00	0.00
(c)	Reductions during the year	0.00	0.00
(d)	Closing Balance	0.00	0.00
(iv)	Movement of provisions for NPAs (excluding provision on standard assets)		
(a)	Opening balance	2368.58	2442.48
(b)	Provision made during the year	0.00	18.04
(c)	Write off / write back of excess provision	(67.97)	(91.94)
(d)	Closing balance	2300.61	2368.58



3.4 Particulars of Accounts Restructured

During the current Financial Year, two loan accounts were restructured.

(Amount in ₹ Crore)

	Type of restructuring		Under CDR Mechanism					Under SME Debt Restructuring Mechanism					Others					Total				
			Std	SS	Dful	Loss	Total	Std	SS	Dful	Loss	Total	Std	SS	Dful	Loss	Total	Std	SS	Dful	Loss	Total
	Asset Classification		Details																			
1	Restructured Accounts as on 01 April 2023	No. of Borrowers											8	0	2	0	10	8	0	2	0	10
		Amount outstanding											114.09	0.00	14.23	0.00	128.32	114.09	0.00	14.23	0.00	128.32
		Provision thereof*											7.09	0.00	14.23	0.00	21.32	7.09	0.00	14.23	0.00	21.32
2	Fresh restructured/ Advances during the year	No. of Borrowers											2	0	0	0	2	2	0	0	0	2
		Amount outstanding											144.77	0	0	0	144.77	144.77	0	0	0	144.77
		Provision thereof*											7.24	0	0	0	7.24	7.24	0	0	0	7.24
3	Upgradation to restructured standard category during the FY	No. of Borrowers											0	0	0	0	0	0	0	0	0	0
		Amount outstanding											0	0	0	0	0	0	0	0	0	0
		Provision thereof*											0	0	0	0	0	0	0	0	0	0



4	Restructured Standard advances which cease to attract higher provisioning and/or additional risk weight at the end of the FY and hence need not be shown as restructured standard advances at the beginning of the next FY	No. of Borrowers	3	0	0	0	0	0	3	3	0	0	0	0	3
		Amount outstanding	26.16	0	0	0	0	0	26.16	26.16	0	0	0	0	26.16
		Provision thereof*	1.31	0	0	0	0	1.31	1.31	0	0	0	0	0	1.31
5	Downgradation of restructured accounts during the FY	No. of Borrowers	0	0	0	0	0	0	0	0	0	0	0	0	0
		Amount outstanding	0	0	0	0	0	0	0	0	0	0	0	0	0
		Provision thereof*	0	0	0	0	0	0	0	0	0	0	0	0	0
6	Write offs/Recoveries of Restructured accounts during the FY	No. of Borrowers	5	0	0	0	0	5	5	0	0	0	0	5	
		Amount outstanding	11.73	0	0	0	0	11.73	11.73	0	0	0	0	11.73	
		Provision thereof*	0.98	0	0	0	0	0.98	0.98	0	0	0	0	0.98	
7	Restructured accounts as on 31 March 2024	No. of Borrowers	7	0	2	0	9	7	9	2	0	2	0	9	
		Amount outstanding	220.97	0.00	14.23	0.00	235.20	220.97	235.20	0.00	14.23	0.00	14.23	235.20	
		Provision thereof*	12.04	0.00	14.23	0.00	26.27	12.04	26.27	0.00	14.23	0.00	14.23	26.27	

*Provision includes the normal standard assets provision and additional provision due to restructuring.



3.5 Loan under Scheme for Sustainable Structuring of Stressed Assets (S4A)

During the year 2016-17, resolution plan for one stressed loan account to the extent of ₹ 46.91 crore was considered under Scheme for Sustainable Structuring of Stressed Assets. The details of resolution plan is given below:

		(Amount in ₹ crore)
Particulars		2023-24
Part – A		
(i) Loan outstanding		0.00
Part – B		
(i) Equity Shares		0.00
(ii) Optionally Convertible Debentures		28.87
Total		28.87

The account is continued as NPI and 100% provision held against the outstanding balance as per S4A guidelines.

3.6 Movement of Non-Performing Assets

				(Amount in ₹ crore)
S. No.	Particulars	2023-24	2022-23	
(i)	Gross NPAs as on 01 April	2041.78	2109.59	
(ii)	Additions (fresh NPAs) during the year	0.00	0.54	
	Sub total (A)	2041.78	2110.13	
Less :				
(i)	Upgradations	0.00	43.28	
(ii)	Recoveries (excluding recoveries made from upgraded accounts)	58.37	22.23	
(iii)	Technical / Prudential Write offs	0.00	0.00	
(iv)	Write offs other than those under (iii) above	0.12	2.83	
	Sub-total (B)	58.49	68.34	
	Gross NPAs as on 31 March (A-B)	1983.29	2041.78	

3.7 Write-offs and recoveries

			(Amount in ₹ crore)
Particulars	2023-24	2022-23	
Opening balance of Technical / Prudential written off accounts as at 01 April	0.00	0.00	
Add : Technical / Prudential write offs during the year	0.00	0.00	
Sub total (A)	0.00	0.00	
Less : Recoveries made from previously technical / prudential written off accounts during the year (B)	0.00	0.00	
Closing balance as at 31 March (A-B)	0.00	0.00	

Note: Technical or prudential write-off is the amount of non-performing loans which are outstanding in the books of the branches, but have been written-off (fully or partially) at Head Office level.



3.8 Overseas Assets, NPAs and Revenue

(Amount in ₹ crore)

Particulars	2023-24	2022-23
Total Assets	0.00	0.00
Total NPAs	0.00	0.00
Total Revenue	0.00	0.00

3.9 Depreciation and provisions on Investments

(Amount in ₹ crore)

S. No.	Particulars	2023-24	2022-23
(1)	Investments		
(i)	Gross Investments *		
	a. In India	69,693.73	48319.84
	b. Outside India	0.00	0.00
(ii)	Provision for Depreciation *		
	(a) In India	317.32	326.80
	(b) Outside India	0.00	0.00
(iii)	Net Investments *		
	(b) In India	69,376.41	47993.04
	(c) Outside India	0.00	0.00
(2)	Movement of provisions held towards depreciation on investments		
(i)	Opening balance	326.80	332.89
(ii)	Add: Provisions made during the year	0.00	17.50
(iii)	Appropriation, if any, from Investment Fluctuation Reserve Account during the year	0.00	0.00
(iv)	Less: Write off / write back of excess provisions during the year	(9.48)	(23.59)
(v)	Less: Transfer, if any, to Investment Fluctuation Reserve Account	0.00	0.00
(vi)	Closing balance	317.32	326.80

*the figures are excluding investments in Special Dev Debentures of SCARDBs

4. (a) Investments in Government securities include the following securities pledged with Clearing Corporation of India Limited as collateral security for borrowings:

(Amount in ₹ crore)

Particulars	Face Value	Book Value
Pledged for Business Segment (Securities)	237.00 (177.00)	237.69 (176.66)
Pledged for Business Segment (CBLO / Tri Party Repo)	39131.28 (21690.15)	39250.46 (22822.95)
Pledged for Business Segment (Securities) Default Fund	50.00 (50.00)	51.75 (51.75)
Pledged for Business Segment (CBLO / Tri Party Repo) – Default Fund	50.00 (50.00)	51.75 (51.75)



(b) Investments in Government securities include the following securities pledged with Reserve of India as collateral security for Intra Day Limit:

(Amount in ₹ crore)

Particulars	Face Value	Book Value
Pledged for Intra Day Limit (Securities)	527.00 (527.00)	545.54 (545.54)

5. Provisions and Contingencies

(Amount in ₹ crore)

S. No.	Provisions and Contingencies shown under the head Expenditure in Profit and Loss Account	2023-24	2022-23
1	Provisions for depreciation on Investment	14.78	(10.64)
2	Provision towards NPA (Advances + Investments)	(67.97)	338.22
3	Provision made towards Income tax	1,990.00	1,520.00

6. Provisioning Coverage Ratio (PCR)

PCR [ratio of provisioning (including counter cyclical provisioning buffer as per Note no 2.2 of Schedule- 18) to gross non-performing assets] as at close of business for the current year stood at % 187.56% (185.05%).

7. Investment Portfolio: Constitution and operations

7.1 Repo Transactions

(Amount in ₹ crore)

Particulars	Minimum outstanding during the year	Maximum outstanding during the year	Daily Average outstanding during the year	Outstanding as on 31 March 2024
Securities sold under repo				
i. Government securities	1,277.38 (10.32)	5,141.30 (4100.67)	215.29 (124.23)	0.00 (4,175.76)
ii. Corporate debt securities	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)
Securities purchased under reverse repo				
i. Government securities	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)
ii. Corporate debt securities	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)



7.2 Disclosure of Issuer Composition for Investment in Debt Securities*

(Amount in ₹ crore)

S. No.	Issuer	Amount	Extent of Private Placement	Extent of 'Below Investment Grade' Securities	Extent of 'Unrated' Securities	Extent of 'Unlisted' Securities
(1)	(2)	(3)	(4)	(5)	(6)	(7)
(i)	PSUs	155.55 (155.58)	155.55 (155.58)	-	-	-
(ii)	Govt	53304.41 (37975.12)	53304.41 (37975.12)			
(ii)	FIs	619.97 (627.86)	619.97 (627.86)	-	-	-
(iii)	Banks	7280.13 (2638.56)	7280.13 (2638.56)	-	-	-
(iv)	Private Corporates	855.62 (936.15)	855.62 (936.15)	-	-	-
(v)	Subsidiaries / Joint Ventures	0.00 (0.00)	0.00 (0.00)	-	-	-
(vi)	Others	0.00 (0.00)	0.00 (0.00)	-	-	-
(vii)	Provision held towards depreciation	317.32 (326.80)	317.32 (326.80)	-	-	-
	Total	61898.36 (42006.47)	61898.36 (42006.47)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)

*Debt securities consist of Govt. Securities including Treasury Bills, Non-Convertible Debentures, Commercial papers, Certificate of deposits etc shown at book value.

7.3 Sale and Transfers to / from HTM Category

During the year, State Govt. Development Loan (SDL) Securities were transferred from HTM to AFS category of the book value of ₹1619.17 crore (face value ₹ 1656.26 crore) and Central Government Securities were transferred from HTM to AFS category of the book value ₹ 737.79 crore (face value ₹ 810.63 crore). SDL Securities were transferred from AFS to HTM category of the book value of ₹ 0.00 crore (face value ₹ 0.00 crore) and Central Government Securities from AFS to HTM category of the book value ₹ 3183.83 crore (face value ₹ 2789.10 crore) during the year.

The market value of all investments held by NABARD under Held to Maturity (HTM) category was ₹ 11566.67 crore against the book value of ₹ 11305.23 crore as on 31st March 2024

7.4 In terms of RBI circular RBI/2015-16/104DBR.No.FID.FIC.3/01.02.00/2015-16 dated 01 July 2015 relating to Prudential Guidelines on Investment in Venture Capital Fund, an amount of ₹ 31.84 crore (₹ 24.95 crore) invested in the units of VCF was shifted from HTM category to AFS category, on completion of 3 years.



8. Details of Financials Assets purchased/ sold

8.1 Details of Financial Assets sold to Securitisation / Reconstruction Company for Asset Reconstruction

- A. Details of Sales : NIL
B. Details of Book Value of Investments in Security Receipts : NIL

8.2 Details of Non Performing Financial Assets Purchased / Sold

- A. Details of non performing financial assets purchased : NIL
B. Details of non performing financial assets sold : NIL

9. Operating Results

S. No.	Particulars	2023-24	2022-23
(i)	Interest income as a percentage to working funds	6.14	5.39
(ii)	Non-Interest Income as a percentage to working funds	0.01	0.03
(iii)	Operating Profit as a percentage to working funds	1.06	0.97
(iv)	Net Profit per employee (₹ crore)	1.94	1.67

10. Credit Concentration Risk

10.1 Capital Market Exposure

(Amount in ₹ crore)

S. No.	Particulars	2023-24	2022-23
1	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 \$\$	1730.88	1708.93
2	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;	0.00	0.00
3	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;	0.00	0.00
4	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	0.00	0.00
5	Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	0.00	0.00



6	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;	0.00	0.00
7	Bridge loans to companies against expected equity flows / issues;	0.00	0.00
8	Underwriting commitments taken up by the AIFI in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds;	0.00	0.00
9	Financing to stockbrokers for margin trading;	0.00	0.00
10	All exposures to Venture Capital Funds (both registered and unregistered)	414.51	326.36
Total Exposure to Capital Markets		2145.39	2035.29

\$\$ Equity shares, subsidiaries and other strategic investments

10.2 Exposure to Country Risk: NIL

11. Prudential Exposure Limits- Single Borrower Limit (SBL) / Group Borrower Limit (GBL) exceeded by the AIFI

11.1 The number and amount of exposures in excess of the prudential exposure limits during the year: NIL

11.2 Credit exposure as percentage to Capital Funds and as percentage to Total Assets.

(Amount in ₹ crore)

S. No.	Category	2023-24		2022-23	
		Credit Exposure as % to		Credit Exposure as % to	
		Capital Funds	Total Assets	Capital Funds	Total Assets
I	Largest Single Borrower	65.08	5.36	71.49	6.09
II	Largest Borrower Group	NIL		NIL	
III	Twenty Largest Single Borrowers for the year	560.16	46.13	569.92	48.55
IV	Twenty Largest Borrower Groups	NIL		NIL	

11.3 Credit exposure to the five largest industrial sectors as percentage to total loan assets: Not Applicable

11.4 There are no advances for which intangible securities such as charge over the rights, licenses, authority, etc. have been taken and hence the details w.r.t estimated value of such intangible collateral is not applicable.

11.5 Factoring exposures: Not Applicable

11.6 Exposure where the FI had exceeded that Prudential Exposure Limits during the year: NIL



12. Concentration of borrowings /lines of credit, credit exposures and NPAs

12.1 Concentration of borrowings and lines of credit

(Amount in ₹ crore)

S. No	Particulars	2023-24	2022-23
(i)	Total borrowings from twenty largest lenders	554469.25	486965.21
(ii)	Percentage of borrowings from twenty largest lenders to total borrowings	70.00	70.46

12.2 Concentration of credit exposures

(Amount in ₹ crore)

S. No.	Particulars	2023-24	2022-23
(i)	Total exposures to twenty largest borrowers	420172.85	389182.50
(ii)	Percentage of exposures to twenty largest borrowers to Total Advances of the AIFI	52.70	53.08

12.3 Sector-wise concentration of exposures and NPAs

The sector wise advances is given below:

(Amount in ₹ crore)

S. No.	Particulars	FY 2023-24			FY 2022-23		
		Outstanding Total Advances	Gross NPAs	% of Gross NPAs to Total Advances in that sector	Outstanding Total Advances	Gross NPAs	% of Gross NPAs to Total Advances in that sector
I.	Agricultural sector including agricultural activities* allied	797221.61	1983.25	0.25	733186.90	2041.54	0.28
1	Central Government	0.00	0.00	0.00	0.00	0.00	0.00
2	Central PSUs	0.00	0.00	0.00	0.11	0.00	0.00
3	State Governments	216838.69	0.00	0.00	197513.89	0.00	0.00
4	State PSUs	33188.01	0.00	0.00	27627.98	0.00	0.00
5	Scheduled Commercial Banks	168872.09	0.00	0.00	162773.94	0.00	0.00
6	Regional Rural Banks	76964.14	0.00	0.00	72917.73	0.00	0.00
7	Co-operative banks	170637.78	0.00	0.00	143819.11	0.00	0.00
8	Private sector (excluding banks)	97752.86	102.22	0.10	101861.22	114.38	0.11
9	Others SCARDB/LDB/NBFC-MFI/ ADFC	32968.04	1881.03	5.71	26672.93	1927.16	7.23
II.	Others	237.59	0.04	0.02	212.43	0.24	0.11
1	Construction Sector	0.00	0.00	0.00	0.00	0.00	0.00
2	Staff Loans#	237.59	0.04	0.02	212.43	0.24	0.11
	Total (I+II)	797459.20	1983.29	0.25	733399.33	2041.78	0.28

*Includes major loans such as RIDF, WIF, NIDA etc.

#grouped under "Other Advance" in Schedule-10.

12.4 Unhedged Foreign Currency Exposure: NIL (12.30 Million Euro)



13. Derivatives

13.1 Forward Rate Agreement / Interest Rate Swap – NIL

13.2 Exchange Traded Interest Rate derivatives – NIL

13.3 Disclosure on Risk exposure in derivatives:

Qualitative Disclosure

- (i) The Bank uses Derivatives for hedging of exchange risk arising out of foreign currency borrowings. All derivatives undertaken by Bank are for hedging purposes with underlying as Foreign Currency Borrowings, which are not MTM, but only translated. The Bank does not undertake trading in Derivatives.
- (ii) Internal Control guidelines for hedging are framed and approved by the Board. The derivative structure is undertaken only after approval of the competent authority. The particulars of derivative details undertaken are also reported to ALCO.
- (iii) The Bank has put systems in place for mitigating the risk arising out of derivative deals. The Bank follows the accrual method for accounting the transactions arising out of derivative deals.

Quantitative Disclosures

- (i) The Bank does not trade in derivatives. However, it has hedged its International Borrowings to the extent of 0.00 million Euro (49.73 million Euro) and 69.48 million USD (48.05 million USD). Consequent upon hedging of foreign currency borrowings, the same is shown at contracted value as per the Swap agreement / forward contract. The bank has open exposure of 0.00 million (12.30 million) in Euro as on 31 March 2024.
- (ii) The value of outstanding principal amount of hedge contract at the year-end exchange rate stood at ₹ 579.49 crore (₹ 840.66 crore). The value of outstanding principal liability in the books of account stood at ₹ 551.52 crore (₹ 909.78 crore). The quantitative disclosure in this regard is as under:

(Amount in ₹ crore)

S. No.	Particular	Current Year		Previous Year	
		Currency Derivatives	Interest rate derivatives	Currency Derivatives	Interest rate derivatives
(i)	Derivatives (Notional Principal Amount)				
	a) For hedging	551.52		760.71	
	b) For trading	--		--	
(ii)	Marked to Market Positions				
	a) Asset (+)	17.00		61.77	
	b) Liability (-)	--		--	
(iii)	Credit Exposure ^[2]	17.00		61.77	
(iv)	Likely impact of one percentage change in interest rate (100*PV01)				
	a) on hedging derivatives	(1.07)		9.70	
	b) on trading derivatives	--		--	
(v)	Maximum and Minimum of				



100*PV01 observed during the year				
a) on hedging	--		--	
b) on trading	--		--	

14. Disclosure of Letters of Comfort (LoCs) issued by AIFIs : NIL

15. Asset Liability Management

The maturity pattern of assets and liabilities are prepared in terms of the ALCO policy of the bank as under:

(Amount in ₹ crore)

Particulars	1-14 d	15-28d	29d-3m	>3m-6m	>6m-1y	>1y-3y	>3y-5y	>5y	Total
Deposits	34.22	8599.50	34.22	7797.79	94320.52	87892.45	69345.75	33933.62	301958.07
Advances	11027.84	12415.11	78840.31	57803.69	180526.49	2123498.47	122588.60	119403.79	795104.30
Investments	10018.85	10038.28	27401.43	9625.01	3527.07	879.86	1051.51	7285.78	69827.79
Borrowings	34018.04	9682.60	106605.03	10991.57	60226.72	94990.33	41162.10	120004.77	486681.16
Foreign Currency Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Foreign Currency liabilities	0.00	0.00	29.17	0.00	49.31	76.79	76.81	319.44	551.52

16. Draw Down from Reserves: NIL

17. Business Ratio

Particulars	2023-24	2022-23
Return on Equity (%)	8.85	8.50
Return on Assets (%)	0.77	0.74
Net Profit Per Employee (₹ crore)	1.94	1.67

18. Disclosure of Penalties imposed by RBI – NIL

19. Disclosure of Complaints

(a) Customer Complaints

S. No.	Particulars	2023-24	2022-23
(a)	No. of complaints pending at the beginning of the year	9	16
(b)	No. of complaints received during the year	85	85
(c)	No. of complaints redressed during the year	72	92
(d)	No. of complaints pending at the end of the year	22	9

20. Off-Balance Sheet SPVs Sponsored (which are required to be consolidated as per accounting norms) - There are no SPVs sponsored by NABARD.

21. Disclosure as per specific accounting Standards



21.1 Accounting Standard 5 – Net Profit or Loss for the period, prior period items and changes in accounting policies.

Prior period items included in the Profit and Loss account are as follows:

(Amount in ₹ crore)

S. No.	Particulars	2023-24	2022-23
1.	Income	0.00	0.00
2.	Revenue Expenditure	0.00	0.00
	Total	0.00	0.00

21.2 Accounting Standard 15 – Employee Benefits

Disclosure required under AS 15 (Revised) on “Employee Benefits”

21.2.1 Defined Benefit Plans

Employees Retirement Benefit plans of the bank include Pension in respect of employees who joined the bank on or before 31st December, 2011, Gratuity, Leave Encashment and Post-Retirement Medical Benefits, which are defined benefit plans. The present value of obligation is determined based on actuarial valuation, by an independent Actuary, using the Projected Unit Credit Method, which recognizes each period of services as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

Principal Actuarial Assumptions and the basis of these assumptions

Actuarial Assumptions	PENSION		GRATUITY		LEAVE BENEFITS	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023	31.03.2024	31.03.2023
Discount Rate	7.35%	7.60%	7.35%	7.60%	7.35%	7.60%
Expected Return on Plan Assets	7.35%	7.60%	7.35%	7.60%	7.35%	7.60%
Rate of Escalation In salary	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%

Changes in Present value of the obligation

(Amount in ₹ crore)

	PENSION		GRATUITY		LEAVE BENEFITS	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023	31.03.2024	31.03.2023
Present value of Obligation at the beginning of period	8481.01	7892.53	422.29	435.62	365.22	344.05
Add: Current Service Cost	82.57	495.61	26.48	24.07	11.63	11.06
Add: Interest Cost	621.80	551.85	32.09	31.36	27.76	24.77
Actuarial (gain)/loss	1261.65	0.94	18.81	40.45	49.55	69.63
Less : Benefits paid	(575.57)	(459.92)	(82.96)	(109.21)	(75.66)	(84.29)
Present value of defined benefits obligations at the year end	9871.46	8481.01	416.71	422.29	378.50	365.22



Changes in the Fair Value of the Plan Assets

(Amount in ₹ crore)

	PENSION		GRATUITY		LEAVE BENEFITS	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023	31.03.2024	31.03.2023
Fair value of Plan Assets, at the beginning of period	8482.47	7583.51	397.74	423.11	121.52	198.31
Add: Expected return on Plan assets	625.20	533.08	30.23	30.46	9.24	14.27
Add: Contributions by Bank	1074.75	930.03	53.70	60.66	0.00	0.00
Actuarial gain/(loss)	139.43	(104.24)	8.74	(7.28)	2.80	(6.77)
Less : Benefits paid	(533.20)	(429.14)	(82.96)	(109.21)	(46.98)	(84.29)
Less: Reimbursement Payable by Employer	(42.37)	(30.77)	0.00	0.00	0.00	0.00
Fair value of Plan Assets as at the end of the period	9746.28	8482.47	407.45	397.74	86.58	121.52

Actual Return on Plan Assets

(Amount in ₹ crore)

	PENSION		GRATUITY		LEAVE BENEFITS	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023	31.03.2024	31.03.2023
Expected return on Plan Assets	625.20	533.08	30.23	30.46	9.24	14.28
Actuarial gain/(loss)	139.43	(104.24)	8.74	(7.28)	2.80	(6.77)
Actual Return on Plan Assets	764.63	428.84	38.97	23.18	12.04	7.51

Net Actuarial Gain / (loss) Recognized

(Amount in ₹ crore)

	PENSION		GRATUITY		LEAVE BENEFITS	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023	31.03.2024	31.03.2023
Actuarial gain / (loss) for the period - Obligations	(1261.65)	(0.94)	(18.81)	(40.45)	(49.55)	(69.63)
Actuarial gain / (loss) for the period - Plan Assets	139.43	(104.24)	8.74	(7.28)	2.80	(6.77)
Total Gain / (Loss) for the period	(1122.22)	(105.18)	(10.07)	(47.73)	(46.75)	(76.40)
Actuarial gain or (loss) recognised in the period	(1122.22)	(105.18)	(10.07)	(47.73)	(46.75)	(76.40)
Unrecognised Actuarial gain / (loss) at the end of the year	0.00	0.00	0.00	0.00	0.00	0.00



Amount recognized in Balance Sheet

(Amount in ₹ crore)

	PENSION		GRATUITY		LEAVE BENEFITS	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023	31.03.2024	31.03.2023
Present value of defined benefits obligations as at the year end	9871.46	8481.01	416.71	422.29	378.50	365.22
Less : Fair value of plan assets as at the year end*	9746.28	8482.47	407.45	397.74	0.00	0.00
Unrecognised Past Service cost - vested benefits – Carried Forward	0.00	0.00	0.00	0.00	0.00	0.00
Liability to be Recognised in the Balance Sheet	125.18	(1.46)	9.26	24.55	378.50	365.22
Liability Recognised in the Balance Sheet	126.64	0.00	10.47	25.75	378.50	365.22

*Since there is no separate trust for leave benefits, the fair value of plan assets for investments ₹86.58 crores (PY ₹121.52 crores) made by the bank and held as investment in its books is not deducted.

Expense to be recognized in Profit and loss Account

(Amount in ₹ crore)

	PENSION		GRATUITY		LEAVE BENEFITS	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023	31.03.2024	31.03.2023
Current Service Cost	82.57	495.61	26.48	24.07	11.63	11.06
Add : Interest cost	621.81	551.85	32.09	31.36	27.76	24.77
Less : Expected return on Plan assets	(625.20)	(533.08)	(30.23)	(30.46)	0.00	0.00
Add : Net Actuarial (gain)/ loss recognized in Year	1122.22	105.18	10.07	47.73	49.55	69.63
Expenses to be recognized in the statement of profit and loss	1201.40	619.56	38.41	72.70	88.93	105.46
- Of which, out of earlier year provisions	0.00	187.33	0.00	43.95	0.00	0.00
- Contributions received from employees	0.00	103.25	0.00	0.00	0.00	0.00
- Charged to Profit and loss account	1201.40	328.78	38.41	28.75	88.93	105.46

*Since there is no separate trust for leave benefits and the investment made by the bank are held as investment in its books no effect in respect of expected return and actuarial gain/loss in respect of the same is considered in the above table.



21.2.2 Defined Contribution Plan:

- a. The bank contributes its share to Provident Fund with NABARD Pension Fund Trust. As per the terms, the contribution is a defined contribution plan. During the year the bank has contributed ₹ 38.34 crore (₹ 91.42 crore) with NABARD Pension Fund Trust.
- b. The employees' recruited on or after 01 January 2012 are covered under New Pension Scheme, which is a defined contribution plan. During the year the bank has contributed ₹ 23.38 crore (₹ 18.56 crore) to the said scheme.

21.2.3 Post-Retirement Medical Benefits

The present value of defined benefit obligation in respect of post-retirement medical benefits accounted in Profit and Loss Account is ₹ 34.72 crore (₹ 21.55 crore).

21.2.3.1 The aforesaid liabilities include liabilities of employees deputed to subsidiaries.

21.2.3.2 Amortisation of Post-retirement benefits

The entire liability towards post-retirement benefits are charged to Profit and Loss account and are not amortized.

21.2.4 Investment under Plan Assets of Pension, Gratuity & Leave Benefits Fund as on 31 March 2024

Particulars	Pension	Gratuity	Encashment of OL
	% of Plan Assets	% of Plan Assets	% of Plan Assets
Central Govt. Securities	0.00	0.00	0.00
State Govt. Securities	0.00	0.00	0.00
Insurer Managed Funds	100.00	100.00	100.00
Others	0.00	0.00	0.00
Total	100.00	100.00	100.00

21.3 Accounting Standard 17 – Segment Reporting

Information on Business Segment

(a) Brief Background

The Bank has recognised Primary segments as under:

- i) Direct Finance: Includes Loans given to state governments and other agencies for rural infrastructure development, co-finance loans and loans given to voluntary agencies/non-governmental organizations for developmental activities and other direct loans to Public Sector Banks, Private Banks, Small Finance Banks, Foreign Banks, and Co-operative Banks etc.
- ii) Refinance: Includes Loans and Advances given to State Governments, Commercial Banks, SCARDBs, StCBs, Regional Rural Banks etc. as refinance against the loans disbursed by them to the ultimate borrowers.



- iii) Treasury: Includes investment of funds in treasury bills, short-term deposits, government securities, etc.
- iv) The segments other than the above three primary segments is other business segments. After finding out the results of the three primary segments based on the direct income and direct expenses, the balance amounts including un-allocable expenses/ liabilities/ assets are grouped under "Other Business".

(b) Information on Primary Business Segment

(Amount in ₹ crore)

Particulars	Treasury		Refinance		Direct Lending		Other Business		Total	
	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23
Revenue	5341.75	2749.93	24528.07	19663.31	18909.70	16810.54	67.08	106.75	48846.60	39330.53
Result	618.77	161.62	4439.17	5618.98	6172.90	2491.03	(3162.94)	(1716.92)	8067.90	6554.71
Unallocated Expenses									0.00	0.00
Operating Profit									8067.90	6554.71
Income Taxes									1964.78	1194.91
Extraordinary profit / loss									0.00	0.00
Net Profit									6103.12	5359.80
Other Information										
Segment Assets	101692.90	57335.46	430623.59	395164.08	368992.13	338679.79	9553.94	10473.06	910862.56	801652.39
Segment Liabilities	110712.29	91083.64	341185.02	302270.88	373276.76	330288.59	85688.49	78009.28	910862.56	801652.39
Unallocated Assets									0.00	0.00
Total Assets									910862.56	801652.39
Unallocated Liabilities									0.00	0.00
Total Liabilities									910862.56	801652.39

(c) Since the operations of the Bank are confined to India only, there is no reportable secondary segment.

21.4 Accounting Standard 18 – Related Party Disclosures

As the Bank is state controlled enterprise within the meaning of AS-18 "Related Party Transactions", the details of the transactions with other state controlled enterprises (including its subsidiaries) are not given.

List of Related Parties:

a) Companies where entity has control:

S. No.	Companies	Relationship
1.	NABFINS Limited	Subsidiary
2.	NABSAMRUDDHI Finance Limited	Subsidiary
3.	NABKISAN Finance Limited	Subsidiary



4.	Nabard Consultancy Services Pvt. Ltd.	Wholly owned Subsidiary
5.	NABVENTURES Limited	Wholly owned Subsidiary
6.	NABFOUNDATION	Wholly owned Subsidiary
7.	NABSanrakshan Trustee Private Limited	Wholly owned Subsidiary

b) Key Management Personnel:

S. No.	Name of the party	Designation
1.	Shri Shaji K V	Chairman
2.	Shri P V S Suryakumar*	Deputy Managing Director
3.	Goverdhan Singh Rawat**	Deputy Managing Director
4.	Ajay K Sood**	Deputy Managing Director

* Retired on 31st July 2023

** Appointed w.e.f 6th November 2023

c) Significant transactions with related parties

(Amount in ₹ crore)

Items / Related	Subsidiaries	Associates/ Joint ventures	Key Management Personnel @	Relatives of Key Management Personnel	Total
Borrowings#	-	-	-	-	-
Deposit#	-	-	-	-	-
Placement of deposits#	-	-	-	-	-
Advances#	-	-	-	-	-
Outstanding at the year end	-	-	-	-	-
Maximum during the year	-	-	-	-	-
Investments#	-	-	-	-	-
Outstanding at the year end	-	-	-	-	-
Maximum during the year	-	-	-	-	-
Non funded commitments#	-	-	-	-	-
Leasing arrangements availed#	-	-	-	-	-
Leasing arrangements provided#	-	-	-	-	-
Purchase of fixed assets	-	-	-	-	-
Sale of fixed assets	-	-	-	-	-
Interest paid	-	-	-	-	-
Interest Received	-	-	-	-	-
Rendering of services*	-	-	-	-	-
Receiving of services*	-	-	-	-	-
Management Contracts**	-	-	0.52	-	0.52

@ Whole time directors of the Board

The outstanding at the year end and the maximum during the year are to be disclosed

* Contract services etc. and not services like remittance facilities, locker facilities etc.

** Remuneration to Key Management Personnel.



21.5 Accounting Standard 22 – Accounting for Taxes on Income

The Bank, during the year, in accordance with AS 22 “Accounting for taxes on Income”, recognized in the Profit and Loss Account the deferred tax asset of (-)₹25.21 crore. The details of total deferred tax asset as on 31.03.2024 are as under:

(Amount in ₹ crore)			
S. No.	Deferred Tax Assets	31-03-2024	31-03-2023
1.	Provision allowable on payment basis	175.14	148.78
2.	Depreciation on Fixed Assets	15.08	16.23
	Total	190.22	165.01

Provision for Deferred Tax on account of Special Reserve created u/s 36(1)(viii) of the Income Tax Act, 1961, is not considered necessary, as the Bank has decided not to withdraw the said reserve.

21.6 Accounting Standard 28 – Impairment of Assets

In the opinion of the Bank’s management, there has been no indication requiring the testing of impairment to assets to which AS 28 – “Impairment of Assets” applies requiring the provision.

22. LTC benefits to employees are accounted for as and when the same is availed by the employees.
23. **Un-amortised Pension and Gratuity Liabilities:** Nil
24. Details of loans transferred/ acquired during the Quarter ended March 31, 2024 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 are given below:
 - (a) Bank has not transferred any Non-Performing Assets (NPAs)/ Technical written off accounts (TWO).
 - (b) Bank has not acquired any stressed loans.
 - (c) Bank has not transferred or acquired any loan not in defaults.
 - (d) The distribution of the Security Receipts (SRs) held by bank across the various categories of Recovery Ratings assigned to such SRs by the credit rating agencies as at March 31, 2024: NIL
25. Details of resolution plan implemented under Resolution Framework for COVID 19 related stress as per RBI Circular RBI/2020-21/16 DOR.No.BP.BC/3/21.04.048/2020-21 dated August 06, 2020 and RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated May 5, 2021: NIL
26. In terms of the agreement with Kreditanstalt Fur Wiederaufbau - German Development Bank (KfW), accretion / income and expenditure under UPNRM have been charged to the fund. The loans granted out of this fund have been classified as “Other Loans” and disclosed under Schedule II. The borrowing related to the UPNRM are classified as borrowing from international agencies



and disclosed under Schedule 7. During the year, a sum of ₹ 14.96 crore (₹ 16.98 crore), representing total expenditure of ₹ 16.14 crore over income of ₹ 1.18 crore under the fund, has been charged to Profit & Loss Account.

27. NABARD is acting as a banker/ custodian/ trustee on behalf of GOI/ RBI/Other entities and is holding the above funds, pending disbursement/ utilization in terms of respective schemes, on their behalf, to the extent of contribution made by them and accrued interest on unutilized balances, wherever applicable. Interest on unutilized balances has been credited to the following funds as per the respective agreements / as approved by the management/Board of Directors. The details of rate of interest for respective funds are as under:

S. No.	Name of the Fund	Rate of Interest for 2023-24	Rate of Interest for 2022-23
1.	Watershed Development Fund	3%	3%
2.	KfW- NB IGWDP (Andhra Pradesh, Gujarat, Rajasthan)	3%	3%
3.	KfW Accompanying Measures	3%	3%
4.	National Adaptation Fund for Climate change	3%	3%
5.	Tribal Development Fund	3%	3%
6.	Financial Inclusion Fund	3%	3%
7.	KfW NB- V Adivasi Development Programme- Gujarat	3%	3%
8.	Climate Change - (AFB) - Project Formulation Grant	3%	3%
9.	LTIF Interest Fluctuation Reserve Fund	3%	3%
10.	PODF-ID	3%	3%
11.	CCF-ID	3%	-
12.	Green Climate Fund Project Grants	3%	3%
13.	Cattle Development Fund (UP & Bihar)	7.29%	4.20%
14.	Multi Activity Approach For Poverty Alleviation (Sultanpur and Rae Bareilly)	7.29%	4.20%
15.	Center for Professional Excellence in Co-operatives.	7.29%	4.20%

28. Recoverable from Government of India / International Agencies (Refer Schedule-13 of Balance Sheet) includes ₹ 1.08 crore (₹ 2.81 crore) being debit balance of various funds.

The details of such funds are as under:

S. No.	Name of the Fund	(Amount in ₹ crore)	
		31-03-2024	31-03-2023
1.	KfW- UPNRM – Accompanying Measures	0.00	0.07
2.	KfW- Soil Project	0.00	1.66
3.	NAFCC	1.08	1.08

29. Pursuant to the directions of RBI, the relative margin available to the Bank in respect of Rural Infrastructure Development Fund (RIDF) deposits, Warehousing Infrastructure Fund (WIF) deposits and Food Processing Fund (FPF), placed by the Commercial Banks is credited to Financial Inclusion Fund and Climate Change Fund-ID.



30. Interest Subvention received / receivable from Government of India (GOI) under various schemes has been adjusted from Interest and financial charges under Schedule 14. The amount of interest subvention adjusted under different schemes is given below:

(Amount in ₹ crore)

S. No.	Scheme	2023-24	2022-23
1.	Long Term Irrigation Fund	558.87	524.80
2.	Seasonal Agricultural Operations (SAO)	(70.68)	(944.73)
3.	Dairy Infrastructure Development Fund (DIDF)	35.07	21.59
4.	National Rural Livelihood Mission (NRLM)	67.08	9.18
5.	Micro Irrigation Fund (MIF)	73.62	64.68
6.	Fisheries and Aquaculture Infrastructure Development Fund (FIDF)	17.94	11.27

31. Interest Margin on providing refinance under interest subvention scheme to StCBs, RRBs and to CCBs, Public Sector Banks for financing Primary Agriculture Co-operative Societies (PACS) for Seasonal Agricultural Operations and under NRLM scheme has been accounted as interest income. The amount received / receivable from GOI under the scheme stood at ₹ 122.26 crore (₹ 112.95 crore).

32. The details of pending Income Tax Appeals with various authorities are given below:

S. No.	Assessment Year#	Authority where Appeal is pending	Appeal preferred by	Amount of tax in dispute as on 31-03-2024 (₹ Crore)	Amount of tax in dispute as on 31-03-2023 (₹ Crore)
1	2002-03	High Court – Mumbai	IT Dept.	415.00	415.00
2	2006-07	High Court – Mumbai	IT Dept.	217.85	217.85
3	2007-08	High Court – Mumbai	IT Dept.	88.56	0.00
4	2008-09	High Court – Mumbai	IT Dept.	118.77	118.77
5	2009-10	High Court – Mumbai	IT Dept.	194.82	194.82
6	2010-11	High Court – Mumbai	NABARD	28.20	28.20
7	2010-11	High Court – Mumbai	IT Dept.	215.32	0.00
8	2011-12	Income Tax Appellate Tribunal (ITAT)	NABARD	51.07	51.07
9	2011-12	Income Tax Appellate Tribunal (ITAT)	IT Dept.	287.62	287.62
10	2012-13	Income Tax Appellate Tribunal (ITAT)	NABARD	45.63	45.63
11	2012-13	Income Tax Appellate Tribunal (ITAT)	IT Dept.	327.03	327.03
12	2013-14	Income Tax Appellate Tribunal (ITAT)	NABARD	1.70	1.70
13	2013-14	Income Tax Appellate Tribunal (ITAT)	IT Dept.	380.05	380.05



14	2014-15	Income Tax Appellate Tribunal (ITAT)	IT Dept.	450.61	450.61
15	2015-16	Income Tax Appellate Tribunal (ITAT)	IT Dept.	448.87	448.87
16	2019-20	Income Tax Appellate Tribunal (ITAT)	IT Dept.	254.38	0.00
17	2019-20	Income Tax Appellate Tribunal (ITAT)	NABARD	0.59	0.00
18	2016-17	Commissioner of Income Tax (Appeals)	NABARD	407.23	407.23
19	2017-18	Commissioner of Income Tax (Appeals)	NABARD	360.69	360.69
20	2018-19	Commissioner of Income Tax (Appeals)	NABARD	278.52	278.52
21	2020-21	Commissioner of Income Tax (Appeals)*	NABARD	0.00	74.21

*A partially favourable order has been passed by CIT(A) and NABARD is in the process of preferring an appeal before the ITAT.

Tax provision in respect of the aforesaid cases have been duly made in the books of accounts, based on the best estimates of the management which is considered reasonable.

33. Free hold land and Lease Land and Premises include ₹ 11.85 crore (₹ 14.00 crore) paid towards various Office Premises and Staff Quarters for which conveyance is yet to be completed. In respect of Plot for office at Guntur, the execution of conveyance deed is pending; total amount paid for plot acquisition is ₹ 6.83 crore (₹ 6.83 crore). In respect of plot at Chennai, the conveyance deed which was pending for registration in FY 2022-23 has been executed and registered.
34. Pursuant to the directives of RBI, the project loans provided to State Co-operative Agriculture and Rural Development Banks (SCARDBs) by way of subscription to the Special Development Debentures (SDDs) floated by these agencies, are treated as under:
- 34.1 Classified as Investments and shown in Schedule – 10 under the head ‘Debenture and Bonds’.
- 34.2 Interest earned on the same is shown as a part of ‘Interest received on Loans and Advances’ in the Profit and Loss Account, treating them as ‘Deemed Advances’.
- 34.3 ‘Deemed Advances’ for the purpose of IRAC norms, capital adequacy and computation of ratios etc.
35. During the year, the Bank has accounted for ₹ 243.00 crore on estimated basis towards wage settlement effective from November 2022.
36. As on the date of the financial statements, out of the disbursement extended to various State Governments under RIDF, ₹ 407.85 crore (₹659.51 crore) pertains to projects yet to be grounded under ongoing Tranches (XXII to XXVIII). Pending receipt of the proposal from State Government for adjustment of the amount with the respective/ other projects, the amount has been classified as disbursement from the fund.



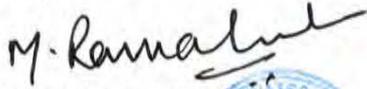
37. In respect of one of the borrower's account, full provision had been made in the earlier years and the resolution process under IBC initiated. Pursuant to the award of the Hon'ble NCLT Kolkata, based on the resolution plan under IBC, NABARD (being a dissenting member) has received an amount of ₹121.14 crore during the year towards the distribution of the receivables available to the members of CoC. NABARD, with a view that it has priority towards recovery over other lenders, has initiated legal proceedings in this regard, the outcome of which is awaited. Pending the outcome for further recovery, the bank has accounted for the receipts as interest to the extent of ₹64.37 crore being the amount claimed towards interest in its claims filed before the Resolution Professional and the differential amount of ₹56.77 crore has been adjusted towards the principal outstanding.
38. In terms of Central Board of Direct Taxes, Ministry of Finance notification dated 18 February 2016, NABARD was allowed to raise tax free bonds having benefits under section 10(15)(iv)(h) of the Income Tax Act 1961 amounting to ₹ 5,000 crore. Accordingly, ₹ 1,500 crore repayable in 10 year tenure was mobilized through Private Placement and ₹ 3,500 crore repayable in 10 & 15 year tenure was mobilized through public issue. The tax free bonds are in the nature of secured, redeemable and non-convertible bonds. These bonds are secured against pari passu charge on property situated in Mumbai and also first charge on specified book debts of NABARD. The interest charge to revenue pertaining to these bonds for the current year is ₹ 365.64 crore (₹ 365.41 crore).

The details of the debenture Trustee is as under:

Axis Trustee Services Limited,
The Ruby, 2nd Floor, SW,
29, Senapati Bapat Marg,
Dadar West, Mumbai - 400028
Telephone: +91 22 6230 0451

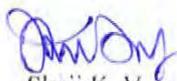
39. Figures in brackets pertain to previous year.
40. Previous year's figures have been regrouped/ rearranged wherever necessary.

As per our attached report of even date.
For MKPS & Associates
Chartered Accountants
FRN: 302014E

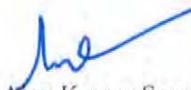

CA Ramakrishna Mann
Partner
Membership No.: 032271
Mumbai
Date - 24 May 2024



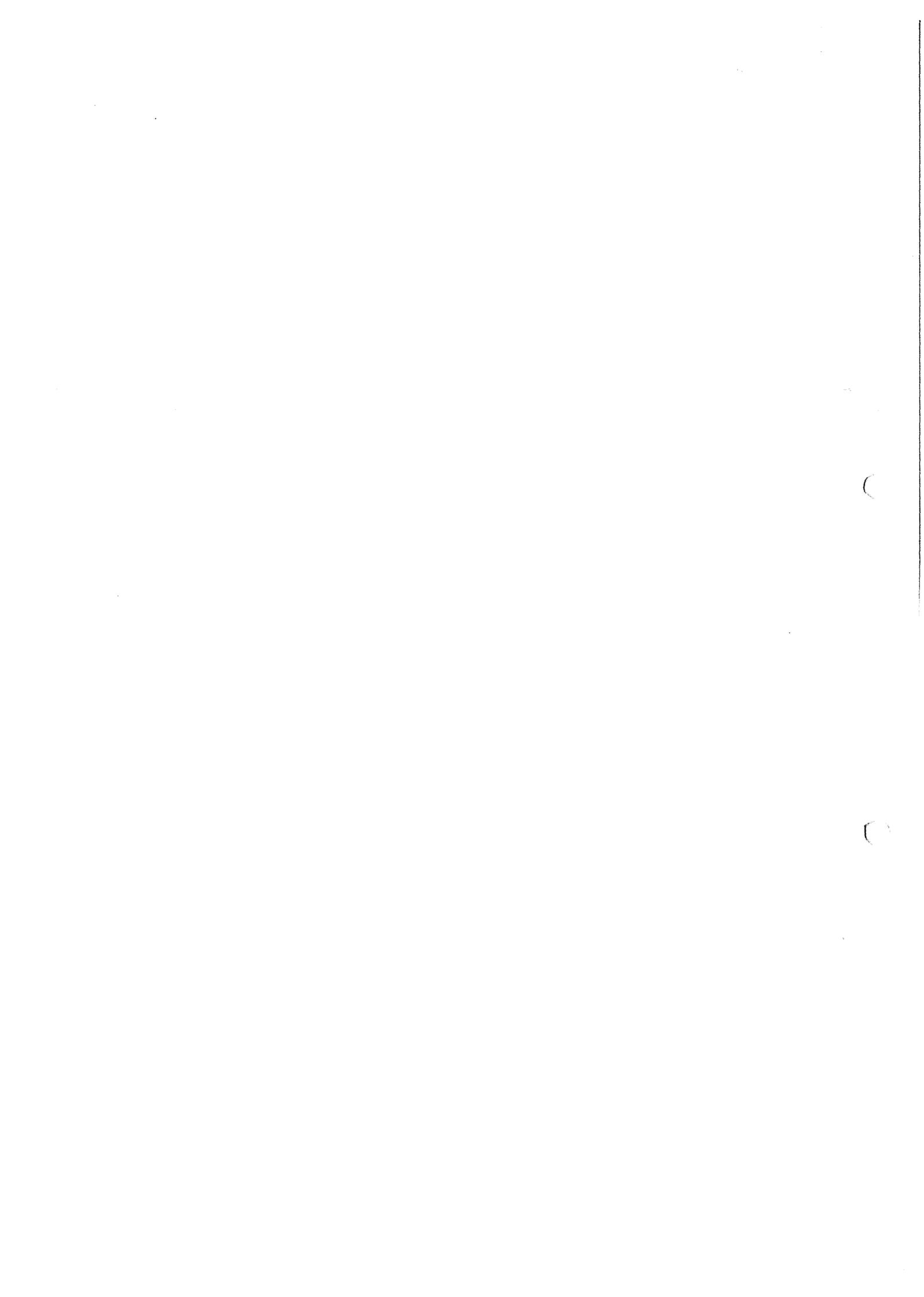

S. Srinath
Chief General Manager
Accounts Department


Shaji K. V.
Chairman


Goverdhan Singh Rawat
Deputy Managing Director


Dr. Ajay Kumar Sood
Deputy Managing Director





National Bank for Agriculture and Rural Development
Standalone Cash flow for the year ended 31 March 2024

(Amount in ₹ crore)

Particulars	2023-24	2022-23
(a) Cash flow from Operating activities		
Net Profit as per Profit and Loss a/c before tax	8,067.91	6,554.70
Adjustment for:		
Depreciation	47.78	50.17
Provisions and Amortisations	-	-
Provision for Non-performing Assets	(67.97)	338.22
Provision for Standard Assets	370.00	201.00
Floating Provision	-	-
Depreciation in value of Investment Account - Equity	14.78	(10.64)
Provision for sacrifice in interest element of Restructured Loan	-	-
Profit / (Loss) on sale of Fixed Assets	(0.75)	(0.66)
Interest credited to various Funds (including addition/ adjustment made to Interest Differential Fund)	194.47	279.85
Income from Investment (including Discount Income)	(5,310.25)	(2,666.86)
Operating profit before changes in operating assets	3,315.97	4,745.78
Adjustment for changes in working capital :		
(Increase) / Decrease in Current Assets	(17,498.84)	(4,334.36)
Increase / (Decrease) in Current Liabilities	2,499.61	299.05
(Increase) / Decrease in Loans and Advances (Including Housing Loan & Other Advances to Staff)	(64,420.36)	(51,416.55)
Cash generated from operating activities	(76,103.62)	(50,706.08)
Income Tax paid - Net of refund	(2,095.57)	(875.26)
Net cash flow from operating activities (A)	(78,199.19)	(51,581.34)
(b) Cash flow from Investing activities		
Income from Investment (including Discount Income)	5,310.25	2,666.86
Purchase of Fixed Asset	(74.61)	(32.72)
Sale of Fixed Assets	6.78	7.11
(Increase) / Decrease in Investment	(21,388.70)	17,524.03
Net cash used / generated from investing activities (B)	(16,146.28)	20,165.28
(c) Cash flow from financing activities		
Grants / contributions received	186.79	(4,950.48)
Proceeds of Bonds	39,472.85	16,084.55
Increase / (Decrease) in Borrowings	29,826.19	143.28
Increase / (Decrease) in Deposits	23,857.20	25,974.18
Withdrawal/Addition from Reserve Fund	-	389.31
Increase in Share capital	-	-
Net cash raised from financing activities (C)	93,343.03	37,640.84
Net increase in cash and cash equivalent (A)+(B)+(C)	(1,002.44)	6,224.77
Cash and Cash equivalent at the beginning of the year	8,311.26	2,086.49
Cash and cash equivalent at the end of the year	7,308.82	8,311.26



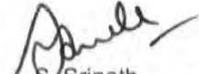
1. Cash and cash equivalent at the end of the year includes :	2023-24	2022-23
Cash in hand	-	-
Balance with Reserve Bank of India	3,561.58	4,800.93
Balances with other Banks in India	3,747.24	3,110.33
Remittances in Transit	-	400.00
Total	7,308.82	8,311.26

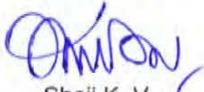
Note - Cashflow Statement is prepared as per Indirect method.

As per our attached report of even date
for MKPS & Associates
Chartered Accountants
FRN: 302014E


CA. Ramakrishnan Mani
Partner
Membership No.: 032271
Mumbai
Date : 24 May 2024




S. Srinath
Chief General Manager
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