



IFCI VENTURE

**IFCI Venture Capital
Funds Limited**



38th Annual Report

2025 - 2026

BOARD OF DIRECTORS

Mr. Manikumar Sivaramakrishnan , Non-Executive Chairman

Mr. V. Anish Babu, Managing Director

Mr. Prasoon, Nominee Director

Mr. Arvind Kumar Jain, Non-Executive Director

Mr. Gauri Shankar, Non-Executive Director

Ms. Tripti Somani, Non-Executive Director

Mr. Kamal Nayan Choubey, Non-Executive Director

CHIEF FINANCIAL OFFICER

Ms. Indu Gupta

COMPANY SECRETARY

Mr. Rachit Tandon

AUDITORS

STATUTORY AUDITORS

Ashok Shyam & Associates
Chartered Accountants
A-1/84, L.G.F. Safadarjung Enclave,
New Delhi 110029

BANKERS

Axis Bank Ltd
HDFC Bank Ltd
State Bank of India
IDBI Bank

REGISTRAR

MCS Share Transfer Agent Ltd.
179-180, DSIDC Shed, 3rd Floor Okhla
Industrial Area, Phase-I, New Delhi 110020

REGISTERED OFFICE

IFCI Tower, 61, Nehru Place, New Delhi - 110 019
Tel : +91-11-41732501, Fax : +91-26453348
E-Mail : cs@ifciventure.com, Website: www.ifciventure.com



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NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given that the THIRTY-EIGHT ANNUAL GENERAL MEETING OF THE MEMBERS OF IFCI VENTURE CAPITAL FUNDS LIMITED (IFCI VENTURE) will be held on Friday, 21st August, 2026 at 02:30 p.m., through Video Conferencing (VC)/ Other Audio Video Means (OAVM), at the Registered Office of the Company situated at IFCI Tower, 61, Nehru Place, New Delhi - 110019, to transact the following business(es):

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as on March 31, 2026 and the Profit & Loss Account for the year ended March 31, 2026, and the Reports of the Board of Directors and Auditors thereon, and in this regard, shall pass the following resolution as Ordinary Resolution:

"RESOLVED THAT the Audited Balance Sheet of the Company as on March 31, 2026 and the Profit & Loss Account for the Financial Year ended March 31, 2026, together with the Directors' Report and the Auditors' Report thereon, be and are hereby, received, considered and adopted."

2. To appoint Director in place of Mr. Gauri Shankar, Non-Executive Director, who retires by rotation and being eligible offer himself for re-appointment.

To consider and, if thought fit, pass the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 152 and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), Mr. Gauri Shankar (holding DIN 06764026) who retires by rotation and being eligible for re-appointment be and is hereby re-appointed as Non-Executive Director of the Company whose office shall be liable to retirement by rotation."

3. To fix the remuneration of Statutory Auditors and, if thought fit, pass the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 139, 142 and any other applicable provisions of Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), the Board of Directors of the Company, be and is hereby, authorized to fix the remuneration including out of pocket expenses, if any, to be payable to Statutory Auditors of the Company as appointed by the Comptroller and Auditor General of India for the Financial Year 2026-27."

**By order of the Board of Directors
For IFCI Venture Capital Funds Ltd**

Sd/-
(Rachit Tandon)
Company Secretary

Place: New Delhi
Date: 17th July, 2026

Notes:

1. The Ministry of Corporate Affairs (MCA), vide its General Circular Nos. 20/2020 dated 5th May, 2020, 09/2023 dated 25th September 2023, 09/2024 dated 19th September, 2024 read with the subsequent circulars issued from time to time, the latest one being General Circular No. 03/2025 dated 22nd September, 2025 (MCA Circulars) has allowed the Companies to conduct the Annual General Meeting (AGM) through Video Conferencing (VC) or Other Audio-Visual Means (OAVM) till 30th September, 2026 without the physical presence of members at a common venue. In compliance with the provisions of the Companies Act 2013 (the Act), and MCA Circulars, the 38th AGM of the Company shall be conducted through VC/OAVM hereinafter called as 'e-AGM'.

2. The deemed venue for thirty-eight e-AGM shall be the Registered Office of the Company at IFCI Tower, Nehru Place, New Delhi - 110019.
3. Attendance of the Members participating in the 38th AGM through VC/OAVM Facility shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
4. Pursuant to the provisions of the Act, a member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a member of the Company. Since this AGM is being held pursuant to the MCA Circulars through VC/OAVM facility, physical attendance of members has been dispensed with. Accordingly, the facility for appointments of proxies by the members will not be available for the e-AGM and hence the Proxy Form and attendance Slip are not annexed to this Notice.
5. Institutional/Corporate shareholders (i.e. other than individuals/HUF etc.) are required to send a scanned copy (pdf/jpg format) of its board or governing body's resolution/authorization, etc., authorizing their representative to attend the AGM on its behalf and to vote. The said resolution/authorization shall be sent to the Company by e-mail through its registered email address to cs@ifciventure.com
6. The facility of joining the e-AGM through VC/OAVM will be opened 15 minutes before and will be open up to 15 minutes after the scheduled start time of the e-AGM, i.e., from 2:15 p.m. to 2:45 p.m.
7. Members shall receive necessary information/procedure separately at their registered e-mail addresses to enable them to access the audio-video facility for participation in the meeting.
8. In terms of sections 101 and 136 of the Act, read with the rules made thereunder, the companies may send the notice of AGM and the annual report, including financial statements, boards' report, etc. by electronic mode. Pursuant to the said provisions of the Act read with MCA Circulars, notice of thirty-eight e-AGM along with the Annual Report for FY 2025-26 is being sent only through electronic mode to those members whose email addresses are registered with the Company. Members may note that the Notice and Annual Report for FY 2025-26 will also be available on the Company's website at www.ifciventure.com
9. Members are informed that if a demand for poll is made by any member in respect to any item, the members shall cast their vote on the resolutions only by sending emails through email addresses which are registered with the company. The voting shall be sent to the Company by e-mail through its registered email address to cs@ifciventure.com
10. Members who have not registered their e-mail addresses so far are requested to register their e-mail address to receive all communication including Annual Report, Notices, Circulars, etc. from the Company electronically.
11. Members are requested to kindly communicate immediately any change in their address, if any, to the Managing Director/Company Secretary at the Registered Office of the Company.
12. Members are requested to support our commitment to environmental protection by choosing to receive the Company's communication through email going forward.
13. The Register of Directors and Key Managerial Personnel and their Shareholding maintained under Section 170 of the Companies Act, 2013; the Register of Contracts or Arrangements in which Directors are interested maintained under Section 189 of the Companies Act, 2013 shall be made available for inspection through electronic mode and shall remain open and be accessible to any member during the continuance of the meeting.
14. Since the meeting will be conducted through VC/OAVM facility, the route map is not annexed to this Notice.

Details of Directors seeking Appointment / Re-appointment at the ensuing Annual General Meeting, pursuant to Secretarial Standard – 2 issued by the Institute of Company Secretaries of India are as under:

PROFILE OF DIRECTORS SEEKING APPOINTMENT / RE-APPOINTMENT AT THIS ANNUAL GENERAL MEETING

Name of the Director	Mr. Gauri Shankar
Directors Identification Number (DIN)	06764026
Date of Birth	13.01.1957
Date of First Appointment on the Board	September 10, 2021
Profile / Expertise in Specific functional Areas.	Mr. Gauri Shankar holds bachelor's degree in science and commerce; He has over 42 years' of experience in Banking and Finance and served as Managing Director and Chief Executive officer of Punjab National Bank in 2015. He was also the Executive Director of the same Bank. Prior to this, he worked in Bank of India in various positions, which include General Manager of various Departments viz, Finance (CFO), National Banking Group North (Operations), Asset Recovery, Learning and Development (HR) and Strategy and Planning. Mr. Shankar has vast experience in domestic and international operations. Worked in Bank of India's Singapore and Jakarta Operations. His forte is Finance, Strategy and HR Development. He also worked as DGM and Zonal Manager of Lucknow Zone. While in PNB, he was Chairman of PNB's wholly owned subsidiary Punjab National Bank (International) Limited, London and director on other subsidiaries and JVs (for different periods) namely PNB Housing Finance Limited, PNB Gilts Ltd. and Punjab National Bank Kazakhstan.
Qualifications	B.Sc & B.Com,(University of Delhi) CAIIB-I (Indian Institute of Bankers)
List of Directorship in other Companies	-SHIVALAYA CONSTRUCTION LIMITED -PNC INFRATECH LIMITED -UNIVERSAL FINGROWTH PRIVATE LIMITED -SPAARK BRESSON WTE PRIVATE LIMITED -TRONTEK ELECTRONICS LIMITED -AMIR CHAND JAGDISH KUMAR (EXPORTS) LIMITED -OPTIEMUS INFRACOM LIMITED -PAISALO DIGITAL LIMITED -MOHIT MINERALS LIMITED -USHA FINANCIAL SERVICES LIMITED
Membership of Committee of the Board in other Companies.	-Trontek Electronics Limited 1. Audit Committee (Member) 2. Nomination & Remuneration Committee (Chairman) 3. CSR Committee (Chairman) -Shivalaya Construction Ltd 1. Audit Committee (Chairman) 2. Nomination & Remuneration Committee (Member) -PNC Infratech Pvt Ltd 1. Audit Committee (Chairman) 2. Risk Management Committee (Member) 3. Nomination & Remuneration Committee (Chairman) 4. CSR Committee (Member)



	-Optiemus Infracom Limited 1. Audit Committee (Chairman) 2. Nomination & Remuneration Committee (Member) 3. Risk Management Committee (Member) -Amir Chand Jagdish Kumar (Exports) Limited 1. Audit Committee (Chairman) 2. Nomination & Remuneration Committee (Member) 3. Risk Management Committee (Member)
No. of Equity Shares held	Nil
No. of Board Meetings attended/entitled to attend during the year	5/5
Whether related to any Board Members, Manager or KMP of the Company	No

**By order of the Board of Directors
For IFCI Venture Capital Funds Ltd**

Sd/-
(Rachit Tandon)
Company Secretary

Place: New Delhi
Date: 17th July, 2026

DIRECTORS' REPORT**TO THE MEMBERS OF IFCI VENTURE CAPITAL FUNDS LIMITED**

The Board of Directors of your Company are pleased to present the Thirty-Eight Annual Report of IFCI Venture Capital Funds Limited (the Company) together with the Report on Corporate Governance and Audited Financial Statements for the Financial Year ended March 31, 2026.

1. FINANCIAL RESULTS AND STATE OF COMPANY'S AFFAIRS

The financial results of your Company for the Financial Year 2025-26 and 2024-25 under review are summarized in the following table:

(Rs. in Lakhs)

Financial Year	2025-26	2024-25
Total Income	4,725.32	3,011.83
Expenditure		
- Finance Cost	-	11.87
- Net Loss on fair value changes	-	-
- Employee Benefit Expenses	697.39	654.74
- Impairment on financial instruments	-	190.49
- Depreciation	6.57	7.52
- Other Expenses	1,783.28	821.19
Total Expenditure	2,487.23	1,685.81
Profit/(loss) Before Tax	2,238.09	1,326.01
Less: Tax Expenses	907.73	(9.34)
Profit/(loss) for the period	1,330.37	1,335.35
Add: Other Comprehensive Income	14.63	15.86
Total Comprehensive Income for the period	1,344.99	1,351.21

2. CHANGE IN NATURE OF BUSINESS & MATERIAL CHANGES AND COMMITMENTS AFFECTING FINANCIAL POSITION OF THE COMPANY BETWEEN THE END OF THE FINANCIAL YEAR AND THE DATE OF THE REPORT

There has been no change in the nature of business of your Company during the reporting period. Further, there have been no material changes and commitments which affect the financial position between the end of the Financial Year and date of Directors' Report.

3. DIVIDEND

No interim or final dividend has been declared for the Financial Year 2025-26.

4. TRANSFER TO RESERVES

The Company has transferred Rs. 269 lakh to the reserves u/s 45IC of the RBI Act, 1934 during the Financial Year ended March 31, 2026 as your company earned profit during the year.

5. CAPITAL STRUCTURE/CHANGE IN SHARE CAPITAL

The capital structure of your Company as on March 31, 2026 is given as under:

Authorized Share Capital	Issued, Subscribed and Paid-up Share Capital
15,00,00,000 Equity Shares of Rs.10/- each aggregating to Rs.150,00,00,000/-	4,79,44,036 Equity shares of Rs.10/- each aggregating to Rs. 47,94,40,360/-

6. DETAILS OF DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP) APPOINTED OR RESIGNED DURING THE FINANCIAL YEAR.

During the Financial Year and till the date of signing of this report, the following changes have occurred in the composition of the Board of Directors of your Company:

In accordance with the provisions of Companies Act, 2013 and the Articles of Association of the Company, IFCI Ltd. the holding company; (i) has extended the deputation period of Shri V. Anish Babu, General Manager, IFCI Ltd. as Managing Director, of IFCI Venture for a further period of one-year w.e.f. April 25, 2025. The deputation period was further extended by IFCI Ltd. the holding company for a further period of six months w.e.f. April 25, 2026; (ii) IFCI Ltd., the holding company, had nominated Shri. Manikumar Sivaramakrishnan as a Nominee Director and Chairman of the Company and the nomination of Sh. Rahul Bhave, as a Nominee Director and Chairman of the Company has been withdrawn w.e.f. April 07, 2026 respectively.

Shri. Ajay Kumar Kapur had tendered his resignation from the Directorship of the Company with effect from July 23, 2025. The Board placed on record its appreciation for the guidance, support and valuable contribution provided by him during the tenure of their Directorship on the Board of the Company.

Shri. Kamal Nayan Choubey was appointed as Additional Director(s) by the Board of Directors w.e.f. September 10, 2025 and subsequently regularized as Non-Executive Director(s) under the category of Non-Independent Director of the Company at the 37th Annual General Meeting held on September 16, 2025.

During the year, no other changes took place in the composition of the Board of Directors of the Company. The composition of the Board of Directors of the Company is not in compliance with the applicable norms of the Companies Act, 2013, since in terms of the Act and amendment made thereof, the Company shall have at least two Independent Directors and as per notification dated June 05, 2015 for the induction of Independent Director on the Board of a Government Company, opinion from concerned Ministry or parent Department of the Central Government, which is administratively in charge of the Company is required that the person intending to act as Independent Director shall be a person of integrity and possess relevant expertise and experience. Therefore, the power to appoint Independent Directors vests with the Ministry administratively in-charge of the Company i.e. Department of Financial Services, MOF. Communications have been sent and once the appointment of the Independent Director is made the abovementioned provisions will be complied with.

7. DIRECTOR LIABLE TO RETIRE BY ROTATION

Shri. Gauri Shankar, Non-Executive Directors (holding DIN 06764026) will retire by rotation at the forthcoming Annual General Meeting and being eligible, have offered himself for re-appointment.

8. SECRETARIAL STANDARDS

Pursuant to the provisions of Section 118 of the Companies Act, 2013, the Company has complied with the applicable provisions of the Secretarial Standards issued by the Institute of Company Secretaries of India.

9. NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS

During the Financial Year 2025-26, in compliance with the provisions of the Companies Act, 2013 and rules made thereunder, 5 (five) meetings of the Board of Directors were conducted, and the details of such meetings forms part of the Report on Corporate Governance, appearing separately in the Annual Report.

10. COMPOSITION OF AUDIT COMMITTEE OF DIRECTORS

Your Company has in place an Audit Committee of Directors, as required under the provisions of the Companies Act, 2013 and other applicable regulations. However, the composition of the Audit Committee is not in compliance with the provisions of the Companies Act, 2013 as the Company does not have any Independent Director for the reasons mentioned at point no.6 above. Composition of Audit Committee of Directors and meetings held during the financial year alongwith the attendance forms part of Report on Corporate Governance, appearing separately in the Annual Report.

Your directors would like to inform that there has been no matter where the Board has not accepted the recommendations of the Committee.

11. DISCLOSURE OF NOMINATION AND REMUNERATION POLICY

Pursuant to the provisions of the Companies Act, 2013, your Company has put in place a Nomination & Remuneration Policy. The terms of reference of the Nomination & Remuneration Committee, meetings held during the financial year alongwith the attendance of the members forms part of Report on Corporate Governance, appearing separately in the Annual Report.

As per Notification dated June 05, 2015, issued by the Ministry of Corporate Affairs, Government Companies are exempted from complying with the provisions of sub section (2), (3) and (4) of Section 178 of the Companies Act, 2013. Accordingly, your Company, being a Government Company, is not required to disclose the Nomination and Remuneration Policy in the Directors' Report.

12. POLICY ON DEALING WITH RELATED PARTY TRANSACTIONS

Your Company has formulated a Related Party Transactions Policy, for the purpose of identification and dealing with related parties. The Policy on dealing with Related Party Transactions has been uploaded on your Company's website at www.ifciventure.com and salient features are enclosed at **Annexure I**.

13. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

All Related Party Transactions were placed before the Audit Committee of Directors for approval. Prior omnibus approval of the Audit Committee was obtained on yearly basis for the transactions which were of foreseen and repetitive in nature. None of the Directors has any pecuniary relationship or transaction vis-à-vis the Company.

All Related Party Transactions entered during the year under report were in ordinary course of the business and at arm's length basis. No Material Related Party Transaction was entered during the year by your Company. Accordingly, the disclosure of Related Party Transactions as required under Section 134(3)(h) of the Companies Act, 2013, in Form AOC-2 is not applicable and hence, does not form part of the Board's Report.

14. ANNUAL RETURN

Pursuant to the provisions of the Companies Act, 2013, the Company shall place a copy of the annual return in prescribed format on the website of the company, if any, and the web-link of such annual return shall be disclosed in the Board's report. The same is available on the Company's weblink i.e. <http://www.ifciventure.com/investors>

15. CORPORATE SOCIAL RESPONSIBILITY

Pursuant to section 135 of the Companies Act, 2013 and rules made thereunder including amendment thereof, the brief outline of the Corporate Social Responsibility (CSR) Policy of the Company and the project/program undertaken by the Company on CSR activities during the year are set out in **Annexure II** of this report in the format prescribed in the Companies (Corporate Social Responsibility) Rules, 2014. The policy is available on the Company's website i.e. www.ifciventure.com.

16. PARTICULARS OF EMPLOYEES AND REMUNERATION

As per Notification dated June 5, 2015, issued by the Ministry of Corporate Affairs, Government Companies are exempt from complying with the provisions of section 197 of the Companies Act, 2013, read with Rules made thereunder. Accordingly, your Company being a Government Company is exempt from disclosing the information required under the said section read with Rules made thereunder in the Board's Report.

17. PERFORMANCE EVALUATION

The Board of Directors and Nomination & Remuneration Committee of Directors has put in place an evaluation framework for the evaluation of the Board, its committees and of the individual Directors, in compliance with the provisions of the Companies Act, 2013. A structured questionnaire was prepared after taking into consideration various aspects of the Directors' functioning such as delegation of responsibilities

to the Committees, level of Directors' integrity and ability to handle conflict constructively, Directors acting in accordance with the provisions of Articles of Association of the Company and the Committees' functions in accordance with terms of reference prescribed by the Board, etc.

The Directors expressed their satisfaction with the evaluation process.

18. DISCLOSURE AS PER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

An Internal Complaint Committee has been formed and the Members of the said Committee, as on 31/03/2026, are as under:

S. No	Name	Designation
1.	Smt. Indu Gupta	Chairperson
2.	Smt. Seema Goel	Member
3.	Shri Arindam Roy	Presiding Officer
4.	Smt. Lata Lochav, Adv.	External Member

A brief of the complaints received under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 for the Financial year 2024-25 is as under:

- (a) number of complaints of sexual harassment received in the year - Nil
- (b) number of complaints disposed off during the year - Nil
- (c) number of cases pending for more than ninety days - Nil

Your Company has a policy on Prevention of Sexual Harassment at Workplace and is complying with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

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

As your Company is primarily engaged in the business of financing of companies in the capacity of being a Non-Banking Financial Company, therefore the provisions of Section 186 [except for sub-section (1)] of the Companies Act, 2013 are not applicable to your Company.

20. MAINTENANCE OF COST RECORDS

As your Company is primarily engaged in the business of financing of companies in the capacity of being a Non-Banking Financial Company, therefore maintenance of cost records under the provisions of Section 148(1) of the Companies Act, 2013 are not applicable to your Company.

21. RISK MANAGEMENT

Your Company is primarily engaged in managing Alternative Investment Funds (AIFs) registered with the Securities and Exchange Board of India (SEBI), alongside recovery and resolution of its legacy Non-Performing Asset (NPA) portfolio. In the course of these operations, the Company is exposed to various categories of risk viz. financial, operational, legal, regulatory, and reputational etc.

Recognizing the critical importance of sound risk management to safeguard stakeholder interests and ensure sustainable growth, your Company has in place a comprehensive Integrated Risk Management Framework, aligned with the guidelines issued by the Reserve Bank of India (RBI), Government of India, and other applicable regulatory authorities. The Company has adopted an Integrated Risk Management Policy, which sets forth detailed procedures and control mechanisms to manage various categories of risks. The core objective of this framework is to efficiently manage risks, allowing for the optimization of the risk-return profile and thereby contributing to improved risk-adjusted returns and optimal capital utilization. The Company is committed to continuous improvement in its risk management capabilities, particularly in the evolving landscape of PE/VC funds and remains prepared to seek external professional assistance as deemed necessary to further enhance its risk management framework.

22. DEPOSITS

Your Company being a Non-Deposit Accepting Company has not accepted any deposits during the Financial Year 2025-26. There were no public deposits outstanding as at the beginning or end of the Financial Year 2025-26.

23. SIGNIFICANT OR MATERIAL ORDERS PASSED BY REGULATORS OR COURT IMPACTING THE GOING CONCERN STATUS OF THE COMPANY

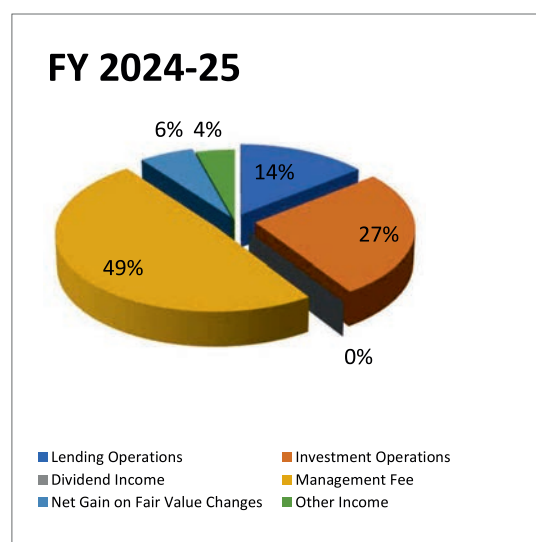
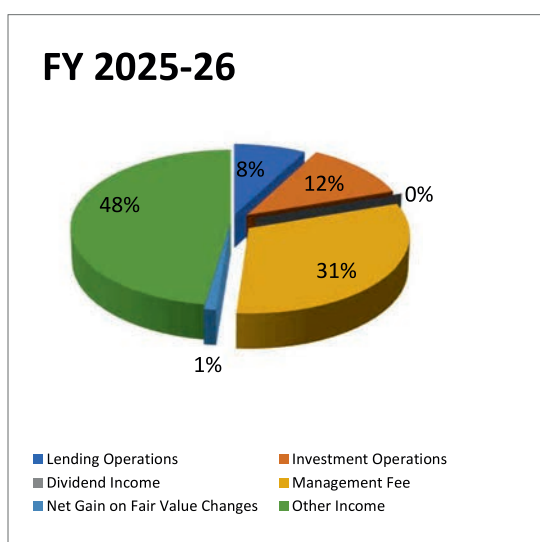
There are no significant material orders passed by the Regulators or Courts or Tribunal during the year under review which has an impact on the going concern status and company's operations in future.

24. VIGIL MECHANISM

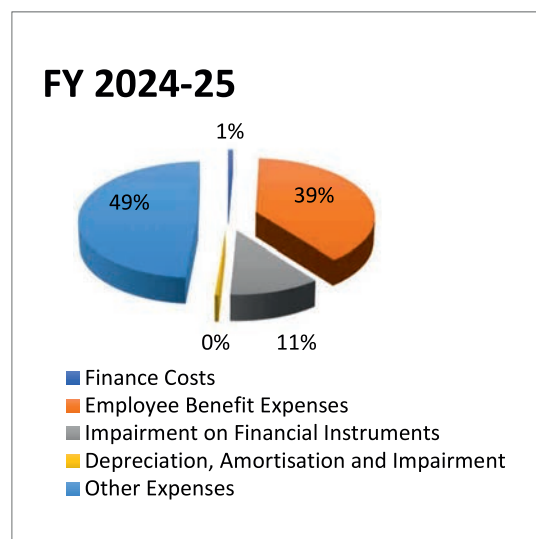
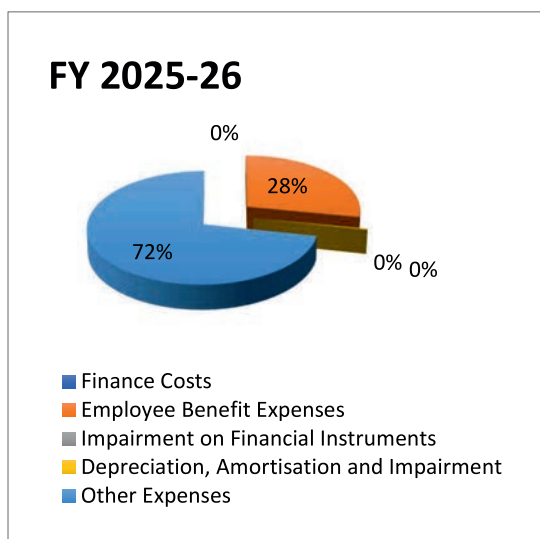
The provisions regarding the establishment of a vigil mechanism under Section 177(9) of the Companies Act, 2013, read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, are not applicable to the Company during the financial year.

25. INCOME AND EXPENDITURE COMPONENTS

(i) Income Components



ii) Expenditure Components



26. MANAGEMENT DISCUSSION & ANALYSIS REPORT

I. (i) INDUSTRY STRUCTURE & DEVELOPMENTS

During FY 2025-26, the Indian economy demonstrated remarkable resilience amid heightened global uncertainties, geopolitical tensions, financial market volatility, and evolving trade dynamics particularly following the imposition of higher US tariffs in April 2025. India managed to remain the fastest growing major economy, expanding at 7.6% during FY 2025-26, supported by strong domestic demand, sustained public investment, proactive initiatives and sound macroeconomic fundamentals as against 7.1% in FY 2024-25.

On the demand side, private final consumption expenditure and fixed investment served as the key growth drivers. Indian industrial sector posted strong growth in 2025-26, driven by a robust manufacturing sector. The growth was facilitated by steady industrial credit growth and broad sectoral policies like the Production Linked Incentive (PLI) schemes and the National Manufacturing Mission. Manufacturing sector also experienced broad-based expansion with key sectors like basic metals, motor vehicles and other transport equipment registering strong growth.

With the above statistics, India secured third rank globally with installed renewable energy capacity exceeding 250 gigawatts and surpassing electric vehicle sales to 25 lakh units in 2025-26, driven by initiatives such as the PM Electric Drive Revolution in Innovative Vehicle Enhancement Schemes. Indian service sector continued to be the primary driver of aggregate supply, contributing to around 69% of real Gross Value Added (GVA) growth with robust expansion in trade, hotels, transport, communication and services related to broadcasting segments as well as financial, real estate, IT and professional services.

Against the backdrop of moderate global growth, the outlook for Indian economy in 2026-27 remains supported by strong macroeconomic fundamentals, although prolonged West Asia conflict may pose downside risk. The healthy balance sheets of corporate and banking sectors alongwith government's continued thrust on capital expenditure bode well for India's strong growth trajectory. Above all, implementation of various trade agreements with the key trading partners would provide further momentum to India's growth.

To reinforce India's manufacturing ambitions, the Union Budget 2026-27 has earmarked seven strategic and frontier sectors - electronics, semiconductors, biopharma, rare earths, chemicals, textiles, and capital goods - for a focused policy push.

ii. Opportunities and Threats

Opportunities

- Increasing demand for retail and MSME financing.
- Expansion of digital lending platforms and fintech collaborations.
- Growing financial inclusion initiatives by the Government and regulators.
- Rising consumption patterns and credit penetration in semi-urban and rural markets.
- Opportunities for co-lending arrangements with banks and financial institutions.

Threats

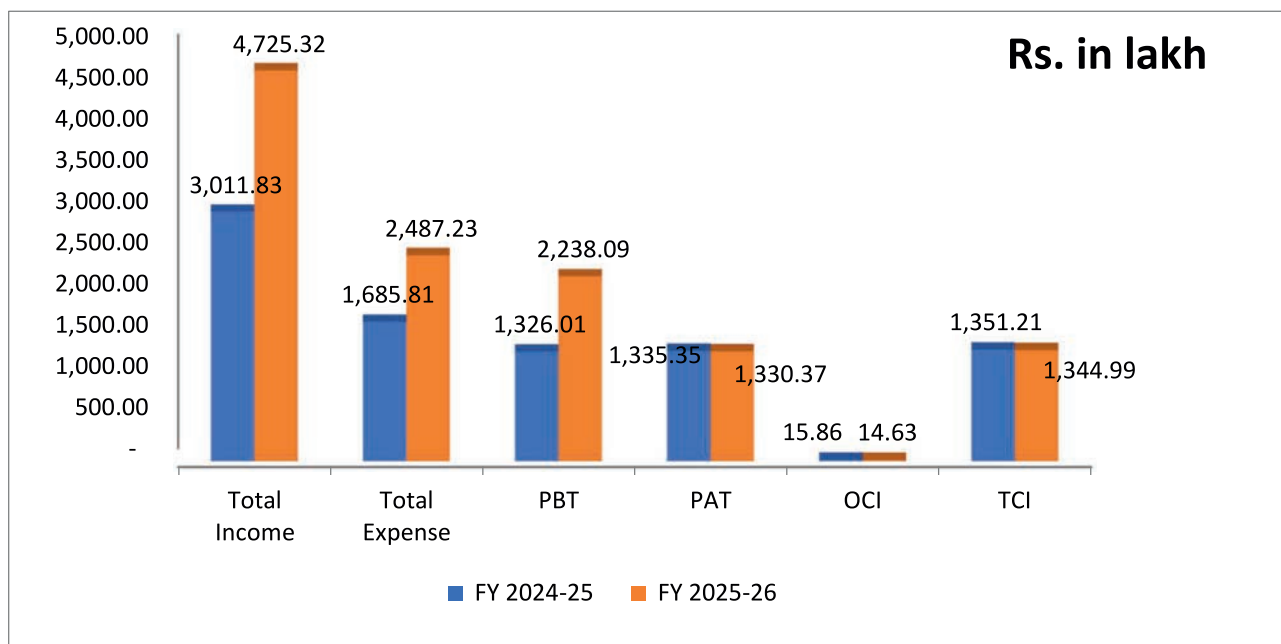
- Intense competition from banks, fintech entities, and peer NBFCs.
- Changes in regulatory policies and compliance requirements.
- Volatility in interest rates impacting borrowing costs and margins.
- Credit risk arising from economic slowdown or sectoral stress.
- Cybersecurity and data privacy risks due to increased digital operations.

iii. SEGMENT OR PRODUCT WISE PERFORMANCE OF YOUR COMPANY

(a). Financial Performance

During FY 2025-26 your Company earned profit of Rs.1,344.99 lakh as compared to Rs.1,351.21 lakh in

F.Y 2024-25. The book value per share increased to Rs.33.77 per share in FY 2025-26 from Rs. 30.96 per share in FY 2024-25.



(b) Corporate Loan Portfolio & Focus on Recovery from NPA's/Investments

The gross corporate loan portfolio of your Company stood at Rs. 7,172.83 lakh as on March 31, 2026 from Rs.9,147.02 lakh as on March 31, 2025 with no fresh sanctions during the period.

IFCI Venture has been diligently pursuing recovery of dues from Non-Performing Assets (NPAs), technically written-off accounts, and investments during FY 2025-26. A provision of 67% has been set aside for the loan portfolio. To expedite recovery, the company has initiated various legal actions, including proceedings before Debt Recovery Tribunals, criminal complaints under Section 138 of the Negotiable Instruments Act, insolvency applications under the Insolvency and Bankruptcy Code, 2016, enforcement of securities under the Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, and attachment of guarantors' personal assets. Additionally, NPA and written-off accounts have been assigned. These concerted efforts resulted in recoveries of Rs. 1850 lakhs from NPAs/technically written-off cases and FY 2025-26. IFCI Venture anticipates recovering a significant portion of outstanding dues in FY 2025-26."

(c). Management of Private Equity/Venture Capital Funds

Management remains committed to driving inclusive economic growth through targeted equity and venture investments. By combining rigid SEBI compliance frameworks with robust monitoring mechanisms, your Company continues to optimize social impact while securing steady management fee yields to support stable financial performance.

The operational highlights, cumulative sanctions, and management fee incomes generated from the four schemes managed by your Company are summarized below:

Venture Capital Fund for Scheduled Castes (VCF-SC): As of March 31, 2026, cumulative sanctions under VCFSC reached Rs.618.02 crore, distributed across 146 companies promoted by Scheduled Caste (SC) entrepreneurs. Your Company earns an annual management fee of 1.5% p.a. on the total VCFSC corpus. Management fee income booked from VCFSC for the period stood at Rs.12.99 crore.

Ambedkar Social Innovation Incubation Mission (ASIIM): Operating as a specialized initiative under the VCF-SC umbrella, ASIIM recorded cumulative sanctions of Rs.29.11 crore as of March 31, 2026, supporting 114 startups promoted by SC youth.

Venture Capital Fund for Backward Classes (VCF-BC): As of March 31, 2026, cumulative sanctions stood at Rs.142.88 crore, extended to 31 companies led by BC entrepreneurs. Your Company commands a 1.5% p.a. management fee on this corpus, booking an income of Rs. 3.54 crore as on 31st March 2026.

Senior Care Ageing Growth Engine (SAGE): As of March 31, 2026, the total fund corpus stood at Rs.21.52 crore. Nine proposals have been sanctioned with sanction amount of Rs.9 crore and Rs.6.76 Crore has been disbursed in 7 cases under the fund. Your company commands an annual management fee @ 2.5% p.a. on the fund corpus of SAGE and an amount of Rs.0.6349 crore was booked as income towards management fee from SAGE.

Venture Capital Fund for Scheduled Tribes (VCFST): As of March 31, 2026, cumulative sanctions under VCFST stood at Rs.13.36 crore, deployed across 5 corporate entities promoted by ST entrepreneurs. Your Company commands an annual management fee of 1.5% p.a. on the total VCFST corpus. Management fee income recognized and booked from the fund stood at Rs.0.38 crore as on 31st March 2026.

iv. Outlook

Geopolitical risk has re-emerged as the dominant drag on global growth in 2026. The adverse impact of outbreak of the conflict in West Asia in end-February 2026 is reflected in the forecasts of global growth and inflation. In IMF's baseline scenario¹⁹, the global economy is projected to grow by 3.1 per cent in 2026 (as against the earlier projection of 3.3 per cent in January 2026), while global merchandise and services trade volume is expected to decelerate to 2.8 per cent in 2026.

Against the backdrop of a moderate global growth, the outlook for the Indian economy in 2026-27 remains positive, supported by strong macroeconomic fundamentals, although a prolonged West Asia conflict may pose downside risk.

The Company aims to:

- Expand its customer base and geographical presence.
- Strengthen digital lending and collection infrastructure.
- Improve operational efficiencies through technology integration.
- Maintain healthy asset quality and capital adequacy.
- Focus on sustainable and profitable growth.

With growing investor participation, rising digital adoption, and sustained policy support, India's financial services sector is well-positioned to become a global powerhouse, driving inclusive growth and long-term economic resilience.

The Reserve Bank continued with its focus on ensuring availability of banking services to all sections of society and strengthening the credit delivery system to cater to the needs of all productive sectors of the economy. Going forward, the strategy adopted under NSFI: 2025-30 (National Strategy for Financial Inclusion) is expected to further deepen financial inclusion in the country.

v. Risks and Concerns

As a financial services organization, the Company is exposed to various risks, including:

Credit Risk

Risk of borrower default impacting recoverability and profitability.

Liquidity Risk

Risk arising from mismatch in cash flows and funding obligations.

Interest Rate Risk

Fluctuations in market interest rates affecting borrowing costs and spreads.

Operational Risk

Risk of loss resulting from inadequate processes, systems, or human errors.

Regulatory Risk

Changes in laws and regulations governing NBFC operations.

Recognizing the critical importance of sound risk management to safeguard stakeholder interests and ensure sustainable growth, your Company has in place a comprehensive Integrated Risk Management Framework, aligned with the guidelines issued by the Reserve Bank of India (RBI), Government of India, which sets forth detailed procedures and control mechanisms to manage various categories of risks.

vi. Internal Control systems and their adequacy

The Company has adequate internal control systems commensurate with the size, scale, and complexity of its operations. The internal control framework ensures:

- Protection of assets,
- Accuracy and reliability of financial reporting,
- Compliance with applicable laws and regulations,
- Efficient conduct of business operations.

The Company's internal audit function regularly reviews operational processes and compliance mechanisms. Audit observations and recommendations are periodically reviewed by the Audit Committee and management for corrective actions.

vii. Discussion on financial performance with respect to operational performance.

During the financial year under review, the Company's financial performance reflected the impact of its operational activities, market conditions, and initiatives undertaken to improve efficiency and profitability. The Company's focused on operational excellence, process optimization, and effective resource utilization contributed positively to overall performance. Overall, the Company's financial performance remained closely aligned with its operational achievements. Management remains committed to improving operational efficiencies, expanding market presence, and creating long-term value for stakeholders while maintaining financial discipline

viii. Material Developments in Human Resources/Industrial Relations including number of people employed.

The Company recognizes human resources as its most valuable asset and continues to invest in employee development, engagement, and organizational capability building.

Key HR initiatives during the year included:

- Employee training and skill development programs,
- Performance management and leadership development,
- Strengthening workplace ethics and compliance culture,
- Digital learning and employee wellness initiatives.

Industrial relations remained cordial throughout the year. The Company emphasizes maintaining a positive work environment based on mutual trust, transparency, and teamwork.

The total number of employees on the rolls of the Company as on the close of the financial year was 14.

ix. Inclusive Growth

The Company remains committed to promoting inclusive growth and social empowerment through its business activities. During the year, the Company continued to support entrepreneurship and economic participation among members of the Scheduled Castes, Scheduled Tribes and Other Backward Classes through its financing and developmental initiatives.

II. BUSINESS OVERVIEW**i. Lending Operations**

No fresh lending business is being perceived by your company and focus is on management of Funds entrusted by Ministry of Social Justice & Empowerment (MosJE) and Ministry of Tribal Affairs (MoTA), Government of India.

In its strategic efforts to establish a strong presence in the Private Equity (PE), Venture Capital (VC), and Venture Debt sectors, your company is actively engaging with several private fund houses and intermediary firms. These discussions are aimed at identifying and exploring potential business opportunities for future collaborations and fund launches.

Your company is actively exploring opportunities in the venture debt segment. To this end, your company is engaging with Indian Venture and Alternate Capital Association (IVCA), private established venture debt players and is also in communication with SIDBI to evaluate potential collaborations.

ii. Private Equity/Venture Capital Funds Under Management by IFCI Venture

Your Company has an established and distinguished track record as an Asset Manager, specializing in the management of Venture Capital Funds since 1991. The Company previously managed several private equity (PE)/ venture capital funds registered with the Securities and Exchange Board of India (SEBI), successfully closing these legacy funds in FY 2019–20 with a combined Asset Under Management (AUM) of Rs.508 crore.

Building upon this extensive institutional expertise, your Company has partnered with the Ministry of Social Justice and Empowerment (MoSJE), Government of India, since 2015. Through this collaboration, the Company handles pioneering, first-of-their-kind PE/VC funds in India dedicated to promoting entrepreneurship among disadvantaged communities by providing concessional finance. Presently, your Company manages four active schemes registered as Category-II Alternative Investment Funds (AIF) with SEBI. Three of these schemes—Venture Capital Fund for Scheduled Castes (VCFSC), Venture Capital Fund for Backward Classes (VCFBC), and Senior Care Ageing Growth Engine (SAGE)—are entrusted by the Ministry of Social Justice and Empowerment (MoSJE) under a single umbrella Trust viz. Venture Capital Fund for Scheduled Castes and Backward Classes. The fourth scheme, the Venture Capital Fund for Scheduled Tribes (VCFST), is entrusted by Ministry of Tribal Affairs (MoTA) and managed under a separate dedicated Trust.

Presently, the total Assets Under Management (AUM) handled by the Company stands at Rs.1,003.04 crore for the fiscal year 2025–26. All active schemes under management are compliant and registered as Category-II Alternative Investment Funds (AIF) under the SEBI (Alternative Investment Funds) Regulations, 2012. These funds are managed by a highly skilled team of young and experienced professionals possessing deep domain knowledge and exposure to PE/VC operations.

VCFSC was launched in 2015 with an initial corpus of Rs.250 crore. Backed by subsequent capital infusions from MoSJE and IFCI, along with the strategic plough-back of fund income, VCFSC successfully reached its targeted corpus of **Rs.750 crore** as of March 31, 2024. Consequently, no fresh capital contributions were received during the current fiscal year. The Fund declared its final closing to SEBI on 31st March 2025. Further, launched by MoSJE on September 30, 2020, as a specialized sub-scheme under VCFSC, ASIIM aims to foster innovation among SC youth. The mission targets supporting 1,000 SC entrepreneurs with early-stage startup ideas through Technology Business Incubators (TBIs) based in higher educational institutions. Eligible entities receive financial assistance of Rs.10 lakh per year for 3 years, aggregating to Rs.30 lakh per company.

Considering the success of VCFSC and to provide similar concessional finance to Backward Classes (BC) entrepreneurs, the scheme initiated in FY 2017–18 and became fully operational on October 1, 2019, upon meeting SEBI's minimum capital requirements. The Fund has reached its targeted corpus of **Rs.200 crore** as of March 31, 2025. Consequently, no fresh capital contributions were received during the current fiscal year. The Fund also declared its final closing to SEBI on 31st March 2025.

Further, your Company continues to administer the SAGE scheme, an initiative entrusted by MoSJE with an objective to support innovative ideas for the elderly care and promoting them into start-ups by providing equity support and to propel silver-economy startups focused on innovative senior care products and solutions. As on March 31, 2026, the total corpus of the fund stood at **Rs.21.52 crore**.

Also, in lines of MoSJE, Ministry of Tribal Affairs (MoTA), Government of India, launched the Venture Capital Fund for Scheduled Tribes (VCFST) on 10th February 2024, to provide concessional financial backing and foster sustainable entrepreneurship among Scheduled Tribe (ST) communities. The Fund also supports, promotes and handholds the start-up ideas till they reach commercial stage by providing equity and/or credit support. Your Company has been entrusted by MoTA to act as the Investment Manager of VCFST. The target corpus of the Fund is Rs. 200 Crore. As of March 31, 2026, the total corpus of the fund stood at **Rs.31.52 crore**.

To expand the awareness, operational coverage, and pipeline of all the funds under management, your Company actively engaged in multiple ecosystem-building initiatives during the year. IFCI Venture participated in a series of targeted conferences, seminars, and webinars designed to connect with prospective grassroots entrepreneurs and maximize scheme visibility. To ensure deeper geographic and market penetration, your Company executed formal Memorandum of Understanding (MoUs) with 17

pioneer institutions including NSIC – SC/ST Hub, Confederation of Indian Industry (CII), Federation of Indian Chambers of Commerce and Industry (FICCI), IITs, NITs, BITS Pilani, Startup TN, Kalinga Institute of Technology, Regional Universities, Backward Classes Indian Chamber of Commerce and Industry (BICCI) etc. engaged in welfare of SC/BC/ST sections of society. Your Company continues to successfully operate its proprietary mentorship platform, "**Aye-Mentor.**" Developed to handhold first generation entrepreneurs setting up early-stage startups, the platform facilitates critical business guidance, strategic handholding, and technical expertise.

A robust panel of **94 expert mentors** has been successfully onboarded to date. The portal has processed **281 formal mentorship session requests** from emerging entrepreneurs belonging to the Scheduled Caste (SC) category.

Further, Both VCFSC and VCFBC successfully executed fund distributions for FY 2025-26. All distributions were carried out in strict accordance with the distribution waterfall outlined in their respective Private Placement Memorandums (PPM).

Under efficient fund management, VCFSC distributed a total of Rs.78.09 crore to its investors. i.e. Rs.45.00 crore distributed to IFCI Ltd. (being Class A Investor), Rs.31.43 crore distributed to MoSJE (being Class B investor), Rs.1.43 crore distributed to IFCI Ltd. (being Class B Investor) and Rs.0.23 crore accrued distribution to IFCI Ltd. (as sponsor). Post distribution, the Fund corpus of VCFSC stands at **Rs.672.13 crore**. The distribution has been done as per the distribution waterfall mentioned in the Private Placement memorandum of VCFSC.

Similarly, VCFBC executed a total distribution of Rs.7.43 crore to its investors.i.e. Rs.4.61 crore distributed to IFCI Venture (being Class A Investor), Rs.2.74 crore distributed to MoSJE (being Class B investor), Rs.0.01 crore distributed to IFCI Venture (being Class B Investor) and Rs.0.07 crore accrued distribution to IFCI Venture (as sponsor). Post distribution, the Fund corpus of VCFSC stands at **Rs.192.98 crore**. The distribution has been done as per the distribution waterfall mentioned in the Private Placement memorandum of VCFBC.

27. DOCUMENTS PLACED ON THE WEBSITE (www.ifciventure.com)

The following documents have been placed on the website of your Company in compliance with the Companies Act, 2013 and RBI:

- Corporate Social Responsibility Policy as per section 135(4)(a) of the Companies Act, 2013.
- Financial Statements of the Company along with the relevant documents as per fourth proviso to section 136(1) of the Companies Act, 2013.
- Details of vigil mechanism for Directors and employees to report genuine concerns as per proviso to section 177(10) of the Companies Act, 2013.
- Related Party Transactions Policy.
- Guidelines on Corporate Governance, as per guidelines issued by Reserve Bank of India (RBI).
- Code of Business Conduct & Ethics for Board Members, KMPs and Senior Management, in compliance with the applicable rules and regulations.

28. CORPORATE GOVERNANCE

A detailed report on Corporate Governance for the Financial year 2025-2026 is appearing separately in the Annual Report.

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

As your Company's operations do not involve any manufacturing or processing activities, the particulars as per Companies (Disclosures of Particulars in the Report of the Board of Directors) Rules, 1988 regarding conservation of energy and technology absorption are not applicable. The Company is also not engaged in any activity relating to exports. During the Financial Year 2025-26, your Company neither incurred nor received any amount in foreign currency.

30. QUALIFICATIONS OR OBSERVATIONS OR OTHER REMARKS MADE BY THE STATUTORY AUDITORS

Pursuant to the provisions of Section 139 of the Act and the Rules framed thereunder, Ashok Shyam & Associates, Chartered Accountants (Firm Regn No. 011223N), were appointed as Statutory Auditors of your Company by the Comptroller & Auditor General of India.

The Financial Results of the Company for the Financial Year 2025-26 were unqualified by the Statutory Auditors of the Company.

31. QUALIFICATIONS OR OBSERVATIONS OR OTHER REMARKS MADE BY THE SECRETARIAL AUDITORS

Pursuant to the provisions of Section 204 of the Act, read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Secretarial Audit of the Company is not applicable for the FY 2025-26. Accordingly, the Secretarial Audit report as required under Section 204 of the Companies Act, 2013, in Form MR-3, is not applicable and hence, does not form part of the Board's Report.

32. STATEMENT ON DECLARATION BY INDEPENDENT DIRECTORS

Pursuant to the provisions of Companies Act, 2013, during the Financial Year 2025-26, there were no Independent Directors on the Board of the Company, for the reasons detailed in Point No. 6 of this Report.

33. INTERNAL FINANCIAL CONTROLS

Your Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2026, based on the internal control over financial reporting criteria established by the Company.

The Company has in place an Internal Financial Controls (IFC) Framework driven by the policies and procedures adopted by the Company for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of accounting records and timely preparation of reliable financial information.

34. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement of Section 134(5) of the Act, the Directors hereby confirm that:

- (i) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanations relating to material departures;
- (ii) The accounting policies has been selected and applied consistently to make judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the Financial Year and of the Profit & Loss of the Company for that period;
- (iii) Proper and sufficient care had been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud, and other irregularities.
- (iv) The Annual accounts have been prepared on a going concern basis;
- (v) Internal financial controls followed by the Company and that such internal financial controls are adequate and were operating effectively. "Internal Financial Controls" mean the policies and procedures adopted by the Company for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, safeguarding of its assets, prevention and detection of frauds, and errors, accuracy and completeness of accounting records and timely preparation of reliable financial information; and
- (vi) Proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

35. AUDITORS

M/s Ashok Shyam & Associates., Chartered Accountants (Firm Registration No.011223N) were appointed by the Comptroller & Auditor General of India (C&AG) as Statutory Auditors of your Company for FY 2025-26.

36. SUBSIDIARIES/ JOINT VENTURE/ ASSOCIATE

Your Company does not have any subsidiary/ joint venture/ associate company.

37. COMMENTS OF COMPTROLLER & AUDITOR GENERAL OF INDIA

The No-review report containing no comments from Comptroller and Auditor General of India (C&AG) w.r.t. financial statements of your Company for the Financial Year ended March 31, 2026 under section 143(6)(b) of the Companies Act, 2013 is enclosed as **Annexure III** to this report.

38. INSTANCES OF FRAUD, IF ANY REPORTED BY THE AUDITORS

There have been no instances of fraud reported by the Auditors under Section 143(12) of the Act.

39. DETAIL OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER INSOLVENCY AND BANKRUPTCY CODE 2016 DURING THE YEAR ALONGWITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR

No Insolvency application has been made or any proceeding pending under Insolvency and Bankruptcy Code 2016 during the year against IFCI Venture Capital Funds Ltd.

40. A STATEMENT BY THE COMPANY WITH RESPECT TO THE COMPLIANCE OF THE PROVISIONS RELATING TO THE MATERNITY BENEFIT ACT 1961

The Company has provided benefits to the employees as per provisions relating to the Maternity Benefit Act 1961.

41. DETAILS OF DIFFERENCE BETWEEN VALUATION AMOUNT ON ONE TIME SETTLEMENT AND VALUATION WHILE AVAILING LOAN FROM BANKS AND FINANCIAL INSTITUTIONS ALONGWITH REASONS THEREOF

During the year under review, there has been no one time Settlement of loans taken from Banks and Financial Institutions.

42. ACKNOWLEDGEMENT

Your Directors wish to express gratitude for the cooperation, guidance and support from the Ministry of Finance, Ministry of Social Justice & Empowerment, Ministry of Tribal Affairs, Government of India, Reserve Bank of India, Securities and Exchange Board of India, other regulatory bodies, Comptroller & Auditor General of India, Statutory Auditors, Internal Auditors and Secretarial Auditors etc. Your Directors also acknowledge the valuable assistance and continued cooperation received from all banks, financial institutions, other members of the banking fraternity and investors. Your Directors would also like to express their appreciation for the efforts and dedicated service put in by the employees at all levels of your Company.

For and on behalf of the Board of Directors

Place: New Delhi
Date: 17th July, 2026

Sd/-
V. Anish Babu
Managing Director
Din: 02830575

Sd/-
Prasoon
Nominee Director
Din: 03599426

Salient Features of Policy on Dealing with Related Party Transactions

A. Approvals

I. Approval by Audit Committee

1. All Related Party Transactions (RPTs) (including any subsequent modifications thereof) shall require prior approval of the Audit Committee of Directors.
2. The Audit Committee of Directors may grant omnibus approval for the RPTs proposed to be entered into by the Company subject to the following conditions, namely:-

The Conditions for granting Omnibus approval are as under:

- (1) The Audit Committee shall, after obtaining approval of the Board of Directors, specify the criteria for making the omnibus approval which shall include the following, namely:-
 - (a) maximum value of the transactions, in aggregate, which can be allowed under the omnibus route in a year;
 - (b) the maximum value per transaction which can be allowed;
 - (c) extent and manner of disclosures to be made to the Audit Committee at the time of seeking omnibus approval;
 - (d) review, on quarterly basis or at such intervals as the Audit Committee may deem fit, related party transaction entered into by the Company pursuant to each of the omnibus approval made;
 - (e) transactions which cannot be subjected to the omnibus approval by the Audit Committee.
- 2) The Audit Committee shall consider the following factors while specifying the criteria for making omnibus approval, namely: -
 - (a) repetitiveness of the transactions (in past or in future);
 - (b) justification for the need of omnibus approval.
- (3) The Audit Committee shall satisfy itself on the need for omnibus approval for transactions of repetitive nature and that such approval is in the interest of the Company.
- (4) The omnibus approval shall contain or include the following: -
 - (a) name of the related parties;
 - (b) nature and duration of the transactions;
 - (c) maximum amount of transaction that can be entered into;
 - (d) the indicative base price or current contracted price and the formula for variation in the price, if any;
 - (e) any other information relevant or important for the Audit Committee to take a decision on the proposed transaction:

Provided that where the need for related party transaction cannot be foreseen and the aforesaid details are not available, audit committee may make omnibus approval for such transactions subject to their value not exceeding Rs. 1 crore per transaction.

- (5) Omnibus approval shall be valid for a period not exceeding one financial year and shall require fresh approval after the expiry of such financial year.
- (6) Omnibus approval shall not be made for transactions in respect of selling or disposing of the undertaking of the Company.

- (7) Any other conditions as the Audit Committee may deem fit.
- (8) The members of the Audit Committee may ratify related party transactions within three months from the date of the transaction.

II. Approval by Board of Directors

Except with the consent of the Board of Directors given by a **resolution at a meeting of the Board**, IFCI Venture shall not enter into any contract or arrangement with a related party with respect to-

- (a) Sale, purchase or supply of any goods or materials;
- (b) Selling or otherwise disposing of, or buying, property of any kind;
- (c) Leasing of property of any kind;
- (d) Availing or rendering of any services;
- (e) Appointment of any agent for purchase or sale of goods, materials, services or property;
- (f) Such related party's appointment to any office or place of profit in the company, its subsidiary company or associate company; and
- (g) Underwriting the subscription of any securities or derivatives thereof, of the company;

Provided that nothing of the above shall apply to any transactions entered into by IFCI Venture in its ordinary course of business other than transactions which are not on an arm's length basis.

{Ordinary Course of Business shall include those business which forms part of the Main Object of the Memorandum of Association of the Company}

Explanation-

the expression "**office or place of profit**" means any office or place-

- (i) Where such office or place is held by a director, if the director holding it receives from IFCI Venture anything by way of remuneration over and above the remuneration to which he is entitled as director, by way of salary, fee, commission, perquisites, any rent-free accommodation, or otherwise;
- (ii) Where such office or place is held by an individual other than a director or by any firm, private company or other body corporate, if the individual, firm, private company or body corporate holding it receives from IFCI Venture anything by way of remuneration, salary, fee, commission, perquisites, any rent-free accommodation, or otherwise;

The expression "**arm's length transaction**" means a transaction between two related parties that is conducted as if they were unrelated, so that there is no conflict of interest.

III. Approval by Shareholders

1. Except with the prior approval of the company by a resolution, as may be specified under the Companies Act, 2013, IFCI Venture shall not enter into a transaction(s), where the transaction(s) to be entered into:
 - (a) as contracts or arrangements with respect to clause(a) to (e) of sub-section (1) of section 188 of the Companies Act 2013, with criteria as mentioned below –
 - (i) sale, purchase or supply of any goods or material, directly or through appointment of agent, amounting to ten percent or more of the turnover of the company, as mentioned in clause (a) and clause (e) respectively of sub-section (1) of section 188;
 - (ii) selling or otherwise disposing of or buying property of any kind, directly or through appointment of agent, amounting to ten percent or more of net worth of the company, as mentioned in clause (b) and clause (e) respectively of sub-section (1) of section 188;
 - (iii) leasing of property any kind amounting to ten per cent or more of the turnover of the company, as mentioned in clause (c) of sub-section (1) of section 188;
 - (iv) availing or rendering of any services, directly or through appointment of agent, amounting to ten

percent or more of the turnover of the company as mentioned in clause (d) and clause (e) respectively of sub-section (1) of section 188;

Explanation- It is hereby clarified that the limit specified in sub-clauses (i) to (iv) shall apply for transaction or transactions to be entered into either individually or taken together with the previous transactions during a financial year.

(b) is for appointment to any office or place of profit in the Company, its subsidiary company or associate company at a monthly remuneration exceeding two and half lakh rupees as mentioned in clause (f) of subsection (1) of section 188; or

(c) is for remuneration for underwriting the subscription of any securities or derivatives thereof, of the company exceeding one per cent of the net worth as mentioned in clause (g) of sub-section (1) of section 188.

Explanation-

1. The Turnover or Net Worth referred in the above sub-rules shall be computed on the basis of the Audited Financial Statement of the preceding Financial year.
2. In case of wholly owned subsidiary, the resolution is passed by the holding company shall be sufficient for the purpose of entering into the transaction between the wholly owned subsidiary and the holding company.
3. All the related parties shall abstain from voting on such resolutions
4. No Member of IFCI shall vote on such Special/Ordinary Resolution (as the case may be), to approve any contract or arrangement which may be entered into by the Company, if such member is a related party.
5. Provided also that nothing contained in the 3rd point shall apply to a company in which ninety per cent or more members, in number, are relatives of promoters or are related parties.

ANNEXURE II

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY ACTIVITIES (Pursuant to the Companies (Corporate Social Responsibility) Rules, 2014)

1. Brief outline on the Company's CSR policy of the Company:
 - In alignment with the vision of the company, IFCI Venture, through its CSR initiatives will continue to enhance value creation in the society and in the community in which it operates, through its services, conduct and initiatives, so as to promote sustained growth for the society and community, in fulfillment of its role as a **Socially Responsible Corporate**, with environmental concern.
 - The main objectives of CSR Policy are:
 - i) To directly or indirectly take up programs that benefit the communities in and around its workplace and results, over a period of time, in enhancing the quality of life and economic well-being of the local populace.
 - ii) To generate through its CSR initiatives, a community goodwill for IFCI Venture and help reinforce a positive & socially responsible image of IFCI Venture as a corporate entity and as a good Corporate Citizen.
 - iii) Ensure commitment at all levels in the organization, to operate its business in an economically, socially and environmentally sustainable manner, while recognizing the interest of all its stakeholders.
 - The terms of reference of the CSR Committee is as under:
 - i) To formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the company as specified in Schedule VII of Companies Act, 2013;
 - ii) To recommend the amount of expenditure to be incurred on the activities referred to in clause (i) above;
 - iii) To formulate and recommend to the Board, an annual action plan in pursuance of its CSR Policy;
 - iv) To monitor the Corporate Social Responsibility Policy of the company from time to time.

2. Composition of the CSR Committee

S. No	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Ms. Tripti Somani (C)	Non-Executive Director	--	--
2.	Mr. Gauri Shankar	Non-Executive Director	--	--
3.	Mr. Kamal Nayan Choubey	Non-Executive Director	--	--

3. Web-Link where Composition of CSR Committee, CSR Policy and CSR Projects approved by the Board are disclosed on the website of the Company.

The weblink is: <https://www.ifcventure.com/index>

4. Provide the executive summary alongwith web link of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of Rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014: N.A.

5. (a) Average net profit of the company as per sub-section (5) of section 135. Rs. 11,19,70,277.2/-
 (b) Two percent of average net profit of the company as per sub-section (5) of section 135. Rs. 22,39,405.54 (Rounded off to Rs. 22,39,500/-)
 (c) Surplus arising out of the CSR Projects or programs or activities of the previous financial years. NIL
 (d) Amount required to be set-off for the financial year, if any.: NIL
 (e) Total CSR obligation for the financial year [(b)+(c)-(d).: Rs. 22,39,405.54 (Rounded off to Rs. 22,39,500/-)

6. (a) Amount spent on CSR Projects (25-26) (both Ongoing Project and other than Ongoing Project): Rs. 22,39,500/-
 (b) Amount spent in Administrative Overheads.: Nil
 (c) Amount spent on Impact Assessment, if applicable. N.A.
 (d) Total amount spent for the Financial Year [(a)+(b)+(c)]: Rs. 22,39,500/-
 (e) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year (in Rs)	Amount Unspent (in Rs):				
Rs. 22,39,500/-*	Total Amount transferred to Unspent CSR Account as per Section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to Section 135(5)		
	Amount (in Rs)	Date of Transfer	Name of Fund	Amount	Date of Transfer
	N.A.	N.A.	--	--	--

The Committee had deposited an amount of Rs. 22,39,500/- (Rupees Twenty-Two Lacs Thirty-Nine Thousand Five Hundred Only) towards the Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES Fund) on March 23rd 2026 as part of its CSR obligation for the Financial Year 2025-26.

f) Excess amount for set off, if any: NIL

S.N	Particulars	Amount (in Rs)
(i)	Two percent of average net profit of the Company as per Section 135(5)	22,39,405.54
(ii)	Total amount spent for the financial year	22,39,500/-
(iii)	Excess amount spent for the financial year [(ii)-(i)]	95/-*
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	--
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	--

* To make it round off the Company spent Rs.95/- in excess of its eligible amount.

7. a) Details of Unspent CSR amount for the preceding three financial years:

S. No	Preceding Financial Year	Amount transferred to Unspent CSR Account under Section 135 (6) (in Rs)	Balance Amount in Unspent CSR Account under subsection (6) of section 135 (in Rs.)	Amount spent in the reporting Financial Year (in Rs)	Amount transferred to any fund specified under Schedule VII as per Section 135(6), if any		Amount Remaining to be spent in succeeding financial years (in Rs)	Deficiency, if any
					Amount (in Rs)	Date of transfer		
NIL								

- 8) Whether any capital assets have been created or acquired through Corporate Social Responsibility amount: No
Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year:

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

- 9) Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per subsection (5) of section 135.: N.A.

Place: New Delhi
Date: 17th July, 2026

Sd/-
(V. Anish Babu)
Managing Director
Din: 02830575

Sd/-
(Tripti Somani)
Chairperson of CSR Committee
DIN:06764190

Annexure - III

कार्यालय प्रधान निदेशक लेखापरीक्षा
उद्योग एवं कॉर्पोरेट कार्य
ऑडिट भवन, आई.पी.एस्टेट
नई दिल्ली-110002



SUPREME AUDIT INSTITUTION OF INDIA
लोकहितार्थ सत्यनिष्ठा
Dedicated to Truth in Public Interest

OFFICE OF THE PRINCIPAL DIRECTOR OF AUDIT
INDUSTRY AND CORPORATE AFFAIRS
AUDIT BHAWAN, I.P. ESTATE
NEW DELHI-110002

संख्या: ए.एम.जी-II/02(6)/IFCI VCF-वार्षिक खाता (2025-26)/2026-27/123-124 दिनांक / Date 30 JUN 2026

सेवा में,

प्रबंध निदेशक

आई.एफ.सी.आई. वेंचर कैपिटल फंड्स लिमिटेड

आई.एफ.सी.आई. टावर,

16वीं मंजिल, 61 नेहरू प्लेस,

नई दिल्ली - 110 019

विषय: कंपनी अधिनियम 2013 की धारा 143(6) (b) के अंतर्गत 31 मार्च 2026 को समाप्त वर्ष के लिए आई.एफ.सी.आई. वेंचर कैपिटल फंड्स लिमिटेड के वार्षिक लेखों पर भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणियाँ।

महोदय,

कंपनी अधिनियम 2013 की धारा 143(6) (b) के अंतर्गत 31 मार्च 2026 को समाप्त वर्ष के लिए आई.एफ.सी.आई. वेंचर कैपिटल फंड्स लिमिटेड के वार्षिक लेखों पर उपरोक्त विषय संबंधित संलग्न पत्र अग्रेषित है।

भवदीय,

पवन
30/6/21

(डॉ पवन कुमार कौंडा)

प्रधान निदेशक लेखापरीक्षा

(उद्योग एवं कॉर्पोरेट कार्य)

नई दिल्ली

संलग्नक:- यथोपरि

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6) (b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF IFCI VENTURE CAPITAL FUNDS LIMITED FOR THE YEAR ENDED 31 MARCH 2026.

The preparation of financial statements of IFCI VENTURE CAPITAL FUNDS LIMITED for the year ended 31 March 2026 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the Company. The statutory auditor appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 21 April 2026.

I, on behalf of the Comptroller and Auditor General of India have decided not to conduct the supplementary audit of the financial statements of IFCI Venture Capital Funds Limited for the year ended 31 March 2026 under section 143(6)(a) of the Act.

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

427
30/6/21

**(Dr. Pawan Kumar Konda)
Principal Director of Audit
Industry & Corporate Affairs,
New Delhi**

Place: New Delhi

Date: 30 JUN 2026

REPORT ON CORPORATE GOVERNANCE

1. COMPANY'S PHILOSOPHY

Corporate governance refers to the framework of rules, practices, and processes through which a company is directed and controlled. It plays a crucial role in ensuring that organizations operate ethically, transparently, and in the best interests of all stakeholders. The primary objective of corporate governance is to promote accountability, prevent corporate misconduct, and encourage responsible business practices.

IFCI Venture Capital Funds Limited has consistently followed sound corporate governance practices to ensure transparency and effective dissemination of information among all stakeholders, including shareholders, government institutions and departments, regulatory authorities, bankers, employees, and others. The Company is committed to conducting its business in a responsible, accountable, and stakeholder-oriented manner.

2. BOARD OF DIRECTORS

A. Composition, Category and Attendance of the Board of Directors

As on March 31, 2026, the Board of the Company consists of 7 (seven) Directors, out of which 3 (three) Directors were the nominees of IFCI Ltd. (IFCI), the Holding Company consisting of a Non-Executive Chairman, Nominee Directors and a Managing Director. The remaining 4 (four) Directors were Non-Executive Directors appointed under the category of Non-Independent Directors.

The composition of the Board, number of Board Meetings held, attendance of the Directors at the Board Meetings, last Annual General Meeting and number of Directorship and Chairmanship/ Membership of the Committees in other Companies in respect of each Director for Financial Year 2025-2026 is given below: -

S. No	Name of Director & DIN	Category & Date of Appointment	Attendance Particulars			No. of Directorship/ Committee Memberships/ Chairmanship in other companies		
			No. of Board Meetings during the year 2025-26		AGM held on September 16, 2025	Other directorship including name of listed Co. & Category)	Committee Membership (ACD & Stakeholders Relationship Committee)	Committee Chairmanships (ACD & SRC)
			Held	Attended				
1.	Mr. Rahul Bhawe 09077979	Nominee Director & Non-Executive Chairman (16.08.2024 till 07.04.2026) *	5	5	Attended	3 IFCI Ltd – MD & CEO	-	-
2.	Mr. V. Anish Babu 02830575	Managing Director (04.04.2022)	5	5	Attended	-	-	-
3.	Mr. Prasoon 03599426	Nominee Director (04.10.2022)	5	5	Attended	-	-	-
4.	Mr. Arvind Kumar Jain 07911109	Non-Executive Director (10.09.2021)	5	5	Attended	10 IFCI Ltd- NED	3 (IFCI Ltd- ACD) (BOI Trustee- ACD) (Shivalaya Construction Ltd- ACD)	2 (PNB Inv. Ser Ltd - ACD) (IFCI Ltd - SRC)

5.	Mr. Ajay Kumar Kapur 00108420	Non-Executive Director (10.09.2021 till 23.07.2025)	1	1	-	-	-	-
6.	Ms. Tripti Somani 06764190	Non-Executive Director (11.09.2022)	5	4	Attended	5	-	-
7.	Mr. Gauri Shankar 06764026	Non-Executive Director (09.10.2023)	5	5	-	7 -(PNC Infratech) (Ind. Director) -(Optimus Infracom Ltd) (Ind. Director)	-	5 -(Trontek Electronic Ltd-ACD) -Shivalaya Construction Ltd-ACD) -(PNC Infratech-ACD) -(Optimus Infracom Ltd ACD) - (Amir Chand Jagdish Kumar (Export Ltd-ACD)
8.	Mr. Kamal Nayan Choubey 11268999	Non-Executive Director (10.09.2025)	2	2	--	-	-	-

* The nomination of Sh. Rahul Bhawe has been withdrawn by IFCI Ltd. (holding Company) w.e.f. April 07, 2026.

Details of change in composition of the Board during the current and previous financial year.*

S.No	Name of Director	Capacity (i.e. Executive/Non Executive/Chairman/Promoter Nominee/Independent)	Nature of Change (Resignation, Appointment)	Effective Date
1.	Mr. Rahul Bhawe	Nominee Director and Non-Executive Chairman	Withdrawal of nomination by appointed Authority	07.04.2026 (Current F.Y)
2.	Mr. Manikumar Sivaramakrishnan	Nominee Director and Non-Executive Chairman	Appointed (Nominated by appointed Authority)	07.04.2026 (Current F.Y)
3.	Mr. Ajay Kumar Kapur	Non-Executive Director	Resignation	23.07.2025 (Previous F.Y)
4.	Mr. Kamal Nayan Choubey	Non-Executive Director	Appointment	10.09.2025 (Previous F.Y)

* Pursuant to RBI Circular No. RBI/DOR/2025-26/359 DOR.ACC.REC.No.278/21.04.018/2025-26 dated November 28, 2025 w.r.t disclosure in Corporate Governance Report by NBFC-ML.

Notes:

- Number of Meetings represents the Meetings held during the period in which the Director was Member of the Board.
- In case of Director(s) retired/ resigned, the status of other Directorship and Committee Membership is on the basis of the last disclosure made by the Director(s).
- The details of Committee Memberships/Chairmanship considered for the above purpose are Audit Committee and Stakeholders' Relationship Committee of all companies in which he/she is a Director.
- None of the Directors are related to each other or to any Key Managerial Personnel of the Company.
- None of the Directors hold any shares or non-convertible instruments of the Company.
- None of the Directors held directorship in more than 10 Public Limited Companies.
- None of the Directors on the Board are Members of more than 10 (ten) committees or Chairman of more than 5 (five) committees across all the companies (except Pvt Ltd) in which he/ she is a Director.
- Necessary disclosures regarding the positions in other companies as on March 31, 2026 have been made by the Directors.

9. Chart/ Matrix setting out the skills/expertise / competence of Board of Directors & name of Directors who have such skills/ expertise/ competence.

1.	Educational Qualification	1. Possess any Graduation/ Post Graduation/ M. Phil / Doctorate/such other qualification as may be deemed fit. 2. Possess any other Professional Qualification / Degree/ Diploma/such other qualification as may be deemed fit.
2.	Experience / Expertise	1. Possess appropriate skills, experience and knowledge in one or more fields of finance, law, management, sales, marketing, administration, research, corporate governance, technical operations or other disciplines related to the Company's business. 2. Preferably have undergone requisite training programme or mid-career Professional Development trainings which would have enabled him/her to adapt to changing dynamics of business environment.

B. Number of Board Meetings held and dates:

During the Financial year 2025-26, the Board of Directors met 5 (five) times, the dates of the Meetings were May 02, 2025, August 05, 2025, September 10, 2025 , October 31, 2025 and January 23, 2026.

3. AUDIT COMMITTEE

A. TERMS OF REFERENCE

The terms of reference of Audit Committee broadly includes (a) To review with the management, the annual financial statements before submission to the board for approval; (b) To review, with the management, performance of statutory and internal auditors, and adequacy of the internal control systems.; (c) To review the adequacy of internal audit function; (d) The recommendation of appointment, remuneration and terms of appointment of Auditors of the Company; (e) To ensure that an Information Systems Audit of the Internal Systems and processes are conducted; (f) The adequacy of internal controls including computerized information system controls and security.; (g) Review and monitor the auditor's independence and performance, and effectiveness of audit process; and (h) To consider internal audit reports, reviews internal controls and verify that the system for internal control are adequate and are operating effectively and provides guidance and direction to the internal audit function. To review the corporate accounting and reporting practices. Review with the management the quarterly/ half yearly financial statements of the Company and Auditors reports, before submission to the Board for approval; (i) To review all related party transactions in the Company; (j) To provide an open avenue of communication between the independent auditors, internal auditors and the Board of Directors; (k) Scrutiny of inter-corporate loans and investments; (l) Fraud review and reporting.

B. COMPOSITION, MEETINGS AND ATTENDANCE OF THE COMMITTEE

The composition of the Audit Committee and attendance of Directors at the Meetings, during the F.Y. 2025-26 is shown below:

S. No.	Name of Member	Category	No. of Meetings		Member of Committee since
			Held	Attended	
1.	Ms. Tripti Somani (C)	Non-Executive Director	4	3	24.01.2023
2.	Mr. Arvind Kumar Jain	Non-Executive Director	4	4	14.10.2021
3.	Mr. Prasoon	Nominee Director	4	4	31.10.2022
4.	Mr. Gauri Shankar	Non-Executive Director	4	4	13.10.2023

Note: Number of Meetings represents the Meetings held during the period in which the Director was Member of the committee. The composition of the Audit Committee is not in compliance with the relevant provisions of the Companies Act, 2013 due to not having an Independent Director on the Board of the Company.

The Statutory Auditors and other senior executives were invited to participate in the Meetings of the Audit Committee wherever necessary, as decided by the Committee. The Company Secretary acts as the secretary of the Audit Committee.

During the Financial year 2025-26, the Audit Committee met 4 (four) times, the dates of the Meetings were May 02, 2025, August 05, 2025, October 31, 2025 and January 23, 2026.

4. NOMINATION AND REMUNERATION COMMITTEE

A. TERMS OF REFERENCE

The terms of reference of Nomination and Remuneration Committee broadly include: (a) to Identify persons who are qualified to become directors (excluding Independent Directors and IFCI's Nominee Directors) and who may be appointed in Senior Management as per the criteria laid down and recommending to the Board their appointment and removal; (b) To formulate the criteria for evaluation of performance of Independent Directors and the Board; (c) To decide on the annual bonus/ variable pay pool and policy for its distribution across the executives; (d) Formulation/Review of Policy on HR matters, including career management and succession planning; (e) Recommend to the Board, all remuneration, in whatever form, payable to senior management; (f) The Committee shall evaluate performance of every Director; (g) The Committee shall specify the manner for effective evaluation of performance of Board, its Committees and Individual Directors to be carried out either by the Board/ by the Nomination and Remuneration Committee or by an Independent External Agency and review its implementation.

B. COMPOSITION, MEETINGS AND ATTENDANCE OF THE COMMITTEE

The composition of the Nomination and Remuneration Committee and attendance of Directors at the Meetings, during the F.Y. 2025-26, is shown below:

S. No.	Name of Member	Category	No. of Meetings		Member of Committee since
			Held	Attended	
1.	Mr. Prasoon (C)	Nominee Director	2	2	24.01.2023
2.	Mr. Arvind Kumar Jain	Non-Executive Director	2	2	14.10.2021
3.	Mr. Gauri Shankar	Non-Executive Director	2	2	24.07.2025
3.	Mr. Ajay Kumar Kapur*	Non-Executive Director	2	2	13.10.2023 to 23.07.2025

* Mr. Ajay Kumar Kapur ceased to be a member of the Committee w.e.f. 23.07.2025.

Note: Number of Meetings represents the Meetings held during the period in which the Director was member of the committee. The composition of the Nomination & Remuneration Committee is not in compliance with the relevant provisions of the Companies Act, 2013 as the Company does not have an Independent Director on the Board of the Company.

During the Financial year 2025-26, the Nomination and Remuneration Committee of Directors met 2 (two) times, the dates of the Meeting were August 04, 2025, and September 09, 2025.

5. EXECUTIVE COMMITTEE

A. TERMS OF REFERENCE

The terms of reference of Executive Committee broadly include: (a) To review the affairs of assisted concerns and/or to note/approve merger/amalgamation/ change of controlling interest /management/hiving of divisions/one time settlement / negotiated settlement of dues/ conversion of loans into equity/ rehabilitation package/ restructuring/ rescheduling of terms of financial assistance to all concerns with outstanding principal amount and to approve consequential waiver of dues; (b) To consider all other MIS/Periodical reports by the management in which no policy issues are involved.

B. COMPOSITION, MEETINGS AND ATTENDANCE OF THE COMMITTEE

The composition of the Executive Committee and attendance of Directors at the Meetings, during FY 2025-26, is shown below:

S. No.	Name of Member	Category	No. of Meetings		Member of Committee since
			Held	Attended	
1.	Mr. Prasoon (C)	Nominee Director	1	1	31.10.2022
2.	Ms. Tripti Somani	Non-Executive Director	1	1	10.09.2025
3.	Mr. V. Anish Babu	Managing Director	1	1	04.04.2022
4.	Mr. Arvind Kumar Jain*	Non-Executive Director	1	1	14.10.2021 to 10.09.2025
5.	Mr. Gauri Shankar*	Non-Executive Director	1	1	13.10.2023 to 10.09.2025

* Mr. Arind Kumar Jain and Mr. Gauri Shankar ceased to be a member of the Committee w.e.f. 10.09.2025 due to re-constitution of committees.

Note: The number of Meetings represents the Meetings held during the period in which the Director was a member of the committee.

During the Financial Year 2025-26, the Executive Committee of Directors met 1 (one) time, the date of the Meeting was September 18, 2025.

6. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

A. TERMS OF REFERENCE

The terms of reference of the Corporate Social Responsibility (CSR) Committee are (a) to recommend the aggregate amount of expenditure to be incurred on the prescribed activities; (b) to approve the CSR Activities involving the prescribed limit as approved by the Board; (c) to look into projects/programs to be undertaken in areas and the manner of execution/implementation of such projects/programs and the modalities of utilisation of funds; (d) to monitor the Corporate Social Responsibility Policy of the Company, from time to time.

B. COMPOSITION, MEETINGS AND ATTENDANCE OF THE COMMITTEE

The composition of the Corporate Social Responsibility Committee and attendance of Directors at the Meetings, during FY 2025-26, is shown below:

S. No.	Name of Member	Category	No. of Meetings		Member of Committee since
			Held	Attend ed	
1.	Ms. Tripti Somani (C)	Non-Executive Director	-	-	31.10.2022
2.	Mr. Kamal Nayan Choubey	Non-Executive Director	-	-	10.09.2025
3.	Mr. Gauri Shankar	Non-Executive Director	-	-	13.10.2023
4.	Mr. Ajay Kr. Kapur	Non-Executive Director	-	-	13.10.2023 to 23.07.2025

* Mr. Ajay Kumar Kapur ceased to be a member of the Committee w.e.f. 23.07.2025 and Mr. Kamal Nayan Choubey has been introduced as member w.e.f. 10.09.2025.

Note: The number of Meeting represents the Meeting held during the period in which the Director was Member of the Committee. The composition of CSR Committee is not in compliance with the relevant provisions of the Companies Act, 2013 due to not having an Independent Director on the Board of the Company.

During the Financial year 2025-26, no meeting was conducted of Corporate Social Responsibility (CSR) Committee of Directors.

7. IT STRATEGY COMMITTEE OF DIRECTORS

A. TERMS OF REFERENCE

The terms of reference of the IT-Strategy Committee includes (i) To review IS Audit and oversee the streamlining operation of the IT in the organization; (ii) To review, report on and make recommendations for the improvement of the IT infrastructure and IT systems; (iii) Approving IT strategy and policy documents

and ensuring that the management has put an effective strategic planning process in place; (iv) To guide IT Department of the Company to develop and implement all IT policies and procedures, including those for architecture, security, disaster recovery; (v) To oversee the deployment of long-term strategic plans for acquiring and enabling efficient and cost-effective information processing and communication technologies; (vi) To oversee the acquiring, deployment, monitoring, maintenance, development, and support of all hardware and software based on department needs; (vii) To seek IT solutions that support business operations; (viii) Ascertaining that management has implemented processes and practices that ensure that the IT delivers value to the business; (ix) Ensuring IT investments represents a balance of risks and benefits and that budgets are acceptable; (x) Monitoring the method that management uses to determine the IT resources needed to achieve strategic goals and provide high-level direction for sourcing and use of IT resources; (xi) Ensuring proper balance of IT investments for sustaining NBFC's growth and becoming aware about exposure towards IT risks and controls.

B. COMPOSITION, MEETINGS AND ATTENDANCE OF THE COMMITTEE

The composition of the IT Strategy Committee of Directors and attendance of Directors at the Meetings, during FY 2025-26, is shown below:

S. No.	Name of Member	Category	No. of Meetings		Member of Committee since
			Held	Attended	
1.	Mr. Prasoon	Nominee Director	2	2	31.10.2022
2.	Mr. Kamal Nayan Choubey	Non-Executive Director	2	2	10.09.2025
3.	Ms. Tripti Somani	Non-Executive Director	2	1	31.10.2022
4.	Mr. Ajay Kumar Kapur	Non-Executive Director	-	-	14.10.2021 to 23.07.2025

* Mr. Ajay Kumar Kapur ceased to be a member of the Committee w.e.f. 23.07.2025 and Mr. Kamal Nayan Choubey has been introduced as member w.e.f. 10.09.2025.

Note: The number of Meeting represents the Meeting held during the period in which the Director was Member of the Committee.

During the Financial year 2025-26 the IT Strategy Committee of Directors met 2 (two) times and the dates of meetings were October 30, 2025 and January 22, 2026.

8. RECOVERY AND NPA MANAGEMENT COMMITTEE

A. TERMS OF REFERENCE

The terms of reference of Recovery and NPA Management Committee is (a) to have more effective control on the recovery of both Standard Accounts as well as NPA Accounts; (b) to monitor the recovery efforts in all accounts; (c) to ensure that all accounts are properly identified for classification as NPA; (d) Periodic review of Non-Performing Assets / Investments; (e) Review of SMA Accounts.

B. COMPOSITION, MEETINGS AND ATTENDANCE OF THE COMMITTEE

C. The composition of the Recovery and NPA Management Committee and attendance of Directors at the Meetings, during FY 2025-26, is shown below:

S. No.	Name of Member	Category	No. of Meetings		Member of Committee since
			Held	Attended	
1.	Mr. Gauri Shankar (C)	Non-Executive Director	-	-	13.10.2023
2.	Mr. Prasoon	Nominee Director	-	-	31.10.2022
3.	Mr. Arvind Kumar Jain	Non-Executive Director	-	-	14.10.2021

Note: The number of Meetings represents the Meetings held during the period in which the Director was Member of the committee.

During the Financial year 2025-26, no meeting was conducted of the Recovery and NPA Management Committee of Directors.

9. RISK MANAGEMENT COMMITTEE

A. TERMS OF REFERENCE

The terms of reference of Risk Management Committee broadly includes: (a) To formulate a detailed risk management policy including review of the same and satisfying itself that policies and procedures are in place to manage risks and critically assessing the institution's business strategies and plans from a risk perspective and advising the Board suitably; (b) Review Cyber Security and the Risk associated with it; (c) Deciding the risk measurement methodologies, setting limits for risk management and reviewing, periodically, the actual positions vis-à-vis the limits set; (d) To monitor and oversee implementation of the risk management policy, including evaluating the adequacy of risk management systems. (e) To keep the board of directors informed about the nature and content of its discussions, recommendations and actions to be taken.

B. COMPOSITION, MEETINGS AND ATTENDANCE OF THE COMMITTEE

The composition of the Risk Management Committee and attendance of Directors at the Meeting, during FY 2025-26, is shown below:

S. No.	Name of Member	Category	No. of Meetings		Member of Committee since
			Held	Attended	
1.	Mr. Arvind Kumar Jain (C)	Non-Executive Director	2	2	24.01.2023
2.	Mr. Gauri Shankar *	Non-Executive Director	1	1	10.09.2025
3.	Ms. Tripti Somani	Non-Executive Director	2	2	31.10.2022
4.	Mr. Ajay Kumar Kapur *	Non-Executive Director	1	1	14.10.2021 to 23.07.2025

* Mr. Ajay Kumar Kapur ceased to be a member of the Committee w.e.f. 23.07.2025 and Mr. Gauri Shankar has been introduced as member w.e.f. 10.09.2025.

Note: The number of Meeting represents the Meeting held during the period in which the Director was Member of the committee.

During the Financial year 2025-26, the Risk Management Committee of Directors met 2 (two) dates of meetings were May 01, 2025 and October 31, 2025.

10. MANAGEMENT COMMITTEE OF DIRECTORS

A. TERMS OF REFERENCE

The terms of reference of Management Committee of Directors broadly includes: (1) To sanction compromise settlement proposals of Borrower wherein existing ledger exposure to these borrowers fall within the sanctioning power of the Executive Committee of Directors. (2) To approve/sanction all credit and other operational matter related thereto wherein the delegation is retained by the Board presently (except for the matters that fall within delegation of the Board as per the extant RBI framework/regulatory requirement).

B. COMPOSITION, MEETINGS AND ATTENDANCE OF THE COMMITTEE

The composition of the Management Committee of Directors and attendance of Directors at the Meeting, during FY 2025-26, is shown below:

S. No.	Name of Member	Category	No. of Meetings		Member of Committee since
			Held	Attended	
1.	Mr. Gauri Shankar (C)	Non-Executive Director	1	1	10.09.2025
2.	Mr. Arvind Kumar Jain	Non-Executive Director	1	1	10.09.2025
3.	Mr. Prasoon	Nominee Director	1	1	10.09.2025
4.	Mr. V. Anish Babu	Managing Director	1	1	10.09.2025

Note: The number of Meeting represents the Meeting held during the period in which the Director was Member of the committee.

During the Financial year 2025-26, the Management Committee of Directors met 1 (one) time and date of meetings was September 20, 2025.

11. STAKEHOLDERS' RELATIONSHIP COMMITTEE

As the number of shareholders of the Company being nine including four shareholders representing beneficial interest of IFCI Ltd., Stakeholders' Relationship Committee is not required to be constituted in IFCI Venture. This is to confirm that no complaints/grievances were received from the Shareholders during the FY 2025-26.

12. GENERAL BODY MEETINGS

A. Date, Venue and Time for the last three Annual General Meetings:

AGM Date	Venue	Time
27/09/2023	IFCI Tower, 61 Nehru Place, New Delhi-110019	3:00 P.M.
24/09/2024	IFCI Tower, 61 Nehru Place, New Delhi-110019	3:00 P.M.
16/09/2025	IFCI Tower, 61 Nehru Place, New Delhi-110019	3:00 P.M.

B. Details of Special Resolutions passed in the previous three Annual General Meetings:

AGM DATE	Particulars of Special Resolution
27/09/2023	No special resolution was passed by the shareholders of IFCI Venture.
24/09/2024	No special resolution was passed by the shareholders of IFCI Venture.
16/09/2025	No special resolution was passed by the shareholders of IFCI Venture.

C. Date, Venue and Time of the Extraordinary General Meetings:

EGM Date	Venue	Time
--	NIL	--

D. Details of Special Resolutions passed in the Extraordinary General Meetings:

EGM DATE	Particulars of Special Resolution
--	NIL

13. DISCLOSURES

(i) Remuneration to other Directors: -

(in Rs)

SI. No.	Name of the Directors	Sitting Fee for attending Board/ Committee meetings	Salary and other Compensation	Commission	No. of shares held in and convertible instruments held in the NBFC	Total
1.	Ms. Tripti Somani	275000	-	-	-	275000
2.	Mr. Ajay Kumar Kapur	50000	-	-	-	50000
3.	Mr. Arvind Kumar Jain	340000	-	-	-	340000
4.	Mr. Gauri Shankar	325000	-	-	-	325000
5.	Mr. Kamal Nayan Choubey	100000	-	-	-	100000

* Pursuant to RBI Circular No. RBI/2022-23/26 DOR. ACC. REC. No.20/21.04.018/2022-23 dated April 19, 2022 w.r.t disclosure in Corporate Governance Report by NBFC-ML.

(ii) Transaction with the related party (as per IND AS) during the period ended March 31, 2026:-

Nature of Relationship	Name of the Related Party
Holding Company	IFCI Ltd.
Directors/Key Managerial Personnel	i. Shri. Manikumar Sivaramakrishnan Nominee Director- Chairman (w.e.f. 07.04.2026) ii. Shri. Rahul Bhawe – Nominee director – Chairman (from 16.08.2024 to 07.04.2026) iii. Shri Prasoon – Nominee Director iv. Shri V. Anish Babu (MD) v. Smt. Tripti Somani – NED vi. Shri Arvind Kumar Jain – NED vii. Shri Ajay Kumar Kapur – NED (till 23.07.2025) viii. Shri Gauri Shankar – NED ix. Shri Kamal Nayan Choubey – NED (w.e.f. 10.09.2025) x. Smt. Indu Gupta (CFO) xi. Shri. Rachit Tandon (CS)
Fellow Subsidiaries/Step down subsidiaries	IFCI Financial Services Ltd. (IFIN) IFCI Factors Limited (IFL) IFIN Securities Finance Limited (indirect control through IFIN) IFCI Social Foundation (Trust) MPCON Limited Stock Holding Corporation of India Limited Stock Holding Document Management Services Limited.
Associates	Venture Capital Fund for Backward Class (VCFBC) Venture Capital Fund for Scheduled Tribes (VCFST) SAGE Venture Fund

Type of Transaction –	Current Year (Rs. in lakh)	Previous Year (Rs. in lakh)
1. IFCI		
Rent & Maintenance paid to IFCI Ltd. (Exclusive of taxes and cess)	180.40	170.97
Salaries paid to IFCI for employees deputed by IFCI Ltd.	53.31	57.14
Paid towards other expenses	--	1.41
Paid towards IT Services taken from IFCI. (Exclusive of taxes)	17.50	17.50
Salaries received for employees deputed to IFCI Ltd	45.78	52.18
Interest accrued/received on Bonds subscribed	--	183.21
2. IFCI Social Foundation – CSR contribution	--	--
3. IFCI Financial Services Ltd.		
Brokerage/Professional fee paid	--	0.18
4. Stock Holding Corporation of India Ltd.		
Brokerage/Professional fee paid	-	-
5. IFCI Factors Ltd (IFL)	37.95	36.83
Salaries paid for employees deputed		
6. MPCON Ltd	--	39.84
Salaries paid to retainers		
7. IIDL Suites	0.18	0.33
Meeting expenses		
8. Stockholding Holding Document Management Services Ltd		
Digitization of Documents	0.41	7.19
9. Associates:		
VCF BC – Management Fee	299.80	265.39
SAGE Fund – Management Fee	53.81	53.81
VCFST	32.47	32.29

Balance Outstanding with the related party during the period: -

Outstanding Balances –	Current Year (in Lakhs)	Previous Year (in Lakhs)
IFCI	--	4.28
Payable to IFCI towards salary of employees deputed by IFCI		
IT Services from IFCI	4.09	4.09
Receivable from IFCI towards salary of employees deputed to IFCI	3.57	3.80
IFCI Factors Ltd-	3.27	
Payable towards salary of employees on deputation		3.07
Management fee receivable – VCFST	0.19	-

The transactions entered with the related parties are at Arm's Length basis.

Except for the above, there were no significant related party transactions i.e. transactions material in nature with its Promoters/Promoter Group, Directors or the management, their subsidiaries or relatives etc. which holds 10% or more of shareholding in the entity that may potentially conflict with the interests of the Company at large.

- (iii) In view of the size and operations of IFCI Venture, the Company has adopted the Vigil Mechanism Policy, as per requirement.
- (iv) There were no penalties, strictures imposed by the stock exchange/RBI on the listed entity/its directors during the F.Y. 2025-26.
- (v) The company had complied compliances pertaining to the provisions of Companies Act, 2013 and Secretarial Standard.
- (vi) There were no instances where the Board of Directors has not accepted the recommendation of the Audit Committee/other committee of Directors.
- (vii) The total fees being paid to the Statutory Auditor for the F.Y. 2025-26 has being disclosed in the Financial Statements forming part of this Annual Report.
- (viii) The disclosure in respect to the Sexual Harassment of Women at Workplace has been disclosed in the Annual Report.
- (ix) There were no transaction w.r.t 'Loans and advances' where any of the directors are interested.
- (x) As IFCI Venture is not under obligation to comply with the mandatory clauses w.r.t obtaining of certificates by PCS, on disqualification of directors and compliance of various conditions of corporate governance, this report is being prepared as per Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated 28.11.2025 and as a sound Corporate Governance Practice.
- (xi) Pursuant to the provisions of companies act, 2013 during the financial year 2025-26, there were no Independent directors on the board of the company, for the reasons detailed in Board's Report.

14. MEANS OF COMMUNICATION

The Annual Report and other statutory information are being sent to shareholders.

The financial results of the company are uploaded on company website www.ifciventure.com.

15. GENERAL SHAREHOLDERS INFORMATION

As per the notice attached to this Annual Report, the Annual General Meeting of the Company will be held on Friday, 21st August, 2026.

a) The Financial Year of IFCI Venture is from April 1, 2025 to March 31, 2026.

b) Listing on Stock Exchanges and Listing Fees:

No securities of the company are listed on any recognised stock exchange(s).

c) Rating assigned by credit ratings agencies and migration of ratings during the year:

Since no debt instrument/securities are listed as at the end of reporting period on any recognized stock exchange, therefore ratings are not required to be done.

d) Shareholding Pattern as on March 31, 2026 and March 31, 2025 are given as under:-

	As on March 31, 2026		As on March 31, 2025	
	No. of shares	(%)	No. of shares	(%)
IFCI Ltd.#	47269003#	98.59	47269003#	98.59
Other Body Corporates	6,75,033	1.41	6,75,033	1.41
Total	4,79,44,036	100.00	4,79,44,036	100.00

Includes four shares held by employees, for the beneficial interest of IFCI, which are mentioned as below: -

NAME OF THE BENEFICIARY	NUMBER OF SHARES HELD	BENEFICIAL INTEREST WITH
Mr. Manish Kumar	1	IFCI LIMITED
Mr. Nitin Bagga	1	IFCI LIMITED
Mr. Aninda Jyoti Chowdhury	1	IFCI LIMITED
Mr. Amit Joshi	1	IFCI LIMITED

e) Address of Registered Office for correspondence:

Name and Address: IFCI Venture Capital Funds Ltd.
IFCI Tower 61 Nehru Place, New Delhi – 110 019.
Telephone: 41732525, 41732511
E-mail: cs@ifciventure.com
Website: www.ifciventure.com

f) Registrar to the Issue and Share Transfer Agent:

Name and Address: MCS Share Transfer Agent Ltd.
179-180, DSIDC Shed, 3rd Floor, Okhla Industrial Area,
Phase I, New Delhi-110020
Telephone: (011) 4140 6148
Fax No: (011) 4170 9881
E-mail: admin@mcsregistrars.com

g) Declaration of Compliance with the Code of Conduct for Board Members and Senior Management Personnel.

This is to confirm that the Company has adopted a Code of Conduct for Board Members and its employees. The Code of Conduct as adopted is available on the Company's website. It is further confirmed that the Company has, in respect of the Financial Year ended March 31, 2026, received from the Members of the Board, a declaration of Compliance with the Code of Conduct as applicable to them.

Date: 17th July, 2026
Place: New Delhi

Sd/-
V. Anish Babu
(Managing Director)
DIN: 02830575

INDEPENDENT AUDITOR'S REPORT

To
The Members of
IFCI VENTURE CAPITAL FUNDS LIMITED

Report on the audit of Ind AS Financial Statement

Opinion

We have audited the accompanying Ind AS financial statements of **IFCI VENTURE CAPITAL FUNDS LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2026, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Cash Flow Statement for the year then ended, and notes to the Ind AS financial statements, including a summary of the significant accounting policies and other explanatory information (herein after referred to as "financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, and profit and total comprehensive income, the changes in equity and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, 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 a basis for our opinion.

Key Audit Matters

Key Audit Matters are those matters that in our professional judgment, were of most significance in our audit of the Financial Statements of the current period. These matters were addressed in the context of our audit of the Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. As the company has not prepared directors report at this stage hence, we are unable to express our opinion whether the other information in board report is materially misstated or not.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibility of Management for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance total comprehensive income changes in equity and cash flows of the Company in accordance with the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the operating effectiveness of the Company's internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal 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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 (the Order) issued by the central Government of India in terms of Section 143(11) of the Act, we give in the **Annexure "A"** a statement on the matters specified in paragraphs 3 and 4 of the Order;
2. As required by Section 143 (5) of the Act, we have considered the directions & sub-directions issued by the Comptroller & Auditor General of India. We give our report in the attached **Annexure "B"**.
3. As required by Section 143(3) of the Act, we 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) In our opinion, proper books of account as required by the law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The balance sheet, the statement of profit and loss (including other comprehensive income), the statement of changes in equity and the statement of cash flows dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
 - (e) As per notification no. G.S.R 463(E) dated 05 June, 2015 issued by Ministry of Corporate Affairs, Section 164(2) of the Companies Act is not applicable to a Government Company. Thus, no reporting is made under this point.
 - (f) Reporting on the adequacy of Internal Financial Controls with reference to financial statements of the Company and the operating effectiveness of such controls, under section 143(3)(i) of the Act, Refer to our Separate report in **Annexure "C."**
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

According to the information and explanations given to us and in terms of GSR 463 (E) dated June 05, 2015, issued by the Ministry of Corporate Affairs, the provisions of Section 197 pertaining to managerial remuneration do not apply to a government company. Accordingly, paragraph 3(xi) of the Order is not applicable.
 - (h) With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Companies Act (Audit and Auditors) Rules, 2014 in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The Company has two pending litigations with the Income Tax Department for the Assessment Year

2017-18 and 2018-19. The amount disputed under these cases are Rs. 53.04 Lakhs and Rs. 505.07 Lakhs respectively. The cases are currently pending before the Commissioner of Income Tax (Appeals) [CIT (A)]. The Company has also TDS demand of Rs. 3.64 Lakhs for the Assessment Year 2011-12, 2016-17, 2017-18 and 2018-19 respectively. However, the impact of the same on financial position cannot be ascertained at present.

- (ii) The Company did not have any long-term contracts including derivatives contracts causing any material foreseeable losses.
- (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- (iv) (i) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (ii) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (iii) Based on audit procedures performed, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material misstatement
- (v) The company has neither declared nor paid any dividend during the current period.
- (vi) As per the notification no. G.S.R. 235(E), Dated: 31.03.2022, the MCA has implementation of audit trail software commencing from financial year 2023-24. Based on our examination which include test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with and the audit trail has been preserved as per statutory requirements for record retention.

For Ashok Shyam & Associates,
Chartered Accountants
 FRN: -011223N

Sd/-
Ashok B Gupta
Partner
 Membership No. 089858
UDIN: 26089858KXFJNC4153
 Place: New Delhi
 Date: 21st April, 2026

ANNEXURE- A TO THE INDEPENDENT AUDITORS REPORT

With reference to annexure referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date for the year ended March 31, 2026 on the financial statements of **IFCI VENTURE CAPITAL FUNDS LIMITED**, we report that:

- (i) In respect of Property Plant and Equipment (PPE) and Intangible assets (IA):
 - a) The company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment & Intangible Assets.
 - b) The Company has a regular programme of physical verification of its Property, Plant and Equipment by which all the fixed assets are verified every year. In accordance with this programme, the fixed assets have been physical verified by the management during the year. No material discrepancies have been noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
 - c) According to the information and explanations given to us and the records examined by us, the company doesn't hold any immovable properties of land and buildings which are either freehold or leasehold as at the balance sheet date. Accordingly, reporting under clause (i) (c) of paragraph 3 of the Order is not applicable.
 - d) According to the information and explanation given to us and the records examined by us, the company has not revalued its property plant and equipment & intangible asset during the year. Accordingly, reporting under clause (i)(d) of the Order is not applicable.
 - e) According to the information and explanation given to us and the records examined by us, no any proceeding has been initiated or are pending against the company for holding any benami property under the Benami Transactions (prohibition) Act, 1988 and the rules made thereunder. Accordingly, reporting under clause (i)(e) of the Order is not applicable.
- (ii) In respect of Inventory & Working Capital:
 - a) As the company is engaged in providing of Services and does not have any inventory. Accordingly, reporting under clause (ii) of paragraph 3 of the Order is not applicable.
 - b) According to the information and explanation given to us and the records examined by us, the company has not been sanctioned any working capital loan. Accordingly, reporting under clause (ii)(b) of paragraph 3 of the Order is not applicable.
- (iii) In respect of Investment, Loans & Advances:
 - a) According to the information and explanations given to us, the company has not granted any loan, secured or unsecured to companies, firm, limited liabilities partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Accordingly, reporting under clause (iii)(a) of paragraph 3 of the Order is not applicable.
 - b) The Company, being a Non-Banking Financial Company ('NBFC'), registered under provisions of RBI Act, 1934. In our opinion and according to the information and explanations given to us, the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees, provided during the year are, prima facie, not prejudicial to the Company's interest.
 - c) In our opinion and according to the information and explanations given to us, in respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has been stipulated and in cases where repayment of principal and payment of interest is not received as stipulated, the cognizance thereof is taken by the Company in course of its periodic regulatory reporting. Refer note 48B to the Financial Statements for summarized details of such loans.

- d) In respect of loans and advances in the nature of loans, the total amount overdue for more than ninety days are as under. The Company takes steps for recovery of the principal and interest as per its defined procedures, which in our opinion are reasonable.

No. of borrowers	Principal amount overdue (₹ in Lakhs)	Interest overdue (₹ in Lakhs)	Total overdue (₹ in Lakhs)
8	6815.16	357.67	7172.83

- e) Since the Company's principal business is to give loans. Accordingly, the provision of clause 3(iii)(e) of the Order is not applicable to it.

- f) In our opinion and according to information and explanation given to us, there are no loans given which are repayable on demand or without specifying the terms. Accordingly, the provision of clause 3(iii)(f) is not applicable to it.

- (iv) In our opinion and according to the information and explanations provided to us, the Company has not granted any loans or provided any guarantees or security to the parties covered under Section 185 and 186 of the Act. Accordingly, reporting under clause (iv) of paragraph 3 of the Order is not applicable.

- (v) In our opinion and according to the information and explanation given to us, the Company has not accepted any deposits in contravention of the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under, where applicable, have been complied with. No order has been passed by the Company Law Board or National Company Law Tribunal or RBI or any court or any other tribunal.

- (vi) According to the information and explanations given to us, the maintenance of cost records has not been specified by the Central Government under Section 148 (1) of the Companies Act, 2013 for the business activities carried out by the Company. Accordingly, reporting under clause (vi) of paragraph 3 of the Order is not applicable.

- (vii) According to the information and explanations given to us,

- a) The Company has generally been regular in depositing undisputed statutory dues including goods and service tax, provident Fund, employee state insurance, income-tax, duties of custom, cess and other material statutory dues applicable to it with appropriate authorities. There were no undisputed amounts payable in respect of aforesaid dues outstanding for a period of more than six months from the date they become payable as on March 31, 2026, as per the accounts of the company.

- b) Wherever any dues/demand has been raised by any statutory authority and has been disputed by the Company, the same has been duly deposited under contest except in following cases:

Name of the statute	Nature of dues	Disputed Amount (in Lakhs)	Amount Paid/ Adjusted (in Lakhs)	Year to which demand relates	Forum, where dispute is pending
Income Tax Act, 1961	Income Tax	53.04	53.04	AY 2017-18	CIT(A), New Delhi
Income Tax Act, 1961	Income Tax	505.07	559.90	AY 2018-19	CIT(A), New Delhi
TDS	TDS	3.64	--	AY 2011-12, 2016-17, 2017-18, 2018-19	TDS

The department has withheld excess amount than the demand raised, and the company has filed a writ petition before the Delhi High Court for refund of excess amount.

- (viii) In our opinion, according to the information and explanation given to us, there is no any unrecorded income surrendered or disclosed in the income tax assessment during the year. Accordingly, reporting under clause (viii) of paragraph 3 of the Order is not applicable.

- (ix) Reporting under this clause is below;

- a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings or payment of Interest to any lender.
 - b) According to the information and explanations given to us, the company is not declared willful defaulter by any bank or financial institution or any other lender.
 - c) According to the information and explanations given to us, the company has not taken any term loan during the year. Accordingly, reporting under clause (ix)(c) of paragraph 3 of the Order is not applicable.
 - d) According to the information and explanations given to us, the company has not raised any funds on short term basis which have been utilized for long term purposes. Accordingly, reporting under clause (ix)(d) of paragraph 3 of the Order is not applicable.
 - e) The company has associates; however, no funds were raised for fulfilling the obligation of its associates. Accordingly, reporting under clause (ix)(e) of paragraph 3 of the Order is not applicable.
 - f) According to the information and explanations given to us, the company has not raised any loans during the year on the pledge of securities held in its subsidiaries, associate, or joint ventures. Accordingly, reporting under clause (ix)(f) of paragraph 3 of the Order is not applicable.
- (x) Reporting under this clause is below;
- a) The Company has not raised monies by way of initial public offer or further public offer (including debt instruments) or term loans. Accordingly, reporting under clause (ix) (a) of paragraph 3 of the Order is not applicable.
 - b) During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (x)(b) of paragraph 3 of the Order is not applicable to the Company.
- (xi) a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year. Accordingly, reporting under clause (xi)(a) of paragraph 3 of the Order is not applicable.
- b) On the basis of information and explanations given to us, there were no frauds by the company or on the company by its employees or management which was identified during the course of audit. Accordingly, reporting under clause (xi)(b) of paragraph 3 of the Order is not applicable.
- c) On the basis of information and explanations given to us, no whistle-blower complaints were received during the year. Accordingly, reporting under clause (xi)(c) of paragraph 3 of the Order is not applicable.
- (xii) In our opinion, the Company is not a Nidhi company. Accordingly, reporting under sub clause (a), (b) and (c) of clause (xii) of paragraph 3 of the Order is not applicable.
- (xiii) The Company is a subsidiary of a government company and hence the provisions of Section 177 of the Act are applicable to the Company. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) (a) The company has an internal audit system commensurate with the size and nature of its business;
- (b) The reports of the Internal Auditors for the period under audit were considered by the Statutory Auditor and no material discrepancies were noticed in the internal audit report.
- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence provisions of Section 192 of the Act are not applicable.

(xvi) Reporting under this clause is below;

- a) The Company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and the company has obtained the registration certificate from RBI.
- b) In our opinion and according to the information and explanations given to us, the company has conducted Non-Banking Financial or Housing Finance activities with a valid certificate of registration from the Reserve Bank of India (RBI) as per the RBI Act, 1934.
- c) In our opinion and according to the information and explanations given to us, the company is not a Core Investment Company as defined in the regulations made by the RBI. Accordingly, reporting under clause (xvi)(c) of paragraph 3 of the Order is not applicable.
- d) In our opinion and according to the information and explanations given to us, the company is not part of a group CIC. Accordingly reporting under clause (xvi) (d) of paragraph 3 of the Order is not applicable.

(xvii) In our opinion and according to the information and explanations given to us, the company has Not incurred any cash losses during the immediately preceding financial year. Accordingly, reporting under clause (xvii) of paragraph 3 of the Order is not applicable.

(xviii) In our opinion and according to the information and explanations given to us, there is no resignation of statutory auditors during the year. Accordingly, reporting under clause (xviii) of paragraph 3 of the Order is not applicable.

(xix) According to the information and explanations given to us and on the basis of financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one-year from the balance sheet date, will get discharged by the company as and when they fall due.

(xx) (a) The company has fully spent the required amount of INR 22.40 Lac towards Corporate Social Responsibility (CSR) for projects other than ongoing projects, as per Section 135(5) of the Companies Act, 2013. There is no unspent CSR amount for the year requiring a transfer to a Fund specified in Schedule VII to the Companies Act, 2013. Accordingly, reporting under Clause 3(xx)(a) of the Order is not applicable for the year.

(b) The company does not have any ongoing CSR projects with unspent amounts as at the end of the financial year. Hence, there is no requirement to transfer any amount to a special account in compliance with Section 135(6) of the Companies Act, 2013. Accordingly, reporting under Clause 3(xx)(b) of the Order is not applicable for the year

(xxi) The Company has no subsidiary hence preparation of consolidated financial statement is not applicable to the company. Accordingly, reporting under clause (xxi) of paragraph 3 of the Order is not applicable.

For Ashok Shyam & Associates
Chartered Accountants

Firm's Registration No.: 011223N

Sd/-

Ashok B Gupta

Partner

Membership No. 089858

UDIN: 26089858KXFJNC4153

Place: New Delhi

Date: 21st April, 2026

ANNEXURE "B" TO THE INDEPENDENT AUDITORS' REPORT

Statements on the matters Specified in directions issued by the Comptroller and Auditor General of India in accordance with Section 143(5) of the Companies Act, 2013

(Referred to in paragraph 2 of Report on Other Legal and Regulatory Requirements of our report of even date of standalone financial statements)

S NO	Directions	Auditors' Comment
1	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	Yes No Adverse Comment
2	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/ interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case, lender is a government company, then this direction is also applicable for statutory auditor of Lender Company).	The Company did not have any borrowings during the year; hence there is no restructuring of loans during the year under audit. There are no cases of waiver/write off debts/loans/interest etc. made by a lender to the Company (i.e. IFCI Venture Capital Funds Limited) due to the Company's inability to repay the loan. Also, no restructuring of existing loans was made by IFCI Venture Capital Funds Limited as in the capacity of a Lender.
3	Whether funds (grants/subsidy etc.) received/receivable for specific schemes from Central /State Government or its agencies were properly accounted for/utilized as per its term and conditions? List the cases of deviation	According to the information and explanations provided to us by the Company: The Company has not received any fund(s) from Central/state Govt or from its agencies during the year nor is any fund receivable in respect of such schemes.
4	Investments: Whether the titles of ownership in respect of CGS/SGS/Bonds/ Debentures etc. are available in physical/demat form and these, in aggregate, agree with the respective amounts shown in the Company's books of accounts? If not, details may be stated.	Yes, the titles of ownership of all investments are available in physical and/or de-mat form as applicable. And the same agree with the respective amounts shown in the Company's books of accounts.
5	Loans: In respect of provisioning requirement of all restructured, rescheduled, renegotiated loan-whether a system of periodical assessment of realizable value of securities available against all such loans is in place and adequate provision has been created during the year? Any deficiencies in this regard, if any, may be suitably commented upon along with financial impact	Yes, there is a system of periodical assessment of realizable value of securities available against all such loans in place. Also, provision in the form of Expected Credit Loss as mandated by Indian Accounting Standards has been created during the year against these loans.

For Ashok Shyam & Associates
Chartered Accountants
 Firm's Registration No.: 011223N

Sd/-
Ashok B Gupta
Partner
 Membership No. 089858
UDIN: 26089858KXFJNC4153
 Place: New Delhi
 Date: 21st April, 2026

ANNEXURE "C" TO THE INDEPENDENT AUDITORS' REPORT

Report on the Internal Financial Controls Over Financial Reporting under Clause (f) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of IFCI VENTURE CAPITAL FUNDS LIMITED as of March 31, 2026 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit.

We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls.

Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Company.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles.

A company's internal financial control over financial reporting includes those policies and procedures that:

1. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
2. provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures

of the company are being made only in accordance with authorizations of management and directors of the company; and

3. provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2026, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Ashok Shyam & Associates Chartered Accountants

Firm's Registration No.: 011223N

Sd/-

Ashok B Gupta
Partner

Membership No. 089858

UDIN: 26089858KXFJNC4153

Place: New Delhi

Date: 21st April, 2026

BALANCE SHEET AS AT 31st MARCH, 2026

(₹ in lakh)

	PARTICULARS	Note No.	As at 31st March, 2026	As at 31st March, 2025
	ASSETS			
(1)	Financial Assets			
(a)	Cash and Cash Equivalents	2	146.40	18.97
(b)	Bank Balances other than (a) above	3	9,591.80	7,354.00
(c)	Receivables	4		
	(I) Trade Receivables		0.19	-
	(II) Other Receivables		15.98	17.76
(d)	Loans	5	2,366.79	2,262.28
(e)	Investments	6	1,500.11	1,298.12
(f)	Other Financial Assets	7	159.30	121.31
			13,780.57	11,072.45
(2)	Non Financial Assets			
(a)	Current tax assets (Net)	8	1,069.30	883.13
(b)	Deferred tax assets (Net)	9	2,656.37	3,632.47
(c)	Property, plant and equipment	10	9.71	16.11
(d)	Other Intangible assets	11	0.00	0.00
(e)	Other non-financial assets	12	2.41	1.42
			3,737.79	4,533.13
	Assets classified as held for sale	13	-	-
	Total Assets		17,518.36	15,605.58
	LIABILITIES AND EQUITY			
	LIABILITIES			
(1)	Financial Liabilities			
(a)	Payables	14		
	(I) Trade Payables			
	(i) Total outstanding dues of MSME		-	-
	(ii) Total outstanding dues of creditors other than MSME		-	-
	(II) Other Payables			
	(i) Total outstanding dues of MSME		4.07	6.33
	(ii) Total outstanding dues of creditors other than MSME		41.10	39.72
(b)	Debt Securities		-	-
(c)	Borrowings (Other than Debt securities)		-	-
			45.16	46.06
(2)	Non Financial Liabilities			
(a)	Current Tax Liabilities (Net)		-	-
(b)	Provisions	15	195.28	240.16
(c)	Deferred tax liabilities (Net)		-	-
(d)	Other non-financial Liabilities	16	1,089.46	475.91
			1,284.74	716.07
	Total Liabilities		1,329.91	762.12
(3)	Equity			
(a)	Equity share capital	17	4,794.40	4,794.40
(b)	Other equity	18	11,394.05	10,049.05
	Total Equity		16,188.45	14,843.46
	Total Liabilities and Equity		17,518.36	15,605.58

Notes 1 to 50 form an integral part of financial statements

As per our report of even date attached

For Ashok Shyam & Associates

Chartered Accountants

FRN: 011223N

Sd/-
Prasoon
Nominee Director
(DIN:03599426)

Sd/-
V. Anish Babu
Managing Director
(DIN:02830575)

Sd/-
Ashok Babu Gupta
Partner
Membership No. 089858
UDIN: 26089858KXFJNC4153
Place: New Delhi
Date: 21st April, 2026

Sd/-
Indu Gupta
Chief Financial Officer

Sd/-
Rachit Tandon
Company Secretary

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2026
(₹ in lakh)

	Particulars	Note No.	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
	Revenue From Operations			
(i)	Interest Income	19	935.62	1,227.83
(ii)	Dividend Income	20	0.01	0.00
(iii)	Fees Income	21	1,487.01	1,476.38
(iv)	Net Gain on Fair Value Changes	22	54.15	179.85
	A. Total Revenue from Operations		2,476.78	2,884.08
	B. Other Income	23	2,248.55	127.75
	C. Total Income (A+B)		4,725.32	3,011.83
	Expenses			
(i)	Finance costs	24	-	11.87
(ii)	Net loss on fair value changes	25	-	-
(iii)	Employee Benefit expenses	26	697.39	654.74
(iv)	Impairment on financial instruments	27	-	190.49
(v)	Depreciation, amortization and impairment	10,11	6.57	7.52
(vi)	Other expenses	28	1,783.28	821.19
	D. Total Expenses		2,487.23	1,685.81
	E. Profit / (loss) before exceptional items and tax (C-D)		2,238.09	1,326.01
	F. Exceptional Items		-	-
	G. Profit / (loss) before tax (E-F)		2,238.09	1,326.01
	H. Tax Expense:			
	1. Current Tax		26.79	215.56
	2. Earlier Year		(62.74)	-
	2. MAT Credit entitlement		(26.79)	(215.56)
	3. Deferred Tax		970.47	(9.34)
	I. Profit / (loss) for the period from continuing operations (After Tax) (G-H)		1,330.37	1,335.35
	J. Profit / (loss) for the period from discontinuing operations (After Tax)		-	-
	K. Profit/(loss) for the period (I+J)		1,330.37	1,335.35
	L. Other comprehensive Income			
	(A) (i) Items that will not be reclassified to profit or (loss) -Remeasurement of the net defined benefit Plans		20.26	21.97
	(ii) Income tax relating to items that will not be reclassified to profit or loss		5.64	6.11
	Subtotal (A)		14.63	15.86
	(B) (i) Items that will be reclassified to profit or loss		-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
	Subtotal (B)		-	-
	Other Comprehensive Income (A+B)		14.63	15.86
	M. Total Comprehensive Income for the period (K+L) (Comprising Profit (Loss) and other Comprehensive Income for the period)		1,344.99	1,351.21
	N. Earnings per equity share (for continuing operations)			
	Basic (Rs.)		2.81	2.29
	Diluted (Rs.)		2.81	2.29

Notes 1 to 50 form an integral part of financial statements

As per our report of even date attached
For Ashok Shyam & Associates
Chartered Accountants
FRN: 011223N

Sd/-
Prasoon
Nominee Director
(DIN:03599426)

Sd/-
V. Anish Babu
Managing Director
(DIN:02830575)

Sd/-
Ashok Babu Gupta
Partner
Membership No. 089858
UDIN: 26089858KXFJNC4153
Place: New Delhi
Date: 21st April, 2026

Sd/-
Indu Gupta
Chief Financial Officer

Sd/-
Rachit Tandon
Company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2026

(₹ in lakh)

Particulars	Year ended 31st March, 2026	Year ended 31st March, 2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit / (loss) before tax and exceptional items	2,238.09	1,326.01
Adjustments for:		
Interest Income		
Interest on Loans	(371.82)	(428.99)
Interest income from investments	-	(183.21)
Interest on Deposits with Banks	(563.80)	(615.64)
Interest Expenses	-	11.87
Remeasurement of the net defined benefit plans	20.26	21.97
Provision for employee benefits (net)	(44.87)	(37.19)
Dividend Income (Rs.0.005 lakh C.Y. and Rs.0.004 Lakh in P.Y.)		
Impairment on financial instruments	(2,078.69)	190.49
Depreciation and amortisation expenses	6.57	7.52
Net (gain) / loss on fair value changes	(6.67)	(134.70)
Cash Flow from Interest on Loan	61.61	-
Cash Flow from Income from investment	-	183.21
Cash Flow from Interest on Deposit with Banks	546.05	274.39
Cash Outflow towards Finance Cost	-	(11.87)
Movements in working capital:		
(Increase)/Decrease in trade receivables and other receivables	1.59	695.41
Increase/(Decrease) in trade payable and other payables	(0.89)	(281.86)
(Increase)/decrease in other financial assets & other assets	(38.98)	(80.40)
Increase/ (Decrease) in financial liabilities & other liabilities	613.55	(132.70)
Increase/(Decrease) in Debt Securites	-	(220.81)
Increase/(Decrease) in Borrowings(other than Debt Securities)	-	-
Increase/(Decrease) in Provision		
Long Term Loans movement (Net)	2,284.40	1,956.83
Change in Investments (Net)	(195.33)	1,894.95
Cash generated from operations	2,471.06	4,435.27
Income taxes paid (net of refunds/adj.)	(123.42)	(195.31)
Net cash generated by operating activities (A)	2,347.64	4,239.97
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for property, plant and equipment, intangible assets	(0.17)	(14.53)
(Increase)/Decrease in FDR	(2,220.04)	(1,200.66)
Net cash used in investing activities (B)	(2,220.21)	(1,215.19)
CASH FLOWS FROM FINANCING ACTIVITIES		
Buy Back of Equity share	-	(3,852.36)
Net cash generated in financing activities (C)	-	(3,852.36)
Net increase / (decrease) in cash and cash equivalents (A+B+C)	127.43	(827.59)
Cash and cash equivalents at the beginning of the year	18.97	846.55
Cash and cash equivalents at the end of period	146.40	18.97

Foot Note : Cash Flow has been prepared using indirect method.

Particulars	Year ended 31st March, 2026	Year ended 31st March, 2025
Components of Cash and Cash Equivalents		
Cash on hand	0.21	0.14
Balances with Banks in current accounts	9.96	18.83
Balances with Banks in deposit accounts	136.23	-
Cash and Cash Equivalents	146.40	18.97
Less – Secured Demand loans from banks (Cash credit)		
Less – Bank overdraft		
Cash and cash equivalents for statement of cash flows	146.40	18.97

Notes 1 to 50 form an integral part of financial statements

As per our report of even date attached

For Ashok Shyam & Associates

Chartered Accountants

FRN: 011223N

Sd/-
Prasoon
Nominee Director
(DIN:03599426)

Sd/-
V. Anish Babu
Managing Director
(DIN:02830575)

Sd/-
Ashok Babu Gupta
Partner
Membership No. 089858
UDIN: 26089858KXFJNC4153
Place: New Delhi
Date: 21st April, 2026

Sd/-
Indu Gupta
Chief Financial Officer

Sd/-
Rachit Tandon
Company Secretary

STATEMENT OF CHANGES IN EQUITY

A. Equity share capital

(1) Current reporting period

(₹ in lakh)

Balance at the beginning of the 01.04.2025	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the period	Balance at the end on 31.03.2026
4,794.40	-	-	-	4,794.40

(2) Previous reporting year

Balance at the beginning of the 01.04.2024	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the previous reporting period	Changes in equity share capital during the period	Balance at the end on 31.03.2025
6,037.10	-	-	(1,242.70)	4,794.40

B. Other Equity															
(1) Current reporting period															
	Share application money pending allotment	Equity component of compound financial instruments	Reserves and Surplus					Other items of Other Comprehensive Income					Money received against share warrants	Total	
			Capital Reserve	Securities Premium	Special Reserve under Section 36(1)(viii) of the I.T Act, 1961	Other Reserve	Retained Earnings	Debt instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation Surplus	Exchange differences on translating the financial statements of a foreign operation	Remeasurements of the defined benefit plans		
Balance at the beginning of the 01.04.2025	-	-	-	2,138.24	5.20	3,578.21	4,285.30	-	-	-	-	-	42.12	-	10,049.05
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance at the beginning of the current reporting period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the current year	-	-	-	-	-	-	1,330.37	-	-	-	-	-	14.63	-	1,344.99
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	269.00	(269.00)	-	-	-	-	-	-	-	-
Buy Back of Equity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance at the end on 31.03.2026	-	-	-	2,138.24	5.20	3,847.21	5,346.66	-	-	-	-	-	56.74	-	11,394.05

(₹ in lakh)

(2) Previous reporting year															(₹ in lakh)
	Share application money pending allotment	Equity component of compound financial instruments	Reserves and Surplus					Other items of Other Comprehensive Income					Money received against share warrants	Total	
			Capital Reserve	Securities Premium	Special Reserve under Section 36(1)(viii) of the I.T Act, 1961	Other Reserve		Retained Earnings	Debt instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation Surplus			Exchange differences on translating the financial statements of a foreign operation
Balance at the beginning of the 01.04.2024	-	-	-	4,747.90	5.20	3,307.97	3,220.19	-	-	-	-	26.26	-	11,307.51	
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Restated balance at the beginning of the previous reporting period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Comprehensive Income for the previous year	-	-	-	-	-	-	1,335.35	-	-	-	-	15.86	-	1,351.21	
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer to retained earnings	-	-	-	-	-	270.24	(270.24)	-	-	-	-	-	-	-	
Buy Back of Equity	-	-	-	(2,609.66)	-	-	-	-	-	-	-	-	-	(2,609.66)	
Balance at the end on 31.03.2025	-	-	-	2,138.24	5.20	3,578.21	4,285.30	-	-	-	-	42.12	-	10,049.05	

Notes 1 to 50 form an integral part of financial statements

Foot Note 1 : The reserve fund is created as per section 45IC of RBI Act, 1934

Foot Note 2 : Security Premium Account represents the amount received on equity share over & above its face value.

Foot Note 3 : The Company completed a buy-back of 12,426,972 fully paid equity shares of ₹10 each from existing shareholders at a price of ₹31 per share, totaling ₹38,52,36,132 during FY 2024-25. This buy-back, representing approximately 20.58% of the Company's fully paid-up equity share capital and free reserves as per the unaudited accounts on September 30, 2024.

As per our report of even date attached

For Ashok Shyam & Associates

Chartered Accountants

FRN: 011223N

Sd/-

Ashok Babu Gupta

Partner

Membership No. 089858

UDIN: 26089858KXFJNC4153

Place: New Delhi

Date: 21st April, 2026

Sd/-

V. Anish Babu

Managing Director

(DIN:02830575)

Sd/-

Prasoon

Nominee Director

(DIN:03599426)

Sd/-

Rachit Tandon

Company Secretary

Sd/-

Indu Gupta

Chief Financial Officer

MATERIAL ACCOUNTING POLICIES

1. Background

IFCI Venture ('the Company'), incorporated in New Delhi, India is a Non-Banking Finance Company in the public sector set-up in 1975. IFCI Venture is presently managing one SEBI-registered Venture/ private equity (PE) funds/Alternate Investment Funds (AIF) having two schemes. These funds provide long-term, committed share capital, to help unquoted companies grow and succeed. IFCI Venture derives income from the fund management activities in the form of management fee on the corpus/ outstanding amount of funds and by way of profit on these investments. The Company provides financial support for the diversified growth of Industries across the spectrum in the form of Corporate loans.

1.2 Basis of Preparation of Financial Statements

The financial statements for the year ended March 31, 2026 have been prepared by the Company in accordance with Indian Accounting Standards ("Ind AS") notified by the Ministry of Corporate Affairs, Government of India under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment) Rules, 2016, as amended from time to time, in this regard. The accounting policies set out below have been applied consistently to the periods presented in these financial statements.

For periods up to and including the year ended March 31, 2018, the Company presented its financial statements on accrual basis under historical cost convention, and conform in all material aspects to the Generally Accepted Accounting Principles in India ('Indian GAAP' or 'previous GAAP') which encompasses applicable accounting standards relevant provisions of the Companies Act, 2013, the applicable guidelines issued by the Reserve Bank of India (RBI) for Non-Banking Financial Companies, other statutory provisions and regulatory framework.

The financial statements for the year ended March 31, 2019 are the first financial statements of the Company prepared under Ind AS. The accounting policies set out below have been applied consistently to the periods presented in these financial statements.

The financial statements were authorized for issue by the Company's Board of Directors on 21st April 2026.

1.3 Functional and Presentation currency

These financial statements are presented in Indian Rupees (INR), which is the Company's functional and presentation currency. All amounts have been denominated in lakh and rounded off to the nearest 2 decimals, except when otherwise indicated.

1.4 Basis of measurement

The financial statements have been prepared on a historical cost basis, except for the following material items

- Financial instruments at FVTPL that is measured at fair value
- Net defined benefit (asset)/ liability - fair value of plan assets less present value of defined benefit obligation

1.5 Use of judgements and estimates

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities (including contingent liabilities and assets) as on the date of the financial statements and the reported income and expenses for the reporting period. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively.

A. Judgements

Information about the judgements made in applying accounting policies that have the most significant effects on the amounts recognized in the financial statements is included in the following notes:

- Impairment of financial assets: establishing the criteria for determining whether credit risk on the financial assets has increased significantly since initial recognition, determining methodology for incorporating forward looking information into measurement of expected credit loss ('ECL') and selection of models used to measure ECL
- The company has an operating segment "Fund Management" having assets, liabilities, income, expenses and other processes and personnel focused on managing venture capital funds. Given the exemption from application of equity method to a 'venture capital organization' which may be a division or section or department or segment within an entity, the company has regarded the "Fund Management" segment as a 'venture capital organization' and has availed the exemption from application of equity method to all its investments in associates by measuring the investments in associates at fair value through profit or loss. As the company has opted to measure those investments at fair value through profit or loss in separate financial statements and there being no other investments in subsidiaries or joint ventures, no adjustments are required to prepare consolidated financial statements from separate financial statements. These financial statements are, therefore, separate and consolidated financial statements of the company and the group respectively.

B. Assumptions and estimation uncertainties

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment in the year ended 31st March 2026 is included in the following notes:

- Impairment of financial instruments: determining inputs into the ECL measurement model, including incorporation of forward looking information including key assumptions used in estimating recoverable cash flows
- Determination of the fair value of financial instruments with significant unobservable inputs
- Measurement of defined benefit obligations: key actuarial assumptions
- Recognition of deferred tax assets: availability of future taxable profit against which carry-forward tax losses can be used

1.6 Material accounting policy information

The Company has consistently applied the following accounting policies to all periods presented in these financial statements.

A. Revenue recognition

- (i) Interest income from financial assets is recognised on an accrual basis using Effective Interest Rate ('EIR') method. The EIR is the rate that exactly discounts the estimated future cash receipts through the expected life of the financial instrument or a shorter period, where appropriate to the net carrying amount of the financial asset. The EIR is computed basis the expected cash flows by considering all the contractual terms of the financial instrument. The calculation includes all fees, transaction costs, and all other premiums or discounts paid or received between parties to the contract that are an integral part of the effective interest rate.

The interest revenue continues to be recognised at the original EIR applied on the gross carrying amount for financial assets (when the asset is not credit impaired).

- (ii) Fee income/expense that are integral to the effective interest rate on a financial asset or financial liability are included in the effective interest rate. Income from Management fees is recognized overtime on the basis of output method of time elapsed.
- (iii) Recovery from bad debts written off is recognised as income on the basis of realisation from customers.

B. Financial instruments

I. Initial recognition and measurement

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition.

II. Classifications and subsequent measurement

Financial assets

On initial recognition, a financial asset is classified as subsequently measured at either amortised cost or fair value through FVTPL, depending on the contractual cash flow characteristics of the financial assets and the Company's business model for managing the financial assets.

Business Model Assessment

The Company makes an objective assessment of the business model in which an asset is held at a portfolio level, because this best reflects the way the business is managed and information is provided to management. The information considered includes:

The stated policies and objectives for the portfolio and the operation of those policies in practice. In particular, whether management's strategy focuses on earning contractual interest revenue, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of the liabilities that are funding those assets or realising cash flows through the sale of the assets;

The risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed.

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets.

Assessment if contractual cash flows are solely payments of principal and interest

For the purpose of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs, as well as profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Company applies judgement and considers all the contractual terms of the instrument. This includes assessing whether the financial asset contains any contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making the said assessment, the Company considers prepayment and extension terms, features that modify consideration of the time value of money (e.g. periodical reset of the interest rates).

Financial assets at Amortised Cost

A financial asset is measured at amortised cost only if both of the following conditions are met:

- It is held within a business model whose objective is to hold assets in order to collect contractual cash flows.
- The contractual terms of the financial asset represent contractual cash flows that are solely payments of principal and interest.

Subsequently, these are measured at amortised cost using the effective interest rate (EIR) method less any impairment losses.

Financial assets at Fair Value through Other Comprehensive Income (FVOCI)

A financial asset is measured at fair value through other comprehensive income if both of the following conditions are met:

(a) the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and

(b) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Subsequently, these are measured at fair value and changes therein, are recognised in other comprehensive income. Impairment losses on said financial assets are recognised in other comprehensive income and do not reduce the carrying amount of the financial asset in the balance sheet.

Financial assets at Fair Value through Profit and Loss (FVTPL)

Any financial instrument, which does not meet the criteria for categorisation as at amortised cost or as FVOCI, is classified as at FVTPL.

Subsequently, these are measured at fair value and changes therein, are recognised in profit and loss account.

Investment in Equity Instruments

All equity investments (other than in Subsidiaries and Associates) are subsequently measured at fair value through profit or loss.

Equity instruments which are held for trading are classified as at FVTPL with all changes recognised in Statement of profit and loss.

Financial liabilities and equity instruments

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company is recognised at the proceeds received, net of directly attributable transaction costs.

Financial liabilities

Initial recognition and measurement

All Financial Liabilities are recognized at fair value and in case of borrowings, net of directly attributable cost.

Subsequent measurement

a) Financial liabilities at amortised cost:

After initial recognition, financial liabilities other than those which are classified as FVTPL are subsequently measured at amortized cost using the effective interest rate method.

Amortised cost is calculated by taking into account any discount or premium and fees or costs that are an integral part of the EIR. The amortization done using the EIR method is included as finance costs in the Statement of Profit and Loss.

III. Measurement Basis

Amortised cost

Amortised cost is the amount at which the financial asset or financial liability is measured at initial recognition minus the principal repayments, plus or minus the cumulative amortization using the EIR method of discount or premium on acquisition and fees or costs that are an integral part of the EIR and, for financial assets, adjusted for any loss allowance.

Fair Valuation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Company has access at that date. The fair value of a liability reflects its non-performance risk.

When Market price is available, the Company measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

If there is no quoted price in an active market, then the Company uses valuation techniques that maximize the use of relevant observable inputs and minimise the use of unobservable inputs. The valuation technique incorporates all of the factors that market participants would take into account in pricing a transaction.

IV. De-recognition/Modification of financial assets and financial liabilities

Derecognition of financial assets and financial liabilities

Financial assets

The Company de-recognizes a financial asset only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all risks and rewards of ownership of the asset to another entity.

On de-recognition, any gains or losses on all debt instruments and equity instruments (measured at FVTPL) are recognised in the Statement of Profit and Loss. Gains and losses in respect of debt instruments measured at FVOCI and that are accumulated in OCI are reclassified to profit or loss on de-recognition. Gains or losses on equity instruments measured at FVOCI that are recognised and accumulated in OCI are not reclassified to profit or loss on de-recognition

Financial liabilities

The Company de-recognizes a financial liability when its contractual obligations are discharged or cancelled, or expired.

Modifications of financial assets and financial liabilities

Financial assets

If the terms of a financial asset are modified, the Company evaluates whether the cash flows of the modified asset are substantially different. If the cash flows are substantially different, then the modification results in derecognition of the original financial asset and new financial asset is recognised at fair value.

If the cash flows of the modified asset are not substantially different, then the modification does not result in de-recognition of the financial asset. In this case, the Company recalculates the gross carrying amount of the financial asset and recognizes the amount arising from adjusting the gross carrying amount as a modification gain or loss in profit or loss. Any costs or fees incurred adjust the carrying amount of the modified financial asset and are amortised over the remaining term of the modified financial asset by recomputing the EIR rate on the instrument.

If such a modification is carried out because of financial difficulties of the borrower, then the gain or loss is presented together with impairment losses. In other cases, it is presented as interest income.

Financial liabilities

The Company de-recognizes a financial liability when its terms are modified and the cash flows of the modified liability are substantially different. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying amount of the financial liability extinguished and the new financial liability with modified terms is recognised in profit or loss.

If the modification is not accounted as derecognition, then the amortised cost of the liability is recalculated by discounting the modified cash flows at the original EIR and the resulting gain or loss is recognized in profit or loss. Any costs or fees incurred adjust the carrying amount of the modified financial liability and are amortised over the remaining term of the modified financial liability by recomputing the EIR rate on the instrument.

V. Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet when the Company has a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

VI. Impairment of Financial Assets

The Company recognizes impairment allowances for ECL on all the financial assets that are having contractual terms giving rise to solely payments of principal and interest on the principal amount outstanding

ECL are probability weighted estimate of credit losses. They are measured as follows:

- financial assets that are not overdue for more than 30 days – as the present value of all cash shortfalls that are possible within 12 months after the reporting date.
- financial assets with significant increase in credit risk that are overdue for more than 30 days but less than 90 days – as the present value of all cash shortfalls that result from all possible default events over the expected life of the financial asset.
- financial assets that are overdue by 90 days and above – as the difference between the gross carrying amount and the present value of estimated cash flows.
- undrawn loan commitments – as the present value of the difference between the contractual cash flows that are due to the Company if the commitment is drawn down and the cash flows that the Company expects to receive with respect to the financial assets, the Company measures the loss allowance at an amount equal to lifetime expected credit losses. Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets. For financial assets at FVTOCI, the loss allowance is recognised in OCI.

Write-off

Financial assets are written off (either partially or in full) when there is no reasonable expectation of recovering a financial asset in its entirety or a portion thereof. This is generally the case when the Company determines that the borrower does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. This assessment is carried out at the individual asset level.

However, financial assets that are written off could still be subject to enforcement activities under the Group's recovery procedures, taking into account legal advice where appropriate. Any recoveries made are recognised in profit or loss.

C. Leases

The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether

- (i) the contract involves the use of an identified asset
- (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and
- (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of

twelve months or less (short-term leases) and low value leases. For these short term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The right-of use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated from the commencement date on a straight line basis over the shorter of the lease term and useful life of the underlying asset. Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cashflows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment if whether it will exercise an extension or a termination option. Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

D. Employee benefits

i. Short term employee benefits

Short term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

ii. Post Employment benefits

a. Defined contribution plans

Provident Fund

The Company pays fixed contribution to Provident Fund at predetermined rates to EPFO.

b. Defined benefit plans

Gratuity

The Company has a defined benefit employee scheme in the form of Gratuity. The Trustees of the scheme have entrusted the administration of related fund to LIC. Expense for the year is determined on the basis of actuarial valuation of the Company's year-end obligation in this regard and the value of year end assets of the scheme. Contribution is deposited with LIC based on intimation received by the Company.

The Company's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in return for their service in the current costs and the fair value of any plan assets, if any is deducted.

The present value of the obligation under such defined benefit plan is determined based on actuarial

valuation using the Projected Accrued Benefit Method (same as Projected Unit Credit Method), which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government securities as at the balance sheet date. When the calculation results in a potential asset for the Company, the recognised asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contribution to the plan.

The change in defined benefit plan liability is split into changes arising out of service, interest cost and re-measurements and the change in defined benefit plan asset is split between interest income and re-measurements. Changes due to service cost and net interest cost / income is recognized in the statement of profit and loss. Re-measurements of net defined benefit liability / (asset) which comprise of the below are recognized in other comprehensive income:

- Actuarial gains and losses;
- The return on plan assets, excluding amounts included in net interest on the net defined benefit liability (asset)

iii. Other long term employee benefits

Benefits under the Company's leave encashment and leave fare concession constitute other long term employee benefits. The Company's net obligation in respect of leave encashment is the amount of future benefit that employees have present value, and the fair value of any related assets is deducted. The calculation is performed using the projected unit credit method. Any actuarial gains or losses are recognized in profit or loss in the period in which they arise. Provision for Leave fare concession is being made on actuarial valuation basis.

E. Income Taxes

Income-tax expense comprises of current & previous year tax adjustments (i.e. amount of tax for the period determined in accordance with the income tax law) and deferred tax charge or credit (reflecting the tax effects of temporary differences between tax base and book base). It is recognised in profit or loss except to the extent that it relates to a business combination, or items recognised directly in equity or in OCI.

(i) Current tax & previous year tax adjustment

Current tax is measured at the amount expected to be paid in respect of taxable income for the year in accordance with the Income Tax Act, 1961. Current tax comprises the tax payable on the taxable income or loss for the year and any adjustment to the tax payable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date. Minimum alternative tax ('MAT') under the provisions of the Income Tax Act, 1961 is recognised as current tax in the statement of profit and loss.

Current tax assets and liabilities are offset only if, the Company:

- a) has a legally enforceable right to set off the recognised amounts; and
- b) intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

(ii) Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax assets are reviewed at each reporting date and based on management's judgement, are reduced to the extent that it is no longer probable that the related tax benefit will be realised; such reductions are reversed when the probability of future taxable profits improves.

Unrecognized deferred tax assets are reassessed at each reporting date and recognised to the extent that it has become probable that future taxable profits will be available against which they can be used. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset only if the Company:

- a) has a legally enforceable right to set off current tax assets against current tax liabilities; and
- b) the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority.

The credit available under the Act in respect of MAT paid is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the period for which the MAT credit can be carried forward for set-off against the normal tax liability. MAT credit recognised as an asset is reviewed at each balance sheet date and written down to the extent the aforesaid convincing evidence no longer exists.

F. Property, plant and equipment and Investment property

Recognition and measurement

Property, plant and equipment held for use or for administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses. The cost includes non-refundable taxes, duties, freight and other incidental expenses related to the acquisition and installation of the respective assets.

Depreciation

Depreciation is provided using the straight line method over useful life estimated by the management. Depreciation is calculated on pro-rata basis, including the month of addition and excluding the month of sale/disposal. Leasehold improvements are amortised over the underlying lease term on a straight line basis. Residual value in respect of Buildings and Vehicles is considered as 5% of the cost and in case of other assets `Nil`.

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

De-recognition

An item of property, plant and equipment or investment property is de-recognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal of an item of property, plant and equipment or investment property is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

Transition to Ind AS

The Company has elected to continue with the carrying value of all of its property, plant and equipment and investment property recognised as of April 1, 2017 (the transition date) measured as per the previous GAAP and use such carrying value as its deemed cost as of the transition date.

G. Intangible assets

Recognition and measurement

Intangible assets are recognized at cost of acquisition which includes all expenditure that can be directly attributed or allocated on a reasonable and consistent basis, to create, produce or making the asset ready for its intended use.

Amortization

Amortization is recognized on a straight-line basis over their estimated useful lives. The estimated useful life and amortization method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

De-recognition

An intangible asset is de-recognized on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from de-recognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, is recognised in profit or loss when the asset is de-recognized.

Transition to Ind AS

The Company has elected to continue with the carrying value of all of its intangible asset recognised as of April 1, 2017 (the transition date) measured as per the previous GAAP and use such carrying value as its deemed cost as of the transition date.

H. Impairment of non-financial assets

At each reporting date, the Company reviews the carrying amount of its non financial assets (other than assets held for sale and deferred tax assets) to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

I. Provisions and contingencies related to claims, litigation, etc.

Provisions are recognised when the Company has a legal and constructive obligation as a result of a past event, for which it is probable that cash outflow will be required and a reliable estimate can be made of the amount of the obligation. Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

J. Contingent liabilities and contingent assets

A contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions, but are disclosed unless the possibility of outflow of resources is remote. Contingent assets are disclosed in the financial statements where an inflow of economic benefits is probable.

K. Cash and cash equivalent

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the entity's cash management.

L. Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM) of the company. The CODM is responsible for allocating resources and assessing performance of the operating segments of the Company. The income /expenses directly attributable have been allocated in respective operations and the un-allocable income/ expenses have been distributed in the ratio of 92:08 funds vs NBFC.

M. Earnings Per Share

Basic earnings per share is calculated by dividing the profit or loss for the period attributable to the equity holders of the company by the weighted average number of ordinary shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

N. Assets held for sale

Assets are classified as held for sale if it is highly probable that they will be recovered primarily through sale rather than through continuing use. Such assets measured at the lower of their carrying amount and fair value less cost to sell with gains and losses on remeasurement recognised in profit or loss. Once classified as held for sale, assets are no longer amortised, depreciated or impaired.

O. Accounting policy on investment in associates

The company has investment in associates in which it has 20 per cent or more of shareholding and therefore has been regarded as an associate. The company has measured the investments in associates at fair value through profit or loss in its separate financial statements. If any investment is held for sale, then shall measure it at the lower of its carrying amount and fair value less costs to sell.

P. Impairment of financial assets

The Company has applied the impairment requirements of Ind AS 109 retrospectively. At the date of transition to Ind AS, an entity shall use reasonable and supportable information that is available without undue cost or effort to determine the credit risk at the date that financial instruments were initially recognised (or for loan commitments and financial guarantee contracts the date that the entity became a party to the irrevocable commitment) and compare that to the credit risk at the date of transition to Ind AS.

The ECL working assumes that there is a significant increase in credit risk if the asset is overdue for 30 days or more and therefore, ECL is measured on lifetime basis for such assets. For assets overdue for less than 30 days, it is assumed that there is no significant increase in credit risk and therefore ECL for such assets is measured at the probability of default occurring within next 12 months.

IMPAIRMENT OF FINANCIAL ASSETS (EXPECTED CREDIT LOSS MODEL)

The company determines significant increase in credit risk on a financial asset subject to impairment requirements as per expected credit loss method if the cash flows from the financial instrument are overdue by 30 days or more.

The company considers default when the principal or interest cash flows on a financial asset is overdue by 90 days or more. The company provides lifetime expected credit losses on financial assets that are overdue by 30 or more. Financial assets that are overdue by 90 days or more are considered to be credit-impaired.

The company recognized interest on effective interest rate for all financial assets whether credit-impaired or nor credit-impaired. For credit-impaired financial assets, interest was being recognized on the carrying amount remaining after deducting loss allowance. The Company has changed its accounting policy whereby interest income on stage 3 assets (except on the assets which are standard under IRAC norms) shall not be recorded in the books of accounts with effect from 1st April, 2021.

However, the company has now changed its accounting policy with retrospective effect from April 01, 2021.

The company recognizes interest on an effective interest rate for all financial assets whether credit-impaired or nor credit-impaired. For credit-impaired financial assets, interest is recognized on the carrying amount remaining after deducting loss allowance.

For the purposes of calculating expected credit losses, the company groups the financial assets based on similarity of type of financial asset such as corporate loan or personal loan, type of security such as loan against property and loan against shares, credit rating as at the reporting date and schedule of payment contractually specified such as monthly or quarterly. However, the credit losses are calculated on individual

instrument level and not group level.

The credit loss calculated at individual instrument level is then adjusted for the probability that the party may default with 12 months if the financial asset is overdue by less than 30 days and also by the risk weights based on gross exposure that includes loan commitments and credit risk rating grades. The company considers GDP growth rate and unemployment rate over a period of 10 years.

Empirically, there is a negative correlation between GDP growth rate and non-performing asset rate and a positive correlation between unemployment rate and non-performing asset rate. Any negative effect of GDP growth rate and unemployment rate is adjusted in the risk weights applied to the credit loss calculated at instrument level.

The company calculates credit loss based on the regression analysis of contractual and actual cash flows till the end of the reporting period. The calculation of credit loss looks into the future, that is after the end of the reporting period by considering contractual and actual cash flows till the end of latest month for which receipt information is available.

Actual cash flows beyond the month for which the receipt information is available is estimated based on regression equation. Credit loss is the present value of cash shortfalls from the end of the reporting period to the end of the contractual period. The adjusted credit loss is then compared with the present value of the collateral as on the reporting date and estimate of legal costs to be incurred for realization of security to determine the expected credit losses to be recognised as loss allowance. The value of security shall be discounted value of Fair Market value or Reserve Price whichever is lower where Reserve Price is available.

The present value of the collateral and legal costs is estimated beyond the contractual period if required. Any increase / decrease in loss allowance for financial assets measured at amortised cost is recognised in profit or loss for the period. Expected credit losses are considered based on the credit rating as at the end of the reporting period. Therefore, any change in the credit rating for that instrument may result in change in the risk weights applied to the credit loss calculated based on regression analysis of the contractual and actual cash flows over the period of the contract.

2. Cash and Cash Equivalents (₹ in lakh)

	Particulars	As at 31st March, 2026	As at 31st March, 2025
1	Cash in hand (including postage stamps)	0.21	0.14
2	Balances with Banks		
	-Bank Balance	9.96	18.83
	-Bank Deposits with original maturity of less than three months	136.23	-
	Total	146.40	18.97

3. Balances with Banks (₹ in lakh)

	Particulars	As at 31st March, 2026	As at 31st March, 2025
1	Bank Balances	9,591.80	7,354.00
	Total	9,591.80	7,354.00

4. Receivables (₹ in lakh)

	Particulars	As at 31st March, 2026	As at 31st March, 2025
(I)	Trade Receivables		
	Fees receivable - considered good	0.19	-
		0.19	-
(II)	Other receivables		
	Unsecured - considered good	13.25	6.33
	Unsecured - doubtful	-	-
	Others	2.73	11.43
		15.98	17.76
	Less : Allowance for Impairment loss	-	-
		15.98	17.76
	Total	16.17	17.76

5. Loans (₹ in lakh)						
Particulars	As at 31st March, 2026					
	Amortised Cost	At Fair Value			Subtotal	Total
		Through Other Comprehensive Income	Through profit or loss	Designated at fair value through profit or loss		
	(1)	(2)	(3)	(4)	(5=2+3+4)	(6=1+5)
(A)						
(i) Term Loans						
- Loans and Advances (Considered good)	-	-	-	-	-	-
- Loan and Advances (Doubtful)	7,172.83					7,172.83
(ii) Others (to be specified)						-
Total (A) Gross	7,172.83					7,172.83
Less: Impairment loss allowance	4,806.04	-	-	-	-	4,806.04
Total (A) Net	2,366.79					2,366.79
						-
(B)						
(i) Secured by tangible assets and intangible assets	4,455.51	-	-	-	-	4,455.51
(ii) Covered by Bank/Government Guarantee	-	-	-	-	-	-
(iii) Unsecured	2,717.32	-	-	-	-	2,717.32
Total (B) Gross	7,172.83	-	-	-	-	7,172.83
Less: Impairment loss allowance	4,806.04	-	-	-	-	4,806.04
Total (B) Net	2,366.79	-	-	-	-	2,366.79
						-
(C) Loans in India						
(i) Public Sector	-	-	-	-	-	-
(ii) Others	7,172.83	-	-	-	-	7,172.83
Total (C) Gross	7,172.83					7,172.83
Less: Impairment loss allowance	4,806.04	-	-	-	-	4,806.04
Total (C) Net	2,366.79					2,366.79

(₹ in lakh)

As at 31st March, 2025						
Particulars	Amortised Cost	At Fair Value			Subtotal	Total
		Through Other Comprehensive Income	Through profit or loss	Designated at fair value through profit or loss		
	(1)	(2)	(3)	(4)	(5=2+3+4)	(6=1+5)
(A)						
(i) Term Loans						
- Loans and Advances (Considered good)	-	-	-	-	-	-
- Loan and Advances (Doubtful)	9,147.02					9,147.02
(ii) Others (to be specified)						-
Total (A) Gross	9,147.02					9,147.02
Less: Impairment loss allowance	6,884.74	-	-	-	-	6,884.74
Total (A) Net	2,262.28					2,262.28
						-
(B)						
(i) Secured by tangible assets and intangible assets	5,019.30	-	-	-	-	5,019.30
(ii) Covered by Bank/Government Guarantee	-	-	-	-	-	-
(iii) Unsecured	4,127.72	-	-	-	-	4,127.72
Total (B) Gross	9,147.02	-	-	-	-	9,147.02
Less: Impairment loss allowance	6,884.74	-	-	-	-	6,884.74
Total (B) Net	2,262.28	-	-	-	-	2,262.28
						-
(C) Loans in India						
(i) Public Sector	-	-	-	-	-	-
(ii) Others	9,147.02	-	-	-	-	9,147.02
Total (C) Gross	9,147.02					9,147.02
Less: Impairment loss allowance	6,884.74	-	-	-	-	6,884.74
Total (C) Net	2,262.28					2,262.28

6. Investments (₹ in lakh)							
Particulars	As at 31st March, 2026						
	Amortised Cost	At Fair Value			Subtotal	Others	Total
		Through Other Comprehensive Income	Through profit or loss	Designated at fair value through profit or loss			
	(1)	(2)	(3)	(4)	(5=2+3+4)	(6)	(7=1+5+6)
Government Securities	-	-	-	-	-	-	-
Other approved securities	-	-	-	-	-	-	-
Debt securities							
-Inter Group Balances							
Equity instruments							
-Biotech Consortium Ltd.	-	-	110.62	-	110.62	-	110.62
-Jangipur Bengal Mega Food Park Ltd	-	-	58.61	-	58.61	-	58.61
-Him Teknoforge Ltd			1.83		1.83		1.83
- Deltronix India Ltd			-		-		-
					-		-
CCD/OCD/OCPS instruments					-		-
- Deltronix India Ltd (OCPS)					-		-
					-		-
Subsidiaries	-	-	-	-	-	-	-
Associates	-	-	-	-	-	-	-
-Units of Venture Funds (Rs.10 each fully paid up)					-		-
^ Venture Capital fund for Backward Classes	-	-	568.91	-	568.91		568.91
^ Sage Venture fund	-	-	52.50	-	52.50		52.50
^ Venture Capital fund for Scheduled Tribes	-	-	52.50	-	52.50		52.50
Joint Ventures	-	-	-	-	-		-
Others (Specify)	-	-	-	-	-		-
Mutual Funds					-		-
Investment in Liquid Funds	-	-	655.14	-	655.14		655.14
Total Gross (A)	-	-	1,500.11	-	1,500.11	-	1,500.11
(i) Overseas Investments	-	-	-	-	-	-	-
(ii) Investments in India	-	-	1,500.11	-	1,500.11	-	1,500.11
Total (B)	-	-	1,500.11	-	1,500.11	-	1,500.11
Less: Allowance for impairment loss (C)	-	-	-	-	-	-	-
Total Net D= (A)- (C)	-	-	1,500.11	-	1,500.11	-	1,500.11

As at 31st March, 2025 (₹ in lakh)							
Particulars	Amortised Cost	At Fair Value			Subtotal	Others	Total
		Through Other Comprehensive Income	Through profit or loss	Designated at fair value through profit or loss			
	(1)	(2)	(3)	(4)	(5=2+3+4)	(6)	(7=1+5+6)
Government Securities	-	-	-	-	-	-	-
Other approved securities	-	-	-	-	-	-	-
Debt securities							
-Inter Group Balances							
-Bonds - Taxable IFCI Ltd of Rs. 1000 each	-	-	-	-		-	-
Equity instruments							
-Biotech Consortium Ltd.	-	-	110.46	-	110.46	-	110.46
-Jangipur Bengal Mega Food Park Ltd	-	-	73.75	-	73.75	-	73.75
-Him Teknoforge Ltd			1.59		1.59		1.59
- Deltronix India Ltd			-		-		-
					-		-
CCD/OCD/OCPS instruments					-		-
- Deltronix India Ltd (OCPS)					-		-
					-		-
Subsidiaries	-	-	-	-	-	-	-
Associates	-	-	-	-	-	-	-
-Units of Venture Funds (Rs.10 each fully paid up)							-
^ Venture Capital fund for backward classes	-	-	1,000.00	-	1,000.00	-	1,000.00
^ Sage Venture fund	-	-	52.50	-	52.50	-	52.50
^ Venture Capital fund for Scheduled Tribes	-	-	52.50	-	52.50	-	52.50
Joint Ventures	-	-	-	-	-	-	-
Others (Specify)	-	-	-	-	-	-	-
Mutual Funds							
Investment in Liquid Funds	-	-	7.31	-	7.31	-	7.31
Total Gross (A)	-	-	1,298.12	-	1,298.12	-	1,298.12
(i) Overseas Investments	-	-	-	-	-	-	-
(ii) Investments in India	-	-	1,298.12	-	1,298.12	-	1,298.12
Total (B)	-	-	1,298.12	-	1,298.12	-	1,298.12
Less: Allowance for impairment loss (C)	-	-	-	-	-	-	-
Total Net D= (A)- (C)	-	-	1,298.12	-	1,298.12	-	1,298.12

Foot Note

1. The values shown in the notes are as per Ind AS and stands at Fair value/ Cost of acquisition and do not reflect the outstanding dues payable by the Investee Companies.

7. Other Financial Assets (₹ in lakh)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Loan to others		
-Loans to Staff	149.54	112.56
Others (Unsecured and considered good)	2.56	1.06
GST Credit	7.20	7.69
Total	159.30	121.31

8. Current Tax Assets (Net) (₹ in lakh)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Current tax assets (Net)	1,069.30	883.13
Total	1,069.30	883.13

9. Deferred Tax Assets (Net) (₹ in lakh)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Deferred tax assets (Net)	2,656.37	3,632.47
Total	2,656.37	3,632.47

10. Property, plant and equipment (₹ in lakh)

Particulars	Computers & Servers	Office Equipments	Furniture & Fixtures	Property	Equipment / Furniture and Fittings	Assets on lease	Total
At cost or fair value at the beginning of the year as at 01/04/2024	36.68	0.07	7.52	-	-	-	44.26
Additions	14.68	-	-	-	-	-	14.68
Acquisitions	-	-	-	-	-	-	-
Revaluation adjustment, if any	-	-	-	-	-	-	-
Disposals	1.80	-	-	-	-	-	1.80
Reclassification from/to held for sale	-	-	-	-	-	-	-
Other adjustments (please specify)	-	-	-	-	-	-	-
At cost or fair value at the end of the year at 31/03/2025	49.55	0.07	7.52	-	-	-	57.13
Additions	0.17	-	-	-	-	-	0.17
Acquisitions	-	-	-	-	-	-	-
Revaluation adjustment, if any	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-
Reclassification from/to held for sale	-	-	-	-	-	-	-
Other adjustments (please specify)	-	-	-	-	-	-	-
At cost or fair value at the Year ended at 31/03/2026	49.72	0.07	7.52	-	-	-	57.30

(₹ in lakh)

Particulars	Accumulated Dep. On Computers & Servers	Accumulated Dep. On Office Equipments	Accumulated Dep. On Furniture & Fixtures	Accumulated Dep. On Property*	Accumulated Dep. On Equipment / Furniture and Fittings	Accumulated Dep. On Assets on lease	Total
Accumulated depreciation and impairment as at the beginning of the year as at 01/04/2024	31.45	0.01	3.70	-	-	-	35.16
Depreciation for the period	6.76	0.01	0.74	-	-	-	7.52
Disposals	1.65	-	-	-	-	-	1.65
Impairment/(reversal) of impairment	-	-	-	-	-	-	-
Reclassification from/to held for sale	-	-	-	-	-	-	-
Other adjustments (prior period adjustment)	-	-	-	-	-	-	-
Accumulated depreciation and impairment as at the end of the year 31/03/2025	36.55	0.03	4.44	-	-	-	41.02
Depreciation for the period	5.83	0.01	0.73	-	-	-	6.57
Disposals	-	-	-	-	-	-	-
Impairment/(reversal) of impairment	-	-	-	-	-	-	-
Reclassification from/to held for sale	-	-	-	-	-	-	-

Particulars	Accumulated Dep. On Computers & Servers	Accumulated Dep. On Office Equipments	Accumulated Dep. On Furniture & Fixtures	Accumulated Dep. On Property*	Accumulated Dep. On Equipment / Furniture and Fittings	Accumulated Dep. On Assets on lease	Total
Other adjustments (prior period adjustment)	-	-	-	-	-	-	-
Accumulated depreciation and impairment as at the Year ended 31/03/2026	42.38	0.04	5.17	-	-	-	47.59
Net carrying amount at the beginning of the year as at 01/04/2024	5.23	0.05	3.82	-	-	-	9.09
Net carrying amount as at the end of the year as at 31/03/2025	12.99	0.04	3.08	-	-	-	16.11
Net carrying amount as at the end of the quarter as at 31/03/2026	7.34	0.02	2.35	-	-	-	9.71

11. Other Intangible assets (₹ in lakh)		
Particulars	Computer Software	Total
At cost or fair value at the beginning of the year as at 01/04/2024	0.21	0.21
Additions	-	-
Acquisitions	-	-
Revaluation adjustment, if any	-	-
Disposals	-	-
At cost or fair value at the end of the year at 31/03/2025	0.21	0.21
Additions	-	-
Acquisitions	-	-
Revaluation adjustment, if any	-	-
Disposals	-	-
At cost or fair value at the Year ended at 31/03/2026	0.21	0.21

Particulars	Accumulated Dep. On Computer Software	Total
Accumulated depreciation and impairment as at the beginning of the year as at 01/04/2024	0.21	0.21
Depreciation for the period	-	-
Disposals	-	-
Impairment/(reversal) of impairment	-	-
Accumulated depreciation and impairment as at the end of the year 31/03/2025	0.21	0.21
Depreciation for the period	-	-
Disposals	-	-
Impairment/(reversal) of impairment	-	-
Accumulated depreciation and impairment as at the Year ended 31/03/2026	0.21	0.21
Net carrying amount at the beginning of the year as at 01/04/2024	-	-
Net carrying amount as at the end of the year as at 31/03/2025	-	-
Net carrying amount as at the end of the quarter as at 31/03/2026	-	-

12. Other Non-Financial Assets (₹ in lakh)		
Particulars	As at 31st March, 2026	As at 31st March, 2025
(a) Pre-paid Expenses	2.41	1.42
Total	2.41	1.42

13. Assets classified as held for sale (₹ in lakh)		
Particulars	As at 31st March, 2026	As at 31st March, 2025
Investment in Associates	-	-
Total	-	-

14. Payables (₹ in lakh)		
Particulars	As at 31st March, 2026	As at 31st March, 2025
(1) Trade Payables		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
(2) Other Payables		
(i) total outstanding dues of micro enterprises and small enterprises	4.07	6.33
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	41.10	39.72
Total	45.16	46.06

Note: There are no Micro and Small Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at all the reporting dates. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent the status of such parties identified on the basis of information available with the Company.

15. Provisions (₹ in lakh)		
Particulars	As at 31st March, 2026	As at 31st March, 2025
Provision for Employee benefits	195.28	240.16
Total	195.28	240.16

16. Other Non Financial Liabilities (₹ in lakh)		
Particulars	As at 31st March, 2026	As at 31st March, 2025
Other Payables		
-Tax and other deduction/collection payable	26.73	12.84
-other payables		
Advance Received from Parties	1,062.73	463.07
Total	1,089.46	475.91

17. Equity Share Capital (₹ in lakh)		
Particulars	As at 31st March, 2026	As at 31st March, 2025
Note: 1 SHARE CAPITAL	-	-
AUTHORISED:		
Equity Shares of Rs.10/- each	15,000.00	15,000.00
Total	15,000.00	15,000.00
ISSUED, SUBSCRIBED & PAID UP:		
Equity Shares of Rs.10/- each fully paid up.	4,794.40	4,794.40
Total	4,794.40	4,794.40

Foot Notes:
i. Reconciliation of the number of shares outstanding.

Particulars	As at 31st March, 2026		As at 31st March, 2025	
	Number	Amount	Number	Amount
Number of equity shares at the beginning of the period	4,79,44,036	4,794.40	6,03,71,008	6,037.10
Equity shares issued during the period	-	-	-	-
Buy Back of Equity shares	-	-	(1,24,26,972)	(1,242.70)
Number of equity shares at the end of the period	4,79,44,036	4,794.40	4,79,44,036	4,794.40

Note: The Company completed a buy-back of 12,426,972 fully paid equity shares of ₹10 each from existing shareholders at a price of ₹31 per share, totaling ₹38,52,36,132 during FY 2024-25. This buy-back, representing approximately 20.58% of the Company's fully paid-up equity share capital and free reserves as per the unaudited accounts on September 30, 2024.

ii. Shares held by holding/Ultimate holding company and/or their subsidiaries/associates

Name of the Shareholder	As at 31st March, 2026		As at 31st March, 2025	
	No. of shares held	% of Holding	No. of shares held	% of Holding
Equity Shares of Rs.10/- each Fully Paid				
IFCI Limited (Holding Company)	4,72,68,999	98.59	4,72,68,999	98.59
Total	4,72,68,999	98.59	4,72,68,999	98.59

Foot Note:

Fully paid equity shares, which have a par value of Rs.10, carry one vote per share and carry a right to dividends.

iii. Details of shareholders holding more than 5% shares in the company

Name of the Shareholder	As at 31st March, 2026		As at 31st March, 2025	
	No. of shares held	% of Holding	No. of shares held	% of Holding
Equity Shares of Rs.10/- each Fully Paid				
IFCI Limited	4,72,68,999	98.59	4,72,68,999	98.59
Total	4,72,68,999	98.59	4,72,68,999	98.59

iv. Refer note 1 and 45 for Objectives, policies and processes for managing capital.

Other Equity		(₹ in lakh)	
Particulars	As at 31st March, 2026	As at 31st March, 2025	
Retained Earnings	5,346.66	4,285.30	
Securities Premium Account	2,138.24	2,138.24	
Statutory Reserve (Reserve u/s 45IC of RBI Act, 1934)	3,847.21	3,578.21	
Special Reserve under Section 36(1)(viii) of the I.T Act, 1961	5.20	5.20	
OCI- Resmeasurment of defined benefit plan	56.74	42.12	
Total	11,394.05	10,049.05	

18. Other Equity (₹ in lakh)

(1) Current reporting period	Share application money pending allotment	Equity component of compound financial instruments	Reserves and Surplus					Other items of Other Comprehensive Income					Money received against share warrants	Total
			Capital Reserve	Securities Premium	Special Reserve under Section 36(1)(viii) of the I.T Act, 1961	Other Reserve (Statutory Reserve u/s 45IC of RBI Act)	Retained Earnings	Debt instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation Surplus	Exchange differences on translating the financial statements of a foreign operation	Remeasurements of the defined benefit plans	
Balance at the beginning of the 01.04.2025	-	-	-	2,138.24	5.20	3,578.21	4,285.30	-	-	-	-	-	42.12	10,049.05
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance at the beginning of the current reporting period	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the current year	-	-	-	-	-	-	1,330.37	-	-	-	-	-	14.63	1,344.99
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	269.00	(269.00)	-	-	-	-	-	-	-
Buy Back of Equity	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance at the end on 31.03.2026	-	-	-	2,138.24	5.20	3,847.21	5,346.66	-	-	-	-	-	56.74	11,394.05

(2) Previous reporting year		Reserves and Surplus											Other items of Other Comprehensive Income		Money received against share warrants	Total
Share application money pending allotment	Equity component of compound financial instruments	Capital Reserve	Securities Premium	Special Reserve under Section 36(1)(viii) of the I.T Act, 1961	(Statutory Reserve u/s 451C of RBI Act)	Retained Earnings	Debt instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation Surplus	Exchange differences on translating the financial statements of a foreign operation	Remeasurements of the defined benefit plans				
Balance at the beginning of the 01.04.2024	-	-	4,747.90	5.20	3,307.97	3,220.19	-	-	-	-	-	26.26	-	-	-	11,307.51
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance at the beginning of the previous reporting period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Comprehensive Income for the previous year	-	-	-	-	-	1,335.35	-	-	-	-	-	15.86	-	-	-	1,351.21
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	270.24	(270.24)	-	-	-	-	-	-	-	-	-	-
Buy Back of Equity	-	-	(2,609.66)	-	-	-	-	-	-	-	-	-	-	-	-	(2,609.66)
Balance at the end on 31.03.2025	-	-	2,138.24	5.20	3,578.21	4,285.30	-	-	-	-	-	42.12	-	-	-	10,049.05

Foot Note 1 : The reserve fund is created as per section 451C of RBI Act, 1934

Foot Note 2 : Security Premium Account represents the amount received on equity share over & above its face value.

Foot Note 3 : The Company completed a buy-back of ₹10 each from existing shareholders at a price of ₹31 per share, totaling ₹38,52,36,132 during FY 2024-25. This buy-back, representing approximately 20.58% of the Company's fully paid-up equity share capital and free reserves as per the unaudited accounts on September 30, 2024.

19. Interest income

(₹ in lakh)

Particulars	For the Year ended 31st March, 2026		
	On Financial Assets measured at fair value through OCI	On Financial Assets measured at Amortised Cost	On Financial Assets classified at fair value through profit or loss
Interest on Loans	-	371.82	-
Interest income from investments	-	-	-
Interest on Deposits with Banks	-	563.80	-
Total	-	935.62	-

(₹ in lakh)

Particulars	For the Year ended 31st March, 2025		
	On Financial Assets measured at fair value through OCI	On Financial Assets measured at Amortised Cost	On Financial Assets classified at fair value through profit or loss
Interest on Loans	-	428.99	-
Interest income from investments	-	183.21	-
Interest on Deposits with Banks	-	615.64	-
Total	-	1,227.83	-

The Company has changed its accounting policy whereby interest income on stage 3 assets (except on the assets which are standard under IRAC norms) shall be recorded in the books of accounts with effect from 1st April, 2021. Accordingly, Interest income of INR 310.21 lakh has been recognized. Since there is no reasonable expectation of recovery, company has decided to write off this amount in year ended 31st March, 2026.

20. Dividend Income

(₹ in lakh)

Particulars	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
Dividend income	0.01	0.00
Total	0.01	0.00

21. Fees Income

(₹ in lakh)

Particulars	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
Management fee	1,487.01	1,476.38
Total	1,487.01	1,476.38

22. Net Gain on fair value changes

(₹ in lakh)

Particulars	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
A. Net Gain on financial instruments at fair value through profit and loss account :-		
a) On trading portfolio		
- Investments	54.15	179.85
- Derivatives	-	-
- Others	-	-
b) On financial instruments designated at fair value through profit and loss account	-	-
B. Others	-	-
Total	54.15	179.85
Fair Value changes		
-Realised	47.48	45.16
-Unrealised	6.67	134.70
Total	54.15	179.85

23. Other income (₹ in lakh)		
Particulars	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
Bad Debt Recovered	80.13	25.00
Reversal of Expected Credit Loss	2,078.69	-
Manpower Supply Services	45.78	52.18
Other incomes	43.94	50.57
Total	2,248.55	127.75

24. Finance costs (₹ in lakh)		
Particulars	For the Year ended 31st March, 2026	
	On Financial liabilities measured at fair value through profit or loss	On Financial liabilities measured at Amortised Cost
Interest on Bonds and borrowings	-	-
Other interest expense	-	-
Total	-	-

(₹ in lakh)		
Particulars	For the Year ended 31st March, 2025	
	On Financial liabilities measured at fair value through profit or loss	On Financial liabilities measured at Amortised Cost
Interest on Bonds and borrowings	-	11.87
Other interest expense	-	-
Total	-	11.87

25. Net loss on fair value changes (₹ in lakh)		
Particulars	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
A. Net loss on financial instruments at fair value through profit and loss account :-		
a) On trading portfolio		
- Investments	-	-
- Derivatives	-	-
- Others	-	-
b) On financial instruments designated at fair value through profit and loss account	-	-
B. Others	-	-
Total	-	-
Fair Value changes		
-Realised	-	-
-Unrealised	-	-
Total	-	-

26. Employee Benefit expenses (₹ in lakh)		
Particulars	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
Salaries and wages including bonus	660.11	606.78
Contribution to provident and others fund	30.96	41.13
Staff welfare expenses	6.32	6.84
Total	697.39	654.74

27. Impairment on financial instruments (₹ in lakh)		
Particulars	For the Year ended 31st March, 2026	
	On Financial instruments measured at fair value through OCI	On Financial instruments measured at Amortised Cost
Loans and Advances	-	-
Other Receivable	-	-
Total	-	-

Particulars	For the Year ended 31st March, 2025	
	On Financial instruments measured at fair value through OCI	On Financial instruments measured at Amortised Cost
Loans and Advances	-	190.49
Other Receivable	-	-
Total	-	190.49

28. Other expenses (₹ in lakh)		
Particulars	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
Rent, taxes and energy costs	193.96	183.96
Repairs and maintenance	59.19	58.20
Printing & Stationery	2.16	2.62
CSR Expenses	22.40	19.15
Postage & Telephone	0.40	2.12
Advertisement and publicity	0.23	1.31
Travelling & Conveyance	9.92	4.78
Director's fees, allowances and expenses	11.83	12.67
Auditor's fees and expenses	6.89	8.98
Legal and Professional charges	61.99	43.20
Insurance	0.23	0.25
Bad Debts Written Off	1,404.61	472.65
Other expenditures	9.48	11.31
Total	1,783.28	821.19

* Refer note 33 for details on payment to auditors.

Note on Bad Debts written off :

The Company has changed its accounting policy whereby interest income on stage 3 assets (except on the assets which are standard under IRAC norms) shall be recorded in the books of accounts with effect from 1st April, 2021. Accordingly, Interest income of INR 310.21 lakh has been recognized. Since there is no reasonable expectation of recovery, company has decided to write off this amount in Year ended 31st March, 2026.

29. Trade Receivables aging schedule (₹ in lakh)

Particulars	Outstanding For the Year ended 31st March, 2026					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	0.19	-	-	-	-	0.19
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables– considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

(₹ in lakh)

Particulars	Outstanding For the Year ended 31st March, 2025					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	-	-	-	-	-	-
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables– considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

30. Trade Payable aging schedule (₹ in lakh)

Particulars	Outstanding For the Year ended 31st March, 2026				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	-	-	-	-	-
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues – Others	-	-	-	-	-

(₹ in lakh)

Particulars	Outstanding For the Year ended 31st March, 2025				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	-	-	-	-	-
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues – Others	-	-	-	-	-

31. Corporate Social Responsibility (CSR)

Where the company covered under section 135 of the companies act, the following shall be disclosed with regard to CSR activities:-

Particulars	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
(a) amount required to be spent by the company during the year,	22.40	19.15
(b) amount of expenditure incurred	22.40	19.15
(c) shortfall at the end of the year	NIL	NIL
(d) total of previous years shortfall	NIL	NIL
(e) reason for shortfall	N.A.	N.A.
(f) nature of CSR activities	PM CARES Fund	Installation of Arsenic Free Tubewells in various schools of District BAM , Agra-U.P.
(g) details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard,	NA	NA
(h) where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year should be shown separately.		

IND AS -12 Income tax- Disclosures

32. (a) Deferred tax balances

The following is the analysis of deferred tax assets/(liabilities) presented in the balance sheet:

(₹ in lakh)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Deferred tax assets	2,656.37	3,633.84
Deferred tax liabilities	-	(1.37)
Deferred Tax Asset / (Liabilities) (Net)	2,656.37	3,632.47

(₹ in lakh)

Particulars	As at 1st April 2024	Movement Recognised in Statement of Profit and Loss	Movement Recognised in other comprehensive income	As at 31st March, 2025
Deferred tax (liabilities)/assets in relation to:				
Property, plant and equipment and Intangible Assets	0.58	(1.95)	-	(1.37)
Fair value of Investments	108.52	(37.47)	-	71.04
Defined benefit obligation	77.16	(4.24)	(6.11)	66.81
Impairment on Financial Instruments	1,862.34	52.99	-	1,915.33
Tax Losses	1,490.59	-	-	1,490.59
MAT Credit	90.06	-	-	90.06
Deferred Tax Asset / (Liabilities) (Net)	3,629.25	9.34	(6.11)	3,632.47

Particulars	As at 1st April 2025	Movement Recognised in Statement of Profit and Loss	Movement Recognised in other comprehensive income	As at 31st March, 2026
Deferred tax (liabilities)/assets in relation to:				
Property, plant and equipment and Intangible Assets	(1.37)	1.89	-	0.52
Fair value of Investments	71.04	(1.86)	-	69.19
Defined benefit obligation	66.81	(6.85)	(5.64)	54.33
Impairment on Financial Instruments	1,915.33	(578.29)	-	1,337.04
Tax Losses	1,490.59	(385.36)	-	1,105.23
MAT Credit	90.06	-	-	90.06
Deferred Tax Asset / (Liabilities) (Net)	3,632.47	(970.47)	(5.64)	2,656.37

32. (b) Current Tax reconciliation

The following is the analysis of Current tax assets/(liabilities) presented in the balance sheet:

(₹ in lakh)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Opening Balance Assets/(Liabilities)	883.13	687.82
Provision made/ reversed during the year	62.74	-
Adjustments / Refund	(110.63)	(167.49)
Income tax paid during the year	234.05	362.80
Closing Balance Assets/(Liabilities)	1,069.30	883.13

(₹ in lakh)

33. Payment to Auditors (Excluding GST)

	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
Audit Fees	4.20	4.20
Certification and other services	1.83	3.85
Reimbursement of Expenses	0.32	0.27
Total	6.35	8.32

(₹ in lakh)

34. Details of corporate social responsibility expenditure

	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
Gross amount required to be spent by the company for respective financial year	22.40	19.15
Amonut Spent by IFCI Venture	22.40	19.15

(₹ in lakh)

35. Contingent liabilities and commitments (to the extent not provided for)

	As at 31st March, 2026	As at 31st March, 2025
A. Contingent Liabilities		
(i) Claims not acknowledged as debts	NIL	NIL
(ii) Income Tax Matter	NIL	NIL
Total	-	-

A legal case has been filed by three ex-employees of IFCI Venture demanding compensation for their compulsory retirement in 2008. As the court will decide the quantum of any adverse judgment, the resulting contingent liability remains unquantifiable.

B. Commitments	As at 31st March, 2026	As at 31st March, 2025
(i) Estimated amount of contract (including lease contract) remaining to be executed on capital account (net of advances)		
(ii) Undrawn Commitments	275.00	275.00
Total	275.00	275.00

C. Contingent assets

There are no contingent assets during the year and the corresponding previous reporting years.

36. Expenditure/Income in Foreign Currencies:

There is no foreign currency Expenditure/income in current as well as in preceeding reporting years

37. Employee benefits

The Company operates the following post-employment plans -

i. Defined contribution plan

The Company makes monthly contribution towards Provident Fund which is a defined contribution plan. The Company has no obligations other than to make the specified contributions. The contributions are charged to the Statement of Profit and Loss as they accrue. The amount recognised as expense towards such contribution are as follows:

	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
Contribution to Provident Fund	8.13	8.01

ii. Defined Benefit plan

A. Gratuity

Gratuity liability has been determined and accounted on the basis actuarial valuation carried out as at March 31, 2026

Based on the actuarial valuation obtained in this respect, the following table sets out the status of the gratuity plan and the amounts recognised in the Company's financial statements as at balance sheet date:

	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
Net defined benefit liability	3.29	52.36

(a) Funding

The scheme is fully funded with Life Insurance Corporation of India (LIC). The funding requirements are based on the gratuity fund's actuarial measurement framework set out in the funding policies of the plan. The funding of the plan is based on a separate actuarial valuation for funding purposes for which the assumptions may differ from the assumptions set out in Section "d" below. Employees do not contribute to the plan.

The expected contributions to gratuity plan for the year ending 31 March 2027 is INR 20.99 lakh.

(b) Reconciliation of the net defined benefit (asset) / liability

The following table shows a reconciliation from the opening balances to the closing balances for net defined benefit (asset) liability and its components:

(₹ in lakh)

	For the Year ended 31st March, 2026			For the Year ended 31st March, 2025		
	Defined benefit obligation	Fair value of plan assets	Net defined benefit (asset)/ liability	Defined benefit obligation	Fair value of plan assets	Net defined benefit (asset)/ liability
Balance at the beginning of the year	247.62	195.26	52.36	260.62	172.52	88.11
Included in profit or loss						
Current service cost	19.76	-	19.76	19.40	-	19.40
Past service cost including curtailment	-	-	-	-	-	-
Gains/Losses						
Interest cost (income)	16.86	13.81	3.05	18.56	12.28	6.28
	36.62	13.81	22.81	37.96	12.28	25.68
Included in Other comprehensive income						
Remeasurements loss (gain)	-	-	-	-	-	-
– Actuarial loss (gain) arising from:	-	-	-	-	-	-
– demographic assumptions	-	-	-	-	-	-
– financial assumptions	(6.35)	-	(6.35)	3.22	-	3.22
– experience adjustment	(12.88)	-	(12.88)	(25.39)	-	(25.39)
– on plan assets	-	1.03	(1.03)	-	(0.21)	0.21
	(19.23)	1.03	(20.27)	(22.17)	(0.21)	(21.97)
Other						
Contributions paid by the employer	-	44.02	(44.02)	-	39.46	(39.46)
Benefits paid directly	-	-	-	(28.79)	(28.79)	-
Misc. (Prior period)	-	7.59	(7.59)	-	-	-
	-	51.62	(51.62)	(28.79)	10.67	(39.46)
Balance at the end of the year	265.01	261.72	3.28	247.62	195.26	52.36

(c) Plan assets

	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
Investment with Life insurance Corporation	100%	100%

On an annual basis, an asset-liability matching study is done by the Company whereby the Company contributes the net increase in the actuarial liability to the plan manager (insurer) in order to manage the liability risk.

(d) Actuarial assumptions

Principal actuarial assumptions at the reporting date (expressed as weighted averages):

	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
Discount rate	7.32%	6.81%
Future salary growth	8.50%	8.50%
Withdrawal rate:		
Up to 30 years	3.00%	3.00%
From 31 to 44 years	2.00%	2.00%
Above 44 years	1.00%	1.00%
Retirement Age (in year)	60	60
Mortality	100% of IALM (2012-14)	100% of IALM (2012-14)

(e) Sensitivity analysis of significant assumptions

The following table present a sensitivity analysis to one of the relevant actuarial assumption, holding other assumptions constant, showing how the defined benefit obligation would have been affected by changes in the relevant actuarial assumptions that were reasonably possible at the reporting date.

	For the Year ended 31st March, 2026		For the Year ended 31st March, 2025	
	Increase	Decrease	Increase	Decrease
Discount rate (0.50% movement)	(5.68)	6.22	(5.10)	5.59
Future salary growth (0.50% movement)	6.12	(5.64)	5.47	(5.05)

Although the analysis does not take account of the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumptions shown.

Sensitivities due to mortality & withdrawals are not material & hence impact of change due to these not calculated.

(f) Expected maturity analysis of the defined benefit plans in future years

	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
1 year	4.80	4.34
Between 1-6 years	118.60	111.66
6 year onwards	141.61	131.61
Total	265.01	247.62

As at 31st March 2026, the weighted-average duration of the defined benefit obligation was 13.16 years (31st March 2025: 14.07 years).

(g) Discreption of risk exposures

Valuations are based on certain assumptions, which are dynamic in nature and vary over time. As such company is exposed to various risks as follow -

Salary Increases : Actual salary increases will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.

Investment Risk : If Plan is funded then assets liabilities mismatch & actual investment return on assets lower than the discount rate assumed at the last valuation date can impact the liability.

Discount Rate : Reduction in discount rate in subsequent valuations can increase the plan's liability.

Mortality & disability : Actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities.

Withdrawals : Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact Plan's liability.

iii. Other long-term employment benefits

The Company provides leave encashment benefits and leave fair concession to the employees of the Company which can be carried forward to future years. Amount recognised in the Statement of Profit and Loss for compensated absences is as under-

Amount recognised in Statement of Profit and Loss	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
Leave encashment	29.05	35.00
Leave fare concession	42.72	6.89

38. Related party disclosure

1 Name of the related party and nature of relationship:-

A. Nature of Relationship	Name of the Related Party
Holding company	IFCI Limited
Fellow Subsidiaries	IFCI Financial Services Ltd. (IFIN)
	IFCI Factors Ltd. (IFL)
	IFIN Securities Finance Limited (indirect control through IFIN)
	IFCI Social Foundation (Trust)
	MPCON Ltd.
	Stock Holding Corporation of India Ltd.
	Stock Holding Document Management Services Ltd.
Associates	Venture Capital Fund for Backward Classes (VCFBC)
	Venture Capital Fund for Scheduled Tribes (VCFST)
	SAGE Venture Fund
Directors/ Key Managerial Personnel	(i) Shri Manikumar Sivaramakrishnan- Nominee Director - Chairman (from 07.04.2026)
	(ii) Shri Rahul Bhave – Nominee Director - Chairman (from 16.08.2024 till 07.04.2026)
	(iii) Shri Manoj Mittal - Nominee Director - Chairman (till 27.07.2024)
	(iv) Shri Prasoon - Nominee Director
	(v) Smt. Tripti Somani- Non-Executive Director
	(vi) Shri Arvind Kumar Jain- Non-Executive Director
	(vii) Shri Ajay Kumar Kapur- Non-Executive Director (till 23.07.2025)

Directors/ Key Managerial Personnel	(viii) Shri Gauri Shankar – Non-Executive Director
	(ix) Shri Kamal Nayan Choubey – Non-Executive Director
	(x) Shri V. Anish Babu - Managing Director
	(xi) Smt. Indu Gupta - Chief Financial Officer (KMP)
	(xii) Shri Rachit Tandon- Company Secretary (KMP)

2 Related party transactions during the year and balance receivable from and payable to related parties as at the balance sheet date:-

Name of related party		Nature of transaction	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
A. Holding		Expenses		
IFCI Ltd.	(i)	Rent & Maintenance expenses (Exclusive of taxes and cess)	180.40	170.97
	(ii)	Salaries expense for employees deputed by IFCI Ltd.	55.31	57.14
	(iii)	IT Services expense (Exclusive of taxes)	17.50	17.50
	(iv)	Other expenses	-	1.41
		Income		
	(i)	Salaries received for employee deputed to IFCI Ltd.	45.78	52.18
	(ii)	Interest accrued/received on Bonds subscribed	-	183.21
B. (i) Fellow Subsidiaries				
IFCI Financial Services Ltd.	(i)	Brokerage/ Professional fee paid	-	0.18
Stock Holding Corporation of India Ltd.	(i)	Brokerage/ Professional fee paid	0.00	0.00
IFCI Factors Ltd. (IFL)	(i)	Salaries paid for employees deputed	37.95	36.83
MPCON Ltd.	(i)	Salaries paid for employees deputed	-	39.84
IIDL Suites	(i)	Meeting Expense	0.18	0.33
Stock Holding Document Management Services Ltd.	(i)	Digitalisation of documents	0.41	7.19
(ii) Associates				
VCFBC	(i)	Management Fee	299.80	265.39
SAGE Venture Fund	(i)	Management Fee	53.81	53.81
VCFST	(i)	Management Fee	32.47	32.29

C. Key Managerial Personnel : Managerial remuneration

(i) Smt. Indu Gupta - Chief Financial Officer	44.70	38.99
(ii) Shri Rachit Tandon- Company Secretary	27.09	19.70

D. Directors - sitting fees/ Remuneration

(i) Shri Arvind Kumar Jain	3.40	3.28
(ii) Shri Ajay Kumar Kapur	0.50	3.08
(iii) Smt Tripti Somani	2.75	2.88
(iv) Shri Gauri Shankar	3.25	2.58
(v) Shri Kamal Nayan Choubey	1.00	-
(vi) Shri V. Anish Babu - Managing Director	55.31	51.91

E. Balance Outstanding with the related party during the period: -

IFCI Ltd.	(i)	Payable to IFCI towards salary of employees deputed by IFCI	0.00	4.28
	(ii)	IT Services from IFCI	4.09	4.09
IFCI Ltd.	(i)	Receivable from IFCI towards salary of employee deputed to IFCI	3.57	3.80
IFCI Factors Ltd. (IFL)	(i)	Payable towards salary of employees deputed by IFL	3.27	3.07
VCFST	(i)	Management Fees Receivable	0.19	-
Total			11.13	15.25

F. Key management personnel compensation

Short-term employee benefits	71.79	58.69
Post-employment defined benefit	-	-
Compensated absences	-	-
Total Compensation	71.79	58.69

39. Leases**i. Disclosure for INDAS 116 (Leases)**

On March 30, 2019, the Ministry of Corporate Affairs (MCA) notified new Ind AS on leases, Indian Accounting Standard (Ind AS) 116 applicable from 01/04/2019. Ind AS 116 has been implemented w.e.f. April 1, 2019 and the associated disclosure requirements are applicable for financial statements for the year ended March 31, 2020. As per the Standard it is optional to apply the standard for short term leases (period of 12 months or less). Since the lease agreements are for a period of 11 months, company has availed the exemption of short term leases.

ii. Amounts recognised in profit or loss

During the year ended 31st March 2026, rental expenses of ₹ 193.96 lakhs (31st March 2025: ₹ 183.96 lakhs) have been recognised in profit and loss statement.

40. Earnings per share (EPS)

		Units	As at 31st March, 2026	As at 31st March, 2025
(a)	Profit Computation for Equity shareholders			
	Net profit as per Statement of Profit & Loss	₹ in lakh	1,344.99	1,351.21
	Net profit for Equity Shareholders	₹ in lakh	1,344.99	1,351.21
(b)	Weighted Average Number of Equity Shares outstanding	Nos in lakh	479.44	589.07
	Earnings Per Share (Weighted Average)			
	Basic	₹	2.81	2.29
	Diluted	₹	2.81	2.29

* There are no potential equity shares outstanding as on 31st March 2026.

Out of the above 4,79,44,036 (previous year 4,79,44,036) equity shares of Rs. 10 each the holding company namely IFCI LTD holds 4,72,68,999 (previous year 4,72,68,999) equity shares

41. As on March 31, 2026 there were no events or changes in circumstances which indicate any impairment in the assets as defined by Ind AS 36 - "Impairment of Assets".

42. Operating segments

- The MD of the Company has been identified as the Chief Operating Decision Maker (CODM) as defined by Ind AS 108, "Operating Segments." The Company's operating segments are established in the manner consistent with the components of the Company that are evaluated regularly by the Chief Operating Decision Maker as defined in 'Ind AS 108 - Operating Segments.' The Company is engaged primarily in Management of Venture funds and the business of financing and they are separate reportable segments as per Ind AS 108.
- Information about geographical areas:**
The entire revenue of the Company is from customers who are domiciled in India. Also, all the assets of the Company are located in India.
- Information about major customers (from external customers):**
The Company earns 10% or more of Company's revenue from the following customer:

S.No	Particulars	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
1	Venture Capital Fund for Scheduled Castes	1,100.93	1,125.00

d. Segment Information

The Company has identified business segments as its primary segment. Business segments are primarily **Financing Activity** and **Management of Funds**. Revenues and expenses directly attributable to segments are reported under each reportable segment. Expenses which are not directly identifiable to each reportable segment have been allocated on the basis of associated revenues of the segment and manpower efforts. All other expenses which are not attributable or allocable to segments have been disclosed as unallocable expenses. Assets and liabilities that are directly attributable or allocable to segments are disclosed under each reportable segment. All other assets and liabilities are disclosed as unallocable. Fixed assets that are used interchangeably amongst segments are not allocated to primary and secondary segments.

Particulars	For the Year ended 31st March, 2026			For the Year ended 31st March, 2025		
	Business segments		Total	Business segments		Total
	Financing Activity	Fund Management		Financing Activity	Fund Management	
Revenue	989.77	1,487.01	2,476.78	1,381.41	1,502.67	2,884.08
Inter-segment revenue	-	-	-	-	-	-
Total	989.77	1,487.01	2,476.78	1,381.41	1,502.67	2,884.08
Allocable Exp	1,579.72	907.51	2,487.23	823.27	862.54	1,685.81
Segment result	(589.95)	579.50	(10.46)	558.14	640.13	1,198.27
Unallocable expenses (net)	-	-	-	-	-	-
Operating income	(589.95)	579.50	(10.46)	558.14	640.13	1,198.27
Other income (net)	2,247.23	1.32	2,248.55	126.43	1.32	127.75
Profit before taxes	1,657.27	580.82	2,238.09	684.56	641.45	1,326.01
Tax expense			907.72			(9.34)
Net profit after Tax			1,330.37			1,335.35

Particulars	For the Year ended 31st March, 2026			For the Year ended 31st March, 2025		
	Business segments		Total	Business segments		Total
	Financing Activity	Fund Management		Financing Activity	Fund Management	
Segment assets	14,852.08	0.19	14,852.27	11,957.00	0.00	11,957.00
Unallocable assets	-	-	2,666.08	-	-	3,648.58
Total assets	-	-	17,518.36	-	-	15,605.58
Segment liabilities	16,428.90	-	16,428.90	15,130.92	-	15,130.92
Unallocable liabilities	-	-	1,089.46	-	-	474.67
Total liabilities			17,518.36			15,605.58
<u>Other information</u>						
Capital expenditure (allocable)		-	-		-	-
Capital expenditure (unallocable)	0.17	-	0.17	14.68	-	14.68
Depreciation and amortisation (allocable)	-	-	-	-	-	-
Depreciation and amortisation (unallocable)	6.57	-	6.57	7.52	-	7.52
Other significant non-cash expenses (allocable)	-	-	-	-	-	-
(Provision for Bad & Doubtful Assets and Std Assets)	-	-	-	-	-	-
Other significant non-cash expenses (unallocable)	-	-	-	-	-	-

Geographical Segments:

The operations of the company are conducted within India and there is no separate reportable geographical segment.

43. Financial instruments - fair value and risk management

A. Financial instruments by category

The following table shows the carrying amounts and fair values of financial assets and financial liabilities

As at 31st March, 2026

Particulars	Note. No.	FVTPL	Amortised cost
Financial assets:			
Cash and cash equivalents	2	-	146.40
Bank balance other than above	3	-	9,591.80
Receivables	4	-	16.17
Loans	5	-	2,366.79
Investments	6	1,500.11	-
Other financial assets	7	-	159.30
		1,500.11	12,280.45
Financial liabilities:			
Other payables	14	-	45.16
Debt securities		-	-
Borrowings (other than debt securities)		-	-
Other financial liabilities			
		-	45.16

As at 31st March, 2025

Particulars	Note. No.	FVTPL	Amortised cost
Financial assets:			
Cash and cash equivalents	2	-	18.97
Bank balance other than above	3	-	7,354.00
Receivables	4	-	17.76
Loans	5	-	2,262.28
Investments	6	1,298.12	-
Other financial assets	7	-	121.31
		1,298.12	9,774.33
Financial liabilities:			
Other payables	14	-	46.06
Debt securities		-	-
Borrowings (other than debt securities)		-	-
Other financial liabilities			
		-	47.30

B. Fair value hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are:

- recognised and measured at fair value and
- measured at amortised cost and for which fair values are disclosed in the financial statements.

To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

Financial assets and liabilities measured at fair value - recurring fair value measurements

As at 31st March, 2026	Level 1	Level 2	Level 3	Total
Financial assets:				
Investments				
-Mutual Funds	655.14	-	-	655.14
-Equity Instruments-(Listed)	1.83	-	-	1.83
-Equity Instruments-(Non Listed)	-	-	169.23	169.23
-Units of Venture Funds	-	-	673.91	673.91
	656.97	-	843.14	1,500.11

Assets and liabilities which are measured at amortised cost for which fair values are disclosed

As at 31st March, 2026	Note. No.	Amortised cost	Level 1	Level 2	Level 3	Total
Financial assets:						
Cash and cash equivalents	2	146.40	-	-	146.40	146.40
Bank balance other than above	3	9,591.80	-	-	9,591.80	9,591.80
Receivables	4	16.17	-	-	16.17	16.17
Loans	5	2,366.79	-	-	2,366.79	2,366.79
Investments	6	-	-	-	-	-
Other financial assets	7	159.30	-	-	159.30	159.30
		12,280.45	-	-	12,280.45	12,280.45
Financial liabilities:						
Other payables	14	45.16	-	-	45.16	45.16
Debt securities		-	-	-	-	-
Borrowings (other than debt securities)		-	-	-	-	-
Other financial liabilities						
		45.16	-	-	45.16	45.16

Financial assets and liabilities measured at fair value - recurring fair value measurements

As at 31st March, 2025	Level 1	Level 2	Level 3	Total
Financial assets:				
Investments				
-Mutual Funds	7.31	-	-	7.31
-Equity Instruments-(Listed)	1.59	-	-	1.59
-Equity Instruments-(Non Listed)	-	-	184.21	184.21
-Units of Venture Funds	-	-	1,105.00	1,105.00
	8.90	-	1,289.21	1,298.12

Assets and liabilities which are measured at amortised cost for which fair values are disclosed

As at 31st March, 2025	Note. No.	Amortised cost	Level 1	Level 2	Level 3	Total
Financial assets:						
Cash and cash equivalents	2	18.97	-	-	18.97	18.97
Bank balance other than above	3	7,354.00	-	-	7,354.00	7,354.00
Receivables	4	17.76	-	-	17.76	17.76
Loans	5	2,262.28	-	-	2,262.28	2,262.28
Investments	6	-	-	-	-	-
Other financial assets	7	121.31	-	-	121.31	121.31
		9,774.33	-	-	9,774.33	9,774.33
Financial liabilities:						
Other payables	14	46.06	-	-	46.06	46.06
Debt securities		-	-	-	-	-
Other financial liabilities						
		46.06	-	-	46.06	46.06

C. Valuation framework

The Company measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

Level 1: Inputs that are quoted market prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 : The fair value of financial instruments that are not traded in active markets is determined using valuation techniques which maximize the use of observable market data either directly or indirectly, such as quoted prices for similar assets and liabilities in active markets, for substantially the full term of the financial instrument but do not qualify as Level 1 inputs. If all significant inputs required to fair value an instrument are observable the instrument is included in level 2.

Level 3 : If one or more of the significant inputs is not based in observable market data, the instruments is included in level 3. That is, Level 3 inputs incorporate market participants' assumptions about risk and the risk premium required by market participants in order to bear that risk. The Bank develops Level 3 inputs based on the best information available in the circumstances.

Financial instruments valued at carrying value

The respective carrying values of certain on-balance sheet financial instruments approximated their fair value. These financial instruments include cash in hand, balances with other banks, trade receivables, trade payables and certain other financial assets and liabilities. Carrying values were assumed to approximate fair values for these financial instruments as they are short-term in nature and their recorded amounts approximate fair values or are receivable or payable on demand.

44. Financial risk management

The Company's activities exposure it to credit risk, liquidity risk, market risk and operational risk.

A. Risk management framework

The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Board of Directors has established the risk management committee, which is responsible for developing and monitoring the Company's risk management policies. Efficient and timely management of risks involved in the Company's activities is critical for the financial soundness and profitability of the Company. Risk management involves the identifying, measuring, monitoring and managing of risks on a regular basis. The objective of risk management is to increase shareholders' value and achieve a return on equity that is commensurate with the risks assumed.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

The Audit Committee oversees how management monitors compliance with the Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company. The Audit Committee is assisted in its oversight role by internal audit department, which undertakes required management controls.

B. Credit risk

Credit risk arises from loans and advances, cash and cash equivalents, investment in debt securities and deposits with banks and financial institutions and any other financial assets. Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's asset on finance and trade receivables from customers; loans and investments in debt securities. The carrying amounts of financial assets represent the maximum credit risk exposure.

a) Credit risk management

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk associated with the industry. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred. Evidence that a financial asset is credit-impaired includes the following observable data:

- significant financial difficulty of the borrower or issuer;
- a breach of contract such as a default or past due event;
- the restructuring of a loan or advance by the Company on terms that the Company would not consider otherwise; or
- it is becoming probable that the borrower will enter bankruptcy or other financial re-organization;

The risk management committee has established a credit policy under which each new customer is analyzed individually for credit worthiness before the Company's standard payment and delivery terms and conditions are offered. The Company's review includes external ratings, if they are available, background verification, financial statements, income tax returns, credit agency information, industry information, etc. Credit limits are established for each customer and reviewed quarterly.

The company determines significant increase in credit risk on a financial asset subject to impairment requirements as per expected credit loss method if the cash flows from the financial instrument are overdue by 30 days or more. The company considers default when the principal or interest cash flows on a financial asset is overdue by 90 days or more. The company provides lifetime expected credit losses on financial assets that are overdue by 30 or more. Financial assets that are overdue by 90 days or more are considered to be credit-impaired.

The company recognises interest on effective interest rate for all financial assets whether credit-impaired or nor credit-impaired. For credit-impaired financial assets, interest is recognised on the the carrying amount remaining after deducting loss allowance. For the purposes of calculating expected credit losses, the company groups the financial assets based on similarity of type of financial asset such as coporate loan or personal loan, type of security such as loan against property and loan against shares, credit rating as at the reporting date and schedule of payment contractually specified such as monthly or quarterly. However, the credit losses are calculated on individual instrument level and not group level.

The credit loss calculated at individual instrument level is then adjusted for the probability that the party may default with 12 months if the financial asset is overdue by less than 30 days and also by the risk weights based on gross exposure that includes loan commitments and credit risk rating grades. The company considers GDP growth rate and unemployment rate over a period of 10 years.

Empirically, there is a negative correlation between GDP growth rate and non-performing asset rate and a positive correlation between unemployment rate and non-performing asset rate. Any negative effect of GDP growth rate and unemployment rate is adjusted in the risk weights applied to the the credit loss calculated at instrument level.

The company calculates credit loss based on the regression analysis of contractual and actual cash flows till the end of the reporting period. The calculation of credit loss looks into the future, that is after the end of the reporting period by considering contractual and actual cash flows till the end of latest month for which receipt information is available.

Actual cash flows beyond the month for which the receipt information is available is estimated based on regression equation. Credit loss is the present value of cash shortfalls from the end of the reporting period to the end of the contractual period. The adjusted credit loss is then compared with the present value of the collateral as on the reporting date and estimate of legal costs to be incurred for realisaation of security to determine the expected credit losses to recognised as loss allowance.

The present value of the collateral and legal costs is estimated beyon the contractual period if required. Any increase / decrease in loss allowance for financial assets measured at amortised cost is recognised in profit

or loss for the period. Expected credit losses are considered based on the credit rating as at the end of the reporting period. Therefore, any change in the credit rating for that instrument may result in change in the risk weights applied to the credit loss calculated based on regression analysis of the contractual and actual cash flows over the period of the contract.

b) Significant increase in credit risk

The Company continuously monitors all assets subject to ECLs. In order to determine whether an instrument or a portfolio of instruments is subject to 12 months ECL or life time ECL, the Company assesses whether there has been a significant increase in credit risk since initial recognition and required steps are taken

c) Provision for expected credit losses

The Company's exposure to credit risk for Loan and advances, trade receivables and other financial assets by type of counterparty is as follows.

The Company has applied a three-stage approach to measure expected credit losses (ECL). Assets migrate through following three stages based on the changes in credit quality since initial recognition:

- (a) Stage 1: 12- months ECL: For exposures where there is no significant increase in credit risk since initial recognition and that are not credit-impaired upon origination, the portion of the lifetime ECL associated with the probability of default events occurring within the next 12- months is recognized.
- (b) Stage 2: Lifetime ECL, not credit-impaired: For credit exposures where there has been a significant increase in credit risk since initial recognition but are not credit-impaired, a lifetime ECL is recognized.
- (c) Stage 3: Lifetime ECL, credit-impaired: Financial assets are assessed as credit impaired upon occurrence of one or more events that have a detrimental impact on the estimated future cash flows of that asset. For financial assets that have become credit-impaired, a lifetime ECL is recognized and interest revenue is recognized.

At each reporting date, the Company assesses whether there has been a significant increase in credit risk of its financial assets since initial recognition by comparing the risk of default occurring over the expected life of the asset. In determining whether credit risk has increased significantly since initial recognition, the Company uses information that is relevant and available without undue cost or effort. This includes the Company's internal credit rating grading system, external risk ratings and forward-looking information to assess deterioration in credit quality of a financial asset.

d) Cash and cash equivalents

The Company holds cash and cash equivalents of Rs.146.4 lakh at 31st March 2026 (31st March 2025: Rs.18.97 lakh). The cash and cash equivalents are held with scheduled commercial banks. Impairment on cash and cash equivalents has been measured on the 12-month expected loss basis and ECL on cash and cash equivalent has been estimated at NIL in view of creditability of banks.

e) Receivable

Trade Receivable stands at Rs.0.19 lakh as on 31st March 2026, Rs.0 lakh as at 31st March 2025 Other Receivable stands at Rs.15.98 lakh as on 31st March 2026 Rs.17.76 lakh as at 31st March 2025.

Table showing movements in loss allowance for the years ended 31st March, 2026 and 31st March, 2025 (Paragraph 35H and 35I of Ind AS 107)

Particulars	Categories of Financial Assets for Expected Credit Loss Allowance					Total (F) = (A + B + C + D + E)
	12-month ECL (A)	Lifetime ECL not Credit Impaired (B)	Lifetime ECL Credit Impaired but not purchased or originated credit impaired (C)	Trade Receivables, Contract Assets and Lease Receivables (D)	Purchased / Originator Credit Impaired (E)	
ECL as on 1 April 2024 (a)	-	-	6,694.25	-	-	6,694.25
Add:						
Increase due to financial assets originated or acquired during the year ended 31 March 2024 (b)	-	-	-	-	-	-
Due to Modification of Cash Flows (c)	-	-	-	-	-	-
Transfer from one category to another (d)	-	-	-	-	-	-
Less:						-
Decrease due to loans derecognised on full payment and no loan commitment (e)	-	-	-	-	-	-
Due to write off of loans (f)	-	-	969.45	-	-	969.45
Transfer from one category to another (g)	-	-	-	-	-	-
Change in ECL for other than Recovery on loans outstanding on 01 April 2024 and on 31 March 2025 (h) = (b + c + d - e - f - g)	-	-	(969.45)	-	-	(969.45)
ECL after increase / decrease on loans outstanding on 01 April 2024 and on 31 March 2025 (i) = (a + h)	-	-	5,724.80	-	-	5,724.80
Other Changes including changes in rating, changes in security value, recovery on regular basis etc. (j)	-	-	1,159.94	-	-	1,159.94
ECL as on 31 March 2025 (k) = (i) + (j)	-	-	6,884.74	-	-	6,884.74
Add:						
Increase due to financial assets originated or acquired during the year ended 31 March 2026 (l)	-	-	-	-	-	-
Due to Modification of Cash Flows (m)	-	-	-	-	-	-
Transfer from one category to another (n)	-	-	-	-	-	-
Less:						-
Decrease due to loans derecognised on full payment and no loan commitment (o)	-	-	-	-	-	-
Due to write off of loans (p)	-	-	1,585.39	-	-	1,585.39
Transfer from one category to another (q)	-	-	-	-	-	-
Change in ECL for other than Recovery on loans outstanding on 31 March 2025 and on 31 March 2026 (r) = (l + m + n - o - p - q)	-	-	(1,585.39)	-	-	(1,585.39)
ECL after increase / decrease on loans outstanding on 31 March 2025 and 31 March 2026 (s) = (k + r)	-	-	5,299.35	-	-	5,299.35
Other Changes including Recovery on regular basis for the year ended 31 March 2026 (t)	-	-	(493.31)	-	-	(493.31)
ECL as on 31 March 2026 (u) = (s) + (t)	-	-	4,806.04	-	-	4,806.04

Table showing effect of collateral on the amounts arising from expected credit losses (Paragraph 35K and 36 of Ind AS 107)

Particulars	As on 31 March 2024 (A)	As on 31 March 2025 (B)	Impairment Loss / -Gain for the year ended 31 March 2025 (C) = (B) - (A)	As on 31 March 2026 (C)	Impairment Loss / -Gain for the year ended 31 March 2026 (D) = (C) - (B)
Maximum exposure to credit risk before considering collateral for financial assets subject to impairment as per ECL (a)	10,674.85	9,147.02	(1,527.83)	7,172.83	(1,974.19)
Present Value of Collateral net of present value of legal costs for financial assets subject to impairment as per ECL (b)	3,980.61	2,262.28	(1,718.32)	2,366.79	104.50
Maximum exposure to credit risk of financial assets on which no loss allowance has been recognised because of collateral (c)	-	-	-	-	-
Present Value of Collateral net of present value of legal costs of financial assets on which no loss allowance has been recognised because of collateral (d)	-	-	-	-	-
Maximum exposure to credit risk before considering collateral on financial assets on which loss allowance has been recognised (e) = (a) - (c)	10,674.85	9,147.02	(1,527.83)	7,172.83	(1,974.19)
Present Value of Collateral net of present value of legal costs of financial assets on which loss allowance has been recognised because of collateral (f) = (b) - (d)	3,980.61	2,262.28	(1,718.32)	2,366.79	104.50
Total (g) = (e) - (f)	6,694.25	6,884.74	190.49	4,806.04	(2,078.69)
Description of the nature and quality of the collateral held					
Collateral in the form of land, building, plant & machinery, shares of companies are taken as collaterals against loans					
Significant changes in the quality of collateral as a result of deterioration or changes in the collateral policies during the reporting period					
The collateral is valued from time to time, other than listed shares, which are traded on the Stock Exchanges. The changes observed in the quality of the collateral are due to the prevailing market price, the saleability, demand and supply, changes in government policies and regulations etc.					
Outstanding contractual amounts written off during the reporting period and are still subject to enforcement activity (Paragraph 35L of Ind AS 107)			1,094.40		43.66

Table showing gross carrying amount of financial asset and exposure to credit risk on loan commitments (Paragraph						
Particulars	Categories of Financial Assets for Expected Credit Loss Allowance					Total (F) = (A + B + C + D + E)
	12-month ECL (A)	Lifetime ECL			Purchased / Originated Credit Impaired (E)	
		Lifetime ECL not Credit Impaired (B)	Credit Impaired but not purchased or originated credit impaired (C)	Trade Receivables, Contract Assets and Lease Receivables (D)		
As on 1 April 2024 (a)	-	-	10,674.85	-	-	10,674.85
As on 31 March 2025 (b)	-	-	9,147.02	-	-	9,147.02
Increase / -Derease in Gross Exposure for the year ended 31 March 2025 (c) = (b) - (a)	-	-	(1,527.83)	-	-	(1,527.83)
As on 31 March 2026 (d)	-	-	7,172.83	-	-	7,172.83
Increase / -Derease in Gross Exposure for the year ended 31 March 2026 (e) = (d) - (b)	-	-	(1,974.19)	-	-	(1,974.19)
Disclosure of nature and carrying amount of collateral obtained during the period (Paragraph 38						
Carrying amount of collateral obtained (31st March, 2026)					Rs.52.77 crores	
Carrying amount of collateral obtained (31st March, 2025)					Rs.50.71 crores	
Carrying amount of collateral obtained (31st March, 2024)					Rs.89.47 crores	
Nature of collateral obtained						
Either physical property in the form of land, building, plant & machinery, or by way of pledge of promoters' shareholding						
Policy for disposing off or using them in operations						
In case of land, building, plant & machinery, collateral is disposed off by way of legal action either under SRFA&ESI, IBC or DRT. In case of listed shares, the shares are sold on stock exchanges, in the event of any event of default.						

C. Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company aims to maintain the level of its cash and cash equivalents and other highly marketable debt investments at an amount in excess of expected cash outflows on financial liabilities over the next six months. The Company also monitors the level of expected cash inflows on loans together with expected cash outflows on borrowings and other financial liabilities. At 31 March 2019, the expected cash flows from loans and investments maturing within are in tabel below. This excludes the potential impact of extreme circumstances that cannot reasonably be predicted, such as natural disasters.

In addition, the Company maintains the following lines of credit.

Exposure to liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amount are gross and undiscounted, and include contractual interest payments and exclude the impact of netting agreements.

As at 31st March, 2026	Contractual cash flows					
	Carrying amount as per IND AS	6 month or less	6 months-1 year	1-3 years	3-5 years	More than 5 years
Non - derivative financial liabilities						
Borrowings	-	-	-	-	-	-
Debt securities issued	-	-	-	-	-	-
Issued loan commitments	-	-	-	-	-	-
TOTAL	-	-	-	-	-	-
Non-derivative financial assets						
Cash and cash equivalents including Bank	9,738.20	5,805.64	3,932.56	-	-	-
Loans and advances	2,366.79	-	-	-	-	2,366.79
Investment securities	1,500.11	656.97	-	-	-	843.14
TOTAL	13,605.10	6,462.61	3,932.56	-	-	3,209.93

As at 31st March, 2025	Contractual cash flows					
	Carrying amount as per IND AS	6 month or less	6 months-1 year	1-3 years	3-5 years	More than 5 years
Non - derivative financial liabilities						
Borrowings	-	-	-	-	-	-
Debt securities issued	-	-	-	-	-	-
Issued loan commitments	-	-	-	-	-	-
TOTAL	-	-	-	-	-	-
Non-derivative financial assets						
Cash and cash equivalents including Bank	7,372.98	4,661.15	2,711.83	-	-	-
Loans and advances	2,262.28	-	-	-	-	2,262.28
Investment securities(incl. "Held for sale")	1,298.12	8.91	-	-	-	1,289.21
TOTAL	10,933.38	4,670.06	2,711.83	-	-	3,551.49

The inflows/(outflows) disclosed in the above table represents contractual undiscounted cash flows which are not usually closed out before contract maturity.

The interest payments on variable interest rate loans in the table above reflect market forward interest rates at the reporting date and these amounts may change as market interest rates change. Except for these financial liabilities, it is not expected that cash flows included in the maturity analysis could occur significantly earlier, or at significantly different amounts.

D. Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as interest rates and equity prices. The Company mainly have risk from interest rate which is managed and monitored using sensitivity analysis. All such transactions are carried out within the guidelines set by the Risk and Assets Liability Management Committee.

1. Interest rate risk

The Company adopts policy of ensuring that its interest rate exposure will maintain. This is achieved partly by entering into fixed rate instruments and partly by borrowing at a floating rate.

2. Exposure to interest rate risk

The interest rate profile of the Company's interest-bearing financial instruments as reported to the management is as follows:

Particulars	Note Ref	31 March 2026	31 March 2025
Fixed rate instruments			
Financial assets	5,6	3,866.90	3,560.40
Financial liabilities		-	-
Variable rate instruments		-	-
Financial assets		-	-
Financial liabilities		-	-

3. Currency risk

The functional currency of the Company is Indian Rupees (Rs). The Company is not exposed to foreign currency risk. Further, there is no Unhedged foreign currency exposure.

4. Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk).

The company's risk management policy is to mitigate the risk by investments in diversified mutual funds and Equity shares.

The company's exposure to price risk due to investments in mutual fund and equity shares is as follows:

Particulars	FY 2025-26	FY 2024-25
Investment in Mutual Funds and Equity shares	1,500.11	1,298.12

Sensitivity analysis

Particulars	FY 2025-26	FY 2024-25
Increase or decrease in price by 2%	30.00	25.96

Note - In case of decrease in NAV profit will reduce and vice versa.

45. Capital management

The Company maintains an actively managed capital base to cover risks inherent in the business and is meeting the capital adequacy requirements of the Reserve Bank of India (RBI) of India. The adequacy of the Company's capital is monitored using, among other measures, the regulations issued by RBI from time to time basis.

The Company has complied in full with all its externally imposed capital requirements over the reported period.

The primary objectives of the Company's management is to ensure that the Company complies with externally imposed capital requirements and maintains strong credit ratings and healthy capital ratios in order to support its business and to maximise shareholder value.

Refer Note 1 for objective and policies

Regulatory capital

The Company's regulatory capital consists of the sum of the following elements :

- 'Common equity Tier 1 (CET1) capital, which includes ordinary share capital, related share premium, retained earnings and reserves after adjustment for dividend declared and deduction for intangible assets and other regulatory adjustments relating to items that are not included in equity but are treated differently for capital adequacy purposes.
- 'Tier 2 capital, which includes provision for standard assets.

	Note Ref. No.	As at 31st March, 2026	As at 31st March, 2025
Common equity Tier 1 (CET1) capital			
Ordinary share capital	17	4,794.40	4,794.40
Share premium	18	2,138.24	2,138.24
Retained earnings	18	5,346.66	4,285.30
Other reserves (including u/s 45 IC of RBI Act)	18	3,909.15	3,625.52
Deductions:			
Intangible assets	11	-	-
Deferred tax other than temporary differences	9	(2,656.37)	(3,632.47)
Adjustment of Bonds with Group Company		-	-
		13,532.08	11,210.99
Tier 2 capital instruments			
General Provision including provision for standard assets		-	-
		-	-
Total regulatory capital		13,532.08	11,210.99
Tier 1 capital		13,532.08	11,210.99
Risk weighted assets		4,042.45	3,741.95
CRAR (%)		334.75%	299.60%
CRAR -Tier I Capital (%)		334.75%	299.60%
CRAR -Tier II Capital (%)		0.00%	0.00%
Liquidity coverage ratio		N.A	N.A

46. Maturity analysis of assets and liabilities

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or

		As at 31st March, 2026			As at 31st March, 2025		
		Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
I. ASSETS							
(1) Financial Assets							
(a) Cash and cash equivalents		146.40	-	146.40	18.97	-	18.97
(b) Bank Balance other than (a) above		9,591.80	-	9,591.80	7,354.00	-	7,354.00
(c) Derivative financial instruments		-	-	-	-	-	-
(d) Receivables		4.53	11.64	16.17	4.83	12.93	17.76
(e) Loans		-	2,366.79	2,366.79	-	2,262.28	2,262.28
(f) Investments		656.97	843.14	1,500.11	8.91	1,289.21	1,298.12
(g) Other Financial assets		26.86	132.44	159.30	27.44	93.87	121.31
Total financial assets		10,426.56	3,354.00	13,780.57	7,414.15	3,658.30	11,072.45
(2) Non-financial Assets							
(a) Investment in subsidiaries		-	-	-	-	-	-
(b) Equity accounted investees		-	-	-	-	-	-

		As at 31st March, 2026			As at 31st March, 2025		
		Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
	(c) Current tax assets (Net)	356.43	712.87	1,069.30	294.38	588.75	883.13
	(d) Deferred tax Assets (Net)	-	2,656.37	2,656.37	-	3,632.47	3,632.47
	(e) Investment Property	-	-	-	-	-	-
	(f) Property, Plant and Equipment	-	9.71	9.71	-	16.11	16.11
	(g) Capital work-in-progress	-	-	-	-	-	-
	(h) Other Intangible assets	-	-	-	-	-	-
	(i) Other non-financial assets	2.41	-	2.41	1.42	-	1.42
	Total non-financial assets	358.84	3,378.95	3,737.79	295.80	4,237.33	4,533.13
	Assets held for sale	-	-	-	-	-	-
	Total assets	10,785.41	6,732.95	17,518.36	7,722.88	7,882.70	15,605.58
II.	LIABILITIES AND EQUITY						
	LIABILITIES						
(1)	Financial Liabilities						
	Derivative financial instruments						
	(a) Payables						
	(I) Trade Payables						
	(i) total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-
	(II) Other Payables						
	(i) total outstanding dues of micro enterprises and small enterprises	4.07	-	4.07	6.33	-	6.33
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	14.61	26.49	41.10	23.18	16.55	39.72
	(b) Debt Securities	-	-	-	-	-	-
	(c) Borrowings (Other than Debt	-	-	-	-	-	-
	(d) Subordinated Liabilities	-	-	-	-	-	-
	(e) Other financial liabilities	-	-	-	-	-	-
	Total financial liabilities	18.68	26.49	45.16	29.51	16.55	46.06
(2)	Non-Financial Liabilities						
	(a) Current tax liabilities (Net)	-	-	-	-	-	-
	(b) Provisions	66.35	128.93	195.28	70.07	170.09	240.16
	(c) Deferred tax liabilities (Net)	-	-	-	-	-	-
	(d) Other non-financial liabilities	25.37	1,064.09	1,089.46	12.84	463.07	475.91
	Total non-financial liabilities	91.72	1,193.02	1,284.74	82.91	633.16	716.07
	Total Liabilities	110.40	1,219.51	1,329.91	112.42	649.71	762.12
	Net	10,675.01	5,513.44	16,188.45	7,610.46	7,232.99	14,843.46

RBI DISCLOSURES

NOTE-47 A

The following additional information is disclosed in terms of RBI Circulars:

(a) Capital :

(Rs. lakh)

Particulars		As on 31/03/2026	As on 31/03/2025
Capital			
(a)	Capital to Risk Assets Ratio (CRAR)	334.75%	299.60%
(b)	CRAR – Tier I capital (%)	334.75%	299.60%
(c)	CRAR – Tier II capital (%)	0.00%	0.00%
(d)	Subordinated debt raised, outstanding as Tier II Capital (Rs.)	NIL	NIL
(e)	Risk-weighted assets (Rs.):		
(i)	On-Balance Sheet Items	3904.95	3604.45
(ii)	Off-Balance Sheet Items	137.50	137.50

(b) Details of investment and movement in provision

(Rs. lakh)

Particulars		As on 31/03/2026	As on 31/03/2025
Value of Investment			
Gross Value of Investments		1,748.81	1,553.48
Provisions for Depreciation		(248.70)	(255.36)
Net Value of Investments		1,500.11	1,298.12
Movement of prov. held towards dep. on investments			
(i)	Opening balance	255.36	390.06
(ii)	Add : Provisions made during the year		
(iii)	Less : Write-off /write-back of excess prov. during the year	(6.67)	(134.70)
(iv)	Closing balance	248.70	255.36

(c) Maturity Pattern of assets and liabilities

(Rs. lakh)

	1 Day to 30 Days (1 Mth)	Over 1 Mth to 2 Mths	Over 2 Mth to 3 Mths	Over 3 Mth to 6 Mths	Over 6 Mth to 1 Year	Over 1 Year to 3 Years	Over 3 Years to 5 Years	Over 5 Years	Total
Liabilities									
Borrowing from Banks	-	-	-	-	-	-	-	-	-
Bonds	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-
Assets									
Advances	-	-	-	-	-	-	-	2,230.88	2,230.88
Investments (incl held for sale)	-	655.14	1.83	-	-	-	-	843.14	1,500.11
Total	-	655.14	1.83	-	-	-	-	3,074.02	3,730.99

(d) Exposures : Exposure to Real Estate Sector

(Rs. lakh)

Category			As on 31/03/2026	As on 31/03/2025
a)	Direct Exposure			
	(i)	Residential Mortgages- Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented	1,333.33	1,333.33
	(ii)	Commercial Real Estate- Lending secured by mortgages on commercial real estate (office building, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits	972.22	972.22
	(iii)	Investments in Mortgage Backed Securities (MBS) and other securitised exposures:	Nil	Nil
		a) Residential b) Commercial Real Estate		
b)	Indirect Exposure			
	(i)	Fund based and non-fund-based exposures on National Housing Bank and Housing Finance Companies	Nil	Nil
Total Exposure to Real Estate Sector			2305.55	2305.55

(e) Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid:

(Rs. lakh)

Particulars	As on 31/03/2026		As on 31/03/2025	
	O/s	Overdue	O/s	Overdue
(a) Bank Loans	--	--	--	--
(b) Bonds	--	--	--	--
TOTAL	--	--	--	--

The company has not defaulted in repayment of dues to any bank or bond/ debenture holders.

(f) Provisions and contingencies

(Rs. lakh)

Particulars	As on 31/03/2026	As on 31/03/2025
Provision for depreciation on Investment*	-	-
Provision towards NPA	4,584.28	6,662.10
General Provision for COVID-19	-	-
Provision for Standard Assets	-	-
Provision for Reversal of Interest on Interest	-	-
Provision for Re-structured Standard Assets	-	-
Provision for Employee Benefits	195.28	240.16

*All investment has been carried out at Fair Value through Profit & Loss.

(g) Concentration of Advances, Exposures and NPAs:

Concentration of Advances

(Rs. lakh)

	As on 31/03/2026	As on 31/03/2025
Total Advances to twenty largest borrowers	6,815.16	8,789.35
Percentage of Advances to twenty largest borrowers to Total Advances of the NBFC	100.00%	100.00%

Concentration of Exposures

(Rs. lakh)

	As on 31/03/2026	As on 31/03/2025
Total Exposure to twenty largest borrowers / customers	6,815.16	8,789.35
Percentage of Exposures to twenty largest borrowers / customers to Total Exposure of the NBFC on borrowers / customers	100.00%	100.00%

Concentration of NPAs

(Rs. lakh)

	As on 31/03/2026	As on 31/03/2025
Total Exposure to top four NPA accounts	4,722.22	5,750.00

(h) Sector-wise NPAs

Sl. No.	Sector	Percentage of NPAs to Total Advances in that Sector	
		As on 31/03/2026	As on 31/03/2025
1	Agriculture & allied activities	Nil	Nil
2	MSME	Nil	Nil
3	Corporate borrowers	100.00%	100.00%
4	Services	Nil	Nil
5	Unsecured personal loans	Nil	Nil
6	Auto loans	Nil	Nil
7	Other Personal Loans	Nil	Nil

(i) Movement of NPA :

(Rs. lakh)

Particulars		As on 31/03/2026	As on 31/03/2025
(i)	Net NPAs to Net Advances (%)	100.00%	100.00%
(ii)	Movement of NPAs (Gross)		
	(a) Opening balance	8789.35	10,317.19
	(b) Additions during the year	-	-
	(c) Reductions/write-offs during the year	1,974.19	1,527.83
	(d) Closing balance	6,815.16	8,789.35
(iii)	Movement of NPAs (Net)		
	(a) Opening balance	2,127.26	3,816.58
	(b) Additions during the year	103.62	-
	(c) Reductions/write-offs during the year	-	1,689.32
	(d) Closing balance	2,230.88	2,127.26
(iv)	Movement of provisions for NPAs (excluding provisions on standard assets)		

(a)	Opening balance	6,662.10	6,500.61
(b)	Provisions made during the year	-	161.49
(c)	Write-off / write-back of excess provisions	2,077.81	-
(d)	Closing balance	4,584.28	6,662.10

(j) Details of Loan Assets subjected to Restructuring : NIL

(k) Details of Borrower Limit-Single & Group exceeded by the NBFC because of Gross Exposure: NIL

(l) Disclosure of restructured assets

Type of restructuring		Other			
Asset classification		Standard	Sub standard	Doubtful	Loss
Restructured accounts as on April 1, 2025	No. of borrowers	-	-	-	-
	Amount outstanding	-	-	-	-
	Provision thereon	-	-	-	-
Fresh restructuring during FY 2025-26	No. of borrowers	-	-	-	-
	Amount outstanding	-	-	-	-
	Provision thereon	-	-	-	-
Upgradations to restructured standard category during FY 25-26	No. of borrowers	-	-	-	-
	Amount outstanding	-	-	-	-
	Provision thereon	-	-	-	-
Restructured standard advances which cease to attract higher prov. 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	-	-	-	-
	Amount outstanding	-	-	-	-
	Provision thereon	-	-	-	-
Downgradation of restructured accounts during the year	No. of borrowers	-	-	-	-
	Amount outstanding	-	-	-	-
	Provision thereon	-	-	-	-
Writeoffs / settlement of restructured accounts during the year	No. of borrowers	-	-	-	-
	Amount outstanding	-	-	-	-
	Provision thereon	-	-	-	-
Restructured accounts as on March 31, 2026	No. of borrowers	-	-	-	-
	Amount outstanding	-	-	-	-
	Provision thereon	-	-	-	-

* There are no restructured accounts under "CDR Mechanism" and "SME Debt Restructuring Mechanism"

(m) Exposure to Capital Market

(Rs. lakh)

Particulars		Current Year	Previous Year
(i)	Direct investments 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	826.20	193.12
(ii)	Advances against shares/bonds/debenture 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	Nil	Nil
(iii)	Advances for any other purpose where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary securities	964.83	964.83
(iv)	Advances for any other purpose to the extent secured by the collateral security of shares or convertible bonds or convertible debenture 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.	Nil	Nil
(v)	Secured and unsecured advances to the stockbrokers and guarantees issued on behalf of stockbrokers and market makers.	Nil	Nil
(vi)	Loan sanctioned to corporate 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.	Nil	Nil
(vii)	Bridge loans to companies against expected equity flows / issues.	Nil	Nil
(viii)	Underwriting commitments taken up by the NBFCs in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds	Nil	Nil
(ix)	Financing to stockbrokers for margin trading	Nil	Nil
(x)	All exposures to Alternative Investment Funds Category II	673.91	1,105.00
Total exposure to capital market		2,464.94	2,262.95

(n) Schedule to the Balance Sheet of a NBFC

(Rs. lakh)

Particulars		31/03/2026		31/03/2025	
Liability Side		Amount outstanding	Amount overdue	Amount outstanding	Amount overdue
(1)	Loans and advances availed by the non banking financial company inclusive of interest accrued thereon but not paid:				
(a)	Debtentures: Secured	-		-	
	:Unsecured	-		-	
	(Other than falling within the meaning of public deposits)				
(b)	Deferred Credits				
(c)	Term Loans	-		-	
(d)	Inter-corporate loans and borrowing				
(e)	Commercial papers				
(f)	Public Deposits				
(g)	Other Loans –OD/ CC limit				

(2)	Break-up of (1) (f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):	N.A	N.A	N.A	N.A
Assets					
(3)	Break-up of Loans and Advances including bills receivables [other than those included in (4) below]:				
(a)	Secured	4,388.83		4,952.63	
(b)	Unsecured	2,426.32		3,836.72	
(4)	Break up of leased Assets and stock on hire and other assets counting towards AFC activities		N.A		N.A
(5)	Break-up of Investments				
	Current Investments				
1.	<u>Quoted</u>				
2.	<u>Unquoted</u>				
(i)	Shares				
	(a) Equity	--		--	
	(b) Preference				
(ii)	Debentures and Bonds	--		--	
(iii)	Units of Mutual Funds	655.14		7.31	--
(iv)	Government Securities				--
(v)	Other				--
	Long Term Investments				
1.	<u>Quoted</u>				
(i)	Shares	1.83		1.59	--
(ii)	Debentures and Bonds	--		--	--
2.	<u>Unquoted</u>				
(i)	Shares				
	(a) Equity	169.23		184.21	
	(b) Preference	--		--	
(ii)	Debentures and Bonds	--		--	--
(iii)	Units of Mutual Funds	--		--	--
(iv)	Government Securities	--		--	--
(v)	Units of Venture Funds	673.91		1,105.00	--
(6)	Borrower group-wise classification of assets financed in (3) and (4) above: please see note 2 below				
	Category				
1.	Related Parties				
(a)	Subsidiaries		-		-
(b)	Companies in the same group		-		-
(c)	Other related parties		-		-
2.	Other than related parties		6,815.16		8,789.35
	Total		6,815.16		8,789.35

(7)		Investor group wise classification of all investments (Current & Long term) in shares and securities (both Quoted & Unquoted)				
		31/03/2026		31/03/2025		
Category		Market Value/ Break up or fair value or NAV	Book Value (Net of Provision)	Market Value/ Break up or fair value or NAV	Book Value (Net of Provision)	
1.	Related Parties **					-
	(a) Subsidiaries	-	-			-
	(b) Companies in the same group	-	-	-		-
	(c) Other related parties	-	-	-		-
2.	Other than related parties	1,500.11	-	1,298.12		
Total		1,500.11		1,298.12		-
(8)		Other Information				
Particular		31/03/2026		31/03/2025		
(i)	Gross NPA					
	(a) Related parties					
	(b) Other than related parties	6,815.16		8,789.35		
(ii)	Net NPA					
	(a) Related parties					
	(b) Other than related parties	2,230.88		2,127.26		
(iii)	Assets acquired in satisfaction of debts		-		-	

(o) Rating assigned by credit rating agencies and migration of ratings during the year:-

Long Term (Bonds/Term Loans)

Ratings By	31/03/2026*	31/03/2025
CARE	NA	NA
Brickwork	NA	NA

* Ratings have been withdrawn as all external borrowings have been repaid.

p) Disclosure of complaints

1) Summary information on complaints received by the NBFCs from customers and from the Offices of Ombudsman

Sr. No	Particulars	Current Year	Previous Year
1.	Complaints received by the NBFC from its customers	Nil	
2.	Number of complaints pending at beginning of the year		
3.	Number of complaints received during the year		
3.1	Number of complaints disposed during the year		
4.	Of which, number of complaints rejected by the NBFC		
	Number of complaints pending at the end of the year		

Sr. No		Particulars	Current Year	Previous Year
		Maintainable complaints received by the NBFC from Office of Ombudsman	Nil	
5.*		Number of maintainable complaints received by the NBFC from Office of Ombudsman		
	5.1.	Of 5, number of complaints resolved in favour of the NBFC by Office of Ombudsman		
	5.2	Of 5, number of complaints resolved through conciliation/mediation/advisories issued by Office of		
	5.3	Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the NBFC		
6.*		Number of Awards unimplemented within the stipulated time (other than those appealed)		

Note: Maintainable complaints refer to complaints on the grounds specifically mentioned in Integrated Ombudsman Scheme, 2021 (Previously The Ombudsman Scheme for Non-Banking Financial Companies, 2018) and covered within the ambit of the Scheme.

2) Top five grounds² of complaints received by the NBFCs from customers

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
1	2	3	4	5	6
	Current Year				
Ground - 1	Nil				
Ground - 2					
Ground - 3					
Ground - 4					
Ground - 5					
Others					
Total					
	Previous Year				
Ground - 1	Nil				
Ground - 2					
Ground - 3					
Ground - 4					
Ground - 5					
Others					
Total					

² The list of grounds of complaints given below are indicative only.

1. Credit Cards	2. Difficulty in operation of accounts	3. Mis-selling	4. Recovery Agents/ Direct Sales Agents
5. Loans and advances	6. Levy of charges without prior notice/ excessive charges/ foreclosure charges	7. Non-observance of fair practices code	8. Staff behaviour
9. Facilities for customers visiting the office/ adherence to prescribed working hours, etc.	10. Others		

Note 47 q) Sectoral Exposure

Sectors	Current Year			Previous Year		
	Total Exposure (includes on balance sheet and off-balance sheet exposure) (₹ Lakh)	Gross NPAs (₹ Lakh)	Percentage of Gross NPAs to total exposure in that sector	Total Exposure (includes on balance sheet and off-balance sheet exposure) (₹ crore)	Gross NPAs (₹ Lakh)	Percentage of Gross NPAs to total exposure in that sector
1. Agriculture and Allied Activities						
2. Industry						
(i) Auto Ancillaries	-	-		-	-	
(ii) Infrastructure	3,562.17	3,562.17	100%	3,809.97	3,809.97	100%
(iii) Miscellaneous	964.83	964.83	100%	964.83	964.83	100%
(iv) Power	273.60	273.60	100%	2,000.00	2,000.00	100%
(v) Real Estate	2,372.22	2,372.22	100%	2,372.22	2,372.22	100%
(vi) Textiles						
Total of Industry (i+ii+iii+iv+v+vi)	7,172.83	7,172.83	100%	9,147.02	9,147.02	100%
3. Services						
4. Personal Loans						
5. Others, if any (please specify)						

Note:

- The disclosures as above shall be based on the sector-wise and industry-wise bank credit (SIBC) return submitted by scheduled commercial banks to the Reserve Bank and published by Reserve Bank as 'Sectoral Deployment of Bank Credit'.
- In the disclosures as above, if within a sector, exposure to a specific sub-sector/industry is more than 10 per cent of Tier I Capital of a NBFC, the same shall be disclosed separately within that sector. Further, within a sector, if exposure to specific sub-sector/industry is less than 10 per cent of Tier I Capital, such exposures shall be clubbed and disclosed as "Others" within that sector.

Note 47 r) Intra-group exposures

Particulars	Current Year	previous Year
Total amount of intra-group exposures	-	-
Total amount of top 20 intra-group exposures	-	-
Percentage of intra-group exposures to total exposure of the NBFC on borrowers/customers	-	-

Note: No Loan and Advances given to intragroup

Note 47 s) Related Party Disclosure

(₹ in lakh)

Related Party	Parent (as per ownership or control)	Subsidiaries		Associates/ Joint ventures		Key Management Personnel®		Relatives of Key Management Personnel®		Others*		Total
		Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	
Items												
Borrowings [#]												
Deposits [#]												
Placement of deposits [#]												
Advances [#]												
Investments [#]	-	-										
Purchase of fixed/other assets												
Sale of fixed/other assets												
Interest paid	-	-										
Interest received	-	-										
Rent & Maintenance expenses	180.40	170.97										
Salaries expense for employees deputed	55.31	57.14										
IT Services expense	17.50	17.50		37.95	76.67							
Interest accrued on Bonds subscribed Receivable	-	183.21										
Salaries income for employee deputed	45.78	52.18										
Brokerage/ Professional Expenses				0.00	0.18							
Salary Expenses						71.79	58.69					
Management Fees Income	-	-		386.08	351.49							
Other expenses	-	1.41		0.59	7.52							

Note 47B

Appendix
Disclosure as per RBI Ind AS circular

						(Rs. lakh)
Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7) = (4)-(6)
Performing Assets						
Standard	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
Subtotal		-	-	-	-	-
Non-Performing Assets (NPA)						
Substandard	Stage 3	-	-	-	-	-
Doubtful - up to 1 year	Stage 3	-	-	-	-	-
1 to 3 years	Stage 3	-	-	-	-	-
More than 3 years	Stage 3	7,172.83	4,806.04	2,366.79	4,606.74	199.30
Subtotal for doubtful		7,172.83	4,806.04	2,366.79	4,606.74	199.30
Loss	Stage 3	-	-	-	-	-
Subtotal for NPA		7,172.83	4,806.04	2,366.79	4,606.74	199.30
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Subtotal		-	-	-	-	-
Total	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	7,172.83	4,806.04	2,366.79	4,606.74	199.30
	Total	7,172.83	4,806.04	2,366.79	4,606.74	199.30

48. Significant Ratios

Ratios	As at 31st March, 2026	As at 31st March, 2025
Debt Equity Ratio(Times)	-	-
Capital redemption Reserve / DRR	N/A	N/A
Debt Service Coverage Ratio	N/A	N/A
Interest Service Coverage Ratio	N/A	N/A
Net Worth (Rs. in Lakh)	16,188.45	14,843.46
Net Profit After Tax	1,330.37	1,335.35
Earnings Per Share (EPS)	2.81	2.29
Current ratio	237.34	156.24
Long term debt to working capital;	N/A	N/A
Bad debts to Account receivable ratio	N/A	N/A
Current liability ratio;	0.91	1.00
Debtors turnover;	N/A	N/A
Inventory turnover;	N/A	N/A
Operating margin (%);	N/A	N/A
Net profit margin (%);	28.46%	44.86%
<u>Sector specific equivalent ratios,</u>		
Capital Adequacy Ratio	3.35	2.99
NPA Ratios		
a) Gross NPA/Net NPA(Times)	3.03	4.04
b) % of Gross NPA/Net NPA	303.06%	404.33%
c) Return on Assets (PBT/Total Assets)	0.13	0.08

- 49.** The Cut off date for event after reposting period is considered as 10th April 2026 in prepration of these financial statement.
- 50.** Figures of the previous year have been regrouped/rearranged wherever necessary, in order to make them comparable.

For Ashok Shyam & Associates
Chartered Accountants

Firm's Registration No.: 011223N

Sd/-

Ashok B Gupta
Partner

Membership No. 089858

UDIN: 26089858KXFJNC4153

Place: New Delhi

Date: 21st April, 2026

Sd/-
Prasoon
Nominee Director
(DIN:03599426)

Sd/-
Indu Gupta
Chief Financial Officer

Sd/-
V. Anish Babu
Managing Director
(DIN:02830575)

Sd/-
Rachit Tandon
Company Secretary

Notes

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Registered Office

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