

Key Information Document: Private and Confidential

This Key Information Document is neither a Prospectus nor a Statement in Lieu of Prospectus. This KID is issued by SIDBI in respect of in conformity with Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021, as amended read with SEBI master circular dated August 10, 2021 (as Amended/modified/updated, the Securities and Exchange Board of India (Listing Obligations And Disclosure Requirements) Regulations, 2015 and Reserve Bank of India (Commercial Paper and Non-Convertible Debentures of original or initial maturity up to one year) Directions, 2024 dated January 03, 2024, as amended from time to time, for issuance of Commercial Paper. KID Ref No.: SIDBI/TRMV/05122024/OUT/36535; dated: November 05, 2024, is issued with reference to GID Ref No.: SIDBI/TRMV/L001324337; dated: June 14, 2024

**SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA (SIDBI)**

[The principal financial institution established under an Act of Parliament, The Small Industries Development Bank of India Act, 1989]

LEI: 3358003NTGA2D7D31E14; PAN: AABCS3480N, Date and Place of Incorporation: April 2, 1990, Lucknow

Head Office: SIDBI Tower, 15, Ashok Marg, Lucknow – 226001

Mumbai Office: Swavalamban Bhavan, Plot No. C-11, G Block, Bandra - Kurla Complex, Bandra (East), Mumbai – 400051,

Tel (022) 67531100 Fax (022) 26505790, Website: www.sidbi.in, Email: rmd_mo@sidbi.in, & treasury_frontoffice@sidbi.in

KEY INFORMATION DOCUMENT (“KID”)

THIS KEY INFORMATION DOCUMENT IS ISSUED BY SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA (“SIDBI” OR “ISSUER”) FOR ISSUANCE OF PRIVATE PLACEMENT OF LISTED, UNSECURED, TAXABLE, REDEEMABLE, RATED, FULLY PAID-UP INSTRUMENTS IN THE NATURE OF COMMERCIAL PAPER, OF THE FACE VALUE OF INR. 5,00,000/- (RUPEES FIVE LAKH ONLY ONLY) AGGREGATING UPTO INR 6000,00,00,000 (INDIAN RUPEES SIX THOUSAND CRORES ONLY) (“DEBT SECURITIES” / “BONDS”)

All the terms, conditions, information, and stipulations contained in the General Information Document and any other Key Information Document issued pursuant thereto are incorporated herein by reference as if the same were set out herein, the Investors are advised to refer to the same. This Key Information Document must be read in conjunction with the General Information SIDBI/TRMV/L001324337; dated: June 14, 2024. All capitalized terms used but not defined herein shall have the meaning ascribed to such term in the General Information Document

GENERAL RISK

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

CREDIT RATING

Rating Agencies	Date	Instruments	Amount	Rating	Rating Actions
India Ratings & Research Ltd.	Revalidated on November 08, 2024	Commercial Paper	INR 88600 Crore	IND A1+	Reaffirmed
CARE	Revalidated on November 22, 2024	Commercial Paper	INR 116000 Crore	CARE A1+	Reaffirmed

The ratings may be subject to revision or withdrawal at any time by the assigning rating agency and should be evaluated independently of any other ratings. Any change in the credit rating or any additional credit rating shall be stipulated in the relevant key information document. The above ratings are not a recommendation to buy, sell or hold securities and investors should take their own decision. The rating for the commercial paper shall be as disclosed in the relevant key information document that shall be issued by SIDBI in relation to the issuance of commercial papers. Rating letters form part of GID and enclosed as Annexure. The Issuer hereby declares the aforesaid credit rating obtained by it in relation to the Debentures shall be valid on the date of Issue and on the date of listing of Debentures.

ISSUE SCHEDULE

CP Series	ISIN	Date of Allotment	Date of Maturity	Face Value (INR Crore)
15	INE556F14KQ0	December 05, 2024	March 06, 2025	6000 (Total amount raised is INR 5800 crore)

Company Secretary & Compliance Officer	Chief Financial Officer	Promoters	Statutory Auditor
Ms. Bhanupriya Parmeshwar Rao Swavalamban Bhavan, 4th Floor, Plot No. C-11, ‘G’ Block, Bandra Kurla Complex, Bandra (East), Mumbai – 400051 M- 9821625043 Email: bhanupriyar@sidbi.in	Smt. Yalangi Munni Kumari Swavalamban Bhavan, Plot No. C-11, G Block, Bandra - Kurla Complex, Bandra (East), Mumbai – 400051 Tel: (022) 67531100, Email: kumari@sidbi.in	President of India (On Behalf of Government of India) and institutions / public sector banks / insurance companies owned or controlled by the GoI.	M/s J Kala & Associates (FRN: 18769W) 504 Rainbow Chambers Near Kandivali Telephone Exchange S. V. Road Kandivali (W), Mumbai-400067 Contact Person: Shri Jayesh Kala Tel: (022) 28625129 Email: admin@jka.co.in
Issuing and Paying Agent	Credit Rating Agency-1	Credit Rating Agency-2	Registrar and Transfer Agent
IDBI Bank Ltd. Mittal Court, 2nd Floor, A, B & C Wings, Nariman Point, Mumbai, Maharashtra 400021 Contact Person: Ms.Varsha Purohit Tel:(022)-22885424, Email: bkcops@idbi.co.in Website: www.idbibank.in	India Ratings and Research Pvt Ltd DLF Epitome, Level 16, Building No. 5, Tower B DLF Cyber City, 3Gurugram Haryana – 122002 Contact Person: Shri Pranit Patil Tel: (022)- Email: AWCAdmin@indiaratings.co.in ; pranit.patil@indiaratings.co.in Website: www.indiaratings.co.in	CARE Ratings Ltd 4th Floor, Godrej Coliseum, Somaiya Hospital Road, Off Eastern Express Highway, Sion (E), Mumbai - 400022. Contact Person: Ms. Khyati.Shah, Tel:(022)- 67543456, Email: Khyati.Shah@careedge.in Website: www.careratings.com	Link Intime India Pvt. Ltd C-101, 247 Park, LBS Marg, Vikhroli West, Mumbai – 400083 Contact Person: Mr. Ganesh Jadhav Tel:(022)-49186000, Email: debtc@linkintime.co.in Website: www.linkintime.co.in

Issuer absolute responsibility:

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

NOTICE TO INVESTORS & DISCLAIMERS

1. GENERAL DISCLAIMER IN RESPECT OF KID:

This Key Information Document has not been filed with or submitted to the SEBI. This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus. This Key Information Document is prepared in conformity with the extant SEBI Debt Regulations. The Issuer confirms that the disclosures made in this Key Information Document are in conformity with the SEBI Regulations. Further, the Issuer accepts no responsibility for statements made otherwise than in the Key Information Document or any other material issued by or at the instance of the Issuer and anyone placing reliance on any source of information other than this Key Information Document for investment in the Issue would be doing so at his own risk.

This Key Information Document together with relevant General Information Document issued by the issuer for each issuance/tranche does not constitute and shall not be deemed to constitute an offer or an invitation to the public to subscribe to the Debt Securities and is strictly issued on private placement basis. This Key Information Document is neither a prospectus nor a statement in lieu of prospectus. This Key Information Document is not intended to be circulated to any person other than an Eligible Investor. This Key Information Document has been prepared solely to provide key information about the Issuer to those investors who are specifically addressed (**'Eligible Investors'**) to subscribe to the Debt Securities in respective issue documents. The person who has legitimate access to the Key Information Document shall maintain confidentiality regarding its contents and shall not reproduce or distribute in whole or part or make any announcement in public or to a third party regarding its contents, without the prior written consent of the Issuer, also that a selling investor has a responsibility to ensure that sale, if any, does not constitute an offer to the public under applicable law.

Neither this Key Information Document nor any other information supplied in connection with the Debt Securities is intended to provide the basis of any credit or other evaluation and any recipient of this Key Information Document should not consider such receipt a recommendation to purchase any Debt Securities. This Key Information Document does not purport to contain all the information that any Eligible Investor may require. Each Eligible Investor contemplating to purchase any Debt Securities should make its own independent investigation of the financial condition and affairs of the Issuer, and its own appraisal of the creditworthiness of the Issuer as well as the structure of the Issue. Each Eligible Investors should consult their own financial, legal, tax and other professional advisors as to the risks and investment considerations arising from an investment in the Debt Securities and should possess the appropriate resources to analyze such investment and the suitability of such investment to such investor's particular circumstances.

By subscribing to the Issue, Eligible Investors shall be deemed to have acknowledged that the Issuer does not owe them a duty of care in this respect. Accordingly, none of the Issuer's officers (including principal officer and/or its Directors) or employees shall be held responsible for any direct or consequential losses suffered or incurred by any recipient of this Key Information Document as a result of or arising from anything expressly or implicitly contained in or referred to in this Key Information Document or any information received by the recipient in connection with this Issue.

Any intermediaries to the issue and their agents or advisors associated with the Issue of Non-Convertible

Securities have not verified the information contained in the Key Information Document and shall have not have any liability in relation to the information contained in this Key Information Document or any other information provided by the Issuer in connection with the Issue.

The Issuer confirms that, as of the date hereof, this Key Information Document (including the documents incorporated by reference herein, if any) contains material information in the context of the Issue and does not contain any untrue statement of a material fact or omit to state any material fact necessary to make the statements herein.

No person has been authorized to give any information or to make any representation not contained or incorporated by reference in this Key Information Document or in any material made available by the Issuer to any potential Eligible investor pursuant hereto and, if given or made, such information or representation must not be relied upon as having been authorized by the Issuer.

The Issuer does not undertake to update the Key Information Document to reflect subsequent events after the date of the Key Information Document and thus it should not be relied upon with respect to such subsequent events without first confirming its accuracy with the Issuer.

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

No invitation to subscribe to Debt Securities is being made to any persons other than the Eligible Investors to whom this Key Information Document has been sent. Any application by a person who has not been granted access by the issuer to the Key Information Document. Key Information Document and/or Application shall be rejected without assigning any reason.

The Issue of the Debt Securities will be under the electronic book mechanism as required in terms of the SEBI NCS Master Circular. This Key Information Document and the contents hereof are restricted from providing information under the SEBI Debt Regulations for the purpose of inviting bids on the BSE Bond-EBP Platform only for Eligible Investors.

Invitations, offers, and allotment of the Debt Securities shall only be made pursuant to this Key Information Document. Save and except as otherwise provided you are not authorized to (1) deliver this Key Information Document or any other information supplied in connection with this Key Information Document or the Debt Securities to any other person; or (2) reproduce in part *or* full, this Key Information Document in any manner whatsoever. Any distribution or reproduction of this Key Information Document in whole *or* in part or any public announcement or any announcement to third parties regarding the contents of this Key Information Document and other incidental document in respect of issuance of NCS by the issuer is unauthorized.

Any person who is in receipt of this Key Information Document, including the Eligible Investors, shall not reproduce or distribute in whole or part or make any announcement in public or to a third party regarding the contents without the consent of the Issuer. The recipient agrees to keep confidential all of such information provided (or made available hereafter), including, without limitation, the existence and terms of such transaction, any specific pricing information related to the transaction or the amount or terms of any fees payable to parties in connection with the Debt Securities. This Key Information Document may not be photocopied, reproduced, or distributed to others (other than the advisors of Eligible Investors) at any time without the prior written consent of the Issuer.

2. DISCLAIMER IN RESPECT OF JURISDICTION:

Issue of debt securities have been/will be made in India to eligible investors who have been/shall be specifically approached by the Issuer. The Key Information Document is not to be construed or constituted as an offer to sell or an invitation to subscribe for debt securities offered hereby to any person to whom it is not specifically addressed. Any person into whose possession this General Information Document and the Key Information Document comes is required to inform himself or herself about, and to observe, any such restrictions. Any disputes arising out of this Issue will be subject to the jurisdiction of the courts and tribunals at Mumbai, Maharashtra. This Key Information Document does not constitute an offer to sell or an invitation to subscribe to the Debt Securities herein, in any other jurisdiction or to any person to whom it is unlawful to make an offer or invitation.

3. DISCLAIMER IN RESPECT OF THE SECURITIES & EXCHANGE BOARD OF INDIA AND /OR STOCK EXCHANGES:

Issuance of Debt Securities (in one or more Tranches) on private placement basis under this Key Information Document is proposed to be listed on the NSE and/ or the BSE and copy of this Key Information Document will be filed with the NSE and/ or the BSE in terms of SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021, as amended from time to time. IT IS TO BE DISTINCTLY UNDERSTOOD THAT SUBMISSION OF THE KEY INFORMATION DOCUMENT TO SEBI OR NSE OR BSE SHOULD NOT IN ANY WAY BE DEEMED OR CONSTRUED TO MEAN THAT THE KEY INFORMATION DOCUMENT HAS BEEN CLEARED OR APPROVED BY NSE AND /OR BSE AND / OR SEBI; NOR DOES IT IN ANY MANNER WARRANT, CERTIFY OR ENDORSE THE CORRECTNESS OR COMPLETENESS OF ANY OF THE CONTENTS OF THIS KEY INFORMATION DOCUMENT TO BE LISTED ON THE NSE AND/ OR BSE; NOR DOES IT TAKE ANY RESPONSIBILITY FOR THE FINANCIAL OR OTHER SOUNDNESS OF THE ISSUER, ITS PROMOTERS, ITS MANAGEMENT. Eligible Investor who desires to apply for or otherwise acquire Debt securities of the Issuer may do so pursuant to independent inquiry, investigation and analysis and shall not have any claim against the Exchange whatsoever by reason of any loss which may be suffered by such person consequent to or in connection with such subscription/ acquisition whether by reason of anything stated or omitted to be stated herein or any other reason whatsoever.

4. DISCLAIMER IN RESPECT OF THE CREDIT RATING AGENCY:

- A. CARE:** The ratings issued by CARE Ratings Limited are opinions on the likelihood of timely payment of the obligations under the rated instrument and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. These ratings do not convey suitability or price for the investor. The agency does not constitute an audit on the rated entity. CARE Ratings Limited has based its ratings/outlooks based on information obtained from reliable and credible sources. CARE Ratings Limited does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions and the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE Ratings Limited have paid a credit rating fee, based on the amount and type of bank facilities/instruments. CARE Ratings Limited or its subsidiaries/associates may also be involved with other commercial transactions with the entity. In case of partnership/proprietary concerns, the rating /outlook assigned by CARE Ratings Limited is, inter-alia, based on the capital deployed by the partners/proprietor and the current financial strength of the firm. The rating/outlook may undergo a change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors. CARE Ratings Limited is not responsible for any errors and states that it has no financial liability whatsoever to the users of CARE Ratings Limited's rating. Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and

if triggered, the ratings may see volatility and sharp downgrades.

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

5. ISSUANCE ONLY IN DEMATERIALIZED FORM:

The issuer shall issue Debt Securities in dematerialized form and has made necessary arrangements with National Securities Depository Limited (NSDL) / Centralized Depository Services Limited (CDSL) for the same. Investors shall hold the Bonds in dematerialized form and deal with the same as per the provisions of the Depositories Act, 1996 and rules made there under, as amended from time to time. Investors should, therefore, mention their Depository Participant's name, DP-ID, Client-ID and Beneficiary Account Number at the appropriate place as applicable. SIDBI shall take necessary steps to credit the Bonds allotted to the Depository Account of the investor with the amount of bonds issued. The issuer will make allotment of Bonds to Investors in due course after verification of the application form/EBP, the accompanying documents and on realization of the application money. The Bonds since issued in electronic (dematerialized) form, will be governed as per the provisions of The Depository Act, 1996, Securities and Exchange Board of India (Depositories and Participants) Regulations, 1996, rules notified by NSDL/ CDSL/ Depository Participant from time to time and other applicable laws and rules notified in respect thereof.

6. DISCLAIMER OF THE ISSUER:

The Issuer has confirmed that the disclosures made in this Key Information Document and the relevant Key Information Document are in conformity with SEBI guidelines in force for the time being. This requirement is to facilitate Investors to take an informed decision for making an investment in the proposed Issue. The Issuer accepts no responsibility for statements made otherwise than in the Key Information Document and relevant Key Information Document or any other material issued by or at the instance of the Issuer in connection with the issue of the Debt Securities and that anyone placing reliance on any other source of information would be doing so at their own risk.

7. EACH RECEIPT GETTING ACCESS TO THIS KEY INFORMATION DOCUMENT ACKNOWLEDGES THAT:

The Eligible Investors AGREE and understand that they: (i) are knowledgeable and experienced in financial and business matters, have expertise in assessing credit, market and all other relevant risk

and are capable of evaluating, and have evaluated, independently the merits, risks and suitability of purchasing the Debt Securities, (ii) understand that the Issuer has not provided, and will not provide, any material or other information regarding the Debt securities except as required in terms of the Transaction Documents, (iii) have not requested the Issuer to provide it with any such material or other information except as required in terms of the Transaction Documents, (iv) have not relied on any investigation that any person acting on their behalf may have conducted with respect to the Debentures, (v) have made their own investment decision regarding the Debt Securities based on their own knowledge (and information they have or which is publicly available) with respect to the Debt Securities or the Issuer, (vi) have had access to such information as deemed necessary or appropriate in connection with purchase of the Debt Securities, (vii) are not relying upon, and have not relied upon, any statement, representation or warranty made by any person, other than those as set out under the Transaction Documents, and (viii) understand that, by purchase or holding of the Debt Securities, they are assuming and are capable of bearing the risk of loss that may occur with respect to the Debt Securities, including the possibility that they may lose all or a substantial portion of their investment in the Debt Securities, and they will not look to the Debenture Trustee appointed for the Debentures for all or part of any such loss or losses that they may suffer. Recipients shall not be entitled to use any of the information otherwise than to decide whether to invest in Debt securities. No person including any employee of the Issuer has been authorized to give any information or to make any representation not contained in this Key Information Document. Any information or representation not contained herein must not be relied upon as having been authorized by or on behalf of the Issuer. Neither the delivery of this Key Information Document at any time nor any statement made in connection with the offering of the Debt securities shall under the circumstances imply that any information/representation contained herein is correct at any time subsequent to the date of this Key Information Document. The distribution of this Key Information Document and the offer, sale, pledge or disposal of the Debt Securities may be restricted by Applicable Laws in certain jurisdictions. Persons into whose possession this Key Information Document comes are required by the Issuer to inform themselves about and observe any such restrictions. The sale or transfer of these Debt Securities outside India may require regulatory approvals in India, including without limitation, the approval of the RBI.

8. CONFIDENTIALITY:

The information and data contained herein is on a strictly private and confidential basis. By acquiring a copy of this Key Information Document, each recipient agrees that neither it nor any of its employees, agents or advisors will use the information contained herein for any purpose other than evaluating the transactions termed herein and shall not give away to any other party any such information. This Key Information Document must not be photocopied, reproduced, extracted or distributed in any manner whatsoever, in full or in part to any person other than the recipient without the prior written consent of the Issuer. If at any time any such reproduction or disclosure is made and Issuer suffers any loss, damage or incurs liability of any kind whatsoever arising out of or in connection with any such reproduction or disclosure, the recipient of this Key Information Document breaching the restriction on reproduction or disclosure agrees to hold harmless and indemnify Issuer from and against any such loss, damage, or liability.

9. FORCE MAJEURE:

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

PART – I

1. **Details of current tranche including ISIN, amount, date of issue, maturity, all credit ratings including unaccepted ratings, date of rating, name of credit rating agency, its validity period, declaration that the rating is valid as at the date of issuance and listing, details of issuing and paying agent and other conditions, if any.**

Instrument	Commercial Paper					
Tranche/ Series	CP -15/ FY2025					
ISIN	INE556F14KQ0					
CP Amount	Aggregate total issue size not exceeding Rs.6000 crores with a base issue size of Rs.1000 crores and a green-shoe option to retain oversubscription up to Rs.5000 crores. Total amount raised is Rs.5800 crore.					
Date Of Contract	December 04, 2024					
Issue Date/Value Date/Allotment Date	December 05, 2024					
Maturity/ Redemption Date	March 06, 2025					
Maturity/ Redemption Amount	Rs.5800 Crore					
Tenor	91 Days					
Price	98.2366					
Disc. Rate	Issued at discounted rate @ 7.20% p.a.					
Face Value	INR 5,00,000/- per CP					
Rating	Rating Agencies	Date	Amount	Rating	Validity	Rating Actions
	India Ratings & Research Ltd.	Revalidated on November 08, 2024	INR 88600 Crore	IND A1+	2 months	Reaffirmed
	CARE	Revalidated on November 22, 2024	INR 116000 Crore	CARE A1+	2 months	Reaffirmed
Declaration on rating	Rating is valid as at the date of issuance/listing					
UNACCEPTED CREDIT RATINGS, IF ANY, ASSIGNED TO THE ISSUER.	Not Applicable					
Issuing and Paying Agent	IDBI Bank Ltd					
Other Conditions, if any	Nil					
DP Details	DP Id- IN300167 Client Id- 10049505 DP Name- IDBI Bank Ltd.					
Account Details	A/c No. 004103000008495					

	Beneficiary – Small Industries Development Bank of India Payable at Mumbai IFSC code - IBKL0000004
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2. CP borrowing limit, supporting board resolution for CP borrowing, details of CP issued during the last 2 years.

- a) CP Borrowing Limit- Overall borrowing limit is INR 2,67,000 (Indian Rupees Two Lakh Sixty-Seven Thousand Crore) by way of borrowing through various instruments/ sources which includes Commercial Paper. It may be mentioned that ALCO is authorized to approve any variation in the proposed resource mix by way of inter se adjustments across instruments.
- b) Board resolution - Attached as **Annexure II**.
- c) The details of CPs issued during last 2 years are as under:

Series	ISIN	Tenor (Days)	Coupon	Amount Issued (In Rs Crore)	Date of Allotment	Redemption Date / Schedule	Credit Rating
CP-15/FY23	INE556F14IP6	84 days	6.98%	4100	01-Jan-2023	03-Apr-2023	CARE A1+ & IND A1+
CP-16/FY23	INE556F14IQ4	136 days	7.47%	1750	27-Jan-2023	12-Jun-2023	CARE A1+ & IND A1+
CP-17/FY23	INE556F14IR2	91 days	7.24%	3650	14-Feb-2023	16-May-2023	CARE A1+ & IND A1+
CP-18/FY23	INE556F14IS0	91 days	7.24%	1250	15-Feb-2023	17-May-2023	CARE A1+ & IND A1+
CP-19/FY23	INE556F14IT8	91 days	7.24%	2500	20-Feb-2023	22-May-2023	CARE A1+ & IND A1+
CP-20/FY23	INE556F14IU6	91 days	7.40%	2700	24-Feb-2023	26-May-2023	CARE A1+ & IND A1+
CP-21/FY23	INE556F14IV4	91 days	7.40%	2350	28-Feb-2023	30-May-2023	CARE A1+ & IND A1+
CP-22/FY23	INE556F14IW2	91 days	7.68%	3700	09-Mar-2023	08-Jun-2023	CARE A1+ & IND A1+
CP-23/FY23	INE556F14IQ4	91 days	7.68%	3525	13-Mar-2023	12-Jun-2023	CARE A1+ & IND A1+
CP-24/FY23	INE556F14IX0	91 days	7.65%	1450	15-Mar-2023	14-Jun-2023	CARE A1+ & IND A1+
CP-25/FY23	INE556F14IX0	89 days	7.65%	1000	17-Mar-2023	14-Jun-2023	CARE A1+ & IND A1+
CP-26/FY23	INE556F14IY8	91 days	7.54%	5500	17-Mar-2023	16-Jun-2023	CARE A1+ & IND A1+
CP-27/FY23	INE556F14IZ5	91 days	7.45%	2750	23-Mar-2023	22-Jun-2023	CARE A1+ & IND A1+
CP-28/FY23	INE556F14JA6	180 days	7.58%	1200	24-Mar-2023	20-Sep-2023	CARE A1+ & IND A1+
CP-29/FY23	INE556F14JB4	350 days	7.75%	2000	31-Mar-2023	15-Mar-2024	CARE A1+ & IND A1+
CP-01/FY24	INE556F14JC2	91 days	7.05%	3600	27-Apr-2023	27-Jul-2023	CARE A1+ & IND A1+
CP-02/FY24	INE556F14JC2	90 days	7.05%	1000	28-Apr-2023	27-Jul-2023	CARE A1+ & IND A1+
CP-03/FY24	INE556F14JA6	132 days	7.28%	1175	11-May-2023	20-Sep-2023	CARE A1+ & IND A1+
CP-04/FY24	INE556F14JD0	90 days	7.28%	4600	16-May-2023	14-Aug-2023	CARE A1+ & IND A1+
CP-05/FY24	INE556F14JE8	91 days	7.20%	4500	24-May-2023	23-Aug-2023	CARE A1+ & IND A1+

CP-06/FY24	INE556F14JF5	180 days	7.28%	4000	24-May-2023	20-Nov-2023	CARE A1+ & IND A1+
CP-07/FY24	INE556F14JG3	91 days	6.94%	5600	06-Jun-2023	05-Sept-2023	CARE A1+ & IND A1+
CP-08/FY24	INE556F14JH1	91 Days	6.94%	5500	09-Jun-2023	08-Sept-2023	CARE A1+ & IND A1+
CP-09/FY24	INE556F14JJ7	180 Days	7.25	2600	21-Jun-23	18-Dec-23	CARE A1+ & IND A1+
CP-10/FY24	INE556F14JI9	91 Days	6.95%	5500	16-Jun-2023	15-Sep-23	CARE A1+ & IND A1+
CP-11/FY24	INE556F14JA6	90 Days	6.95%	4250	22-Jun-2023	20-Sep-23	CARE A1+ & IND A1+
CP-12/FY24	INE556F14JK5	91 Days	6.95%	4750	22-Jun-2023	22-Sep-23	CARE A1+ & IND A1+
CP-13/FY24	INE556F14JL3	211 Days	7.24%	3775	19-July-2023	15-Feb-24	CARE A1+ & IND A1+
CP-14/FY24	INE556F14JM1	90 Days	6.97%	5100	19-July-2023	26-Oct-23	CARE A1+ & IND A1+
CP-15/FY24	INE556F14JN9	91 Days	7.10%	5425	23-Aug-2023	22-Nov-23	CARE A1+ & IND A1+
CP-16/FY24	INE556F14JO7	91 Days	7.10%	4175	29-Aug-2023	28-Nov-23	CARE A1+ & IND A1+
CP-17/FY24	INE556F14JP4	91 Days	7.09%	6050	07-Sept-2023	07-Dec-23	CARE A1+ & IND A1+
CP-18/FY24	INE556F14JQ2	91 Days	7.15%	5475	15-Sept-2023	15-Dec-23	CARE A1+ & IND A1+
CP-19/FY24	INE556F14JJ7	91 Days	7.15%	2200	18-Sept-2023	18-Dec-23	CARE A1+ & IND A1+
CP-20/FY24	INE556F14JR0	91 Days	7.15%	3000	20-Sept-2023	20-Dec-23	CARE A1+ & IND A1+
CP-21/FY24	INE556F14JS8	91 Days	7.15%	2900	22-Sept-2023	22-Dec-23	CARE A1+ & IND A1+
CP-22/FY24	INE556F14JT6	142 Days	7.30%	900	09-Oct-2023	28-Feb-2024	CARE A1+ & IND A1+
CP-23/FY24	INE556F14JU4	90 Days	7.33%	5725	27-Oct-23	25-Jan-24	CARE A1+ & IND A1+
CP-24/FY24	INE556F14JV2	86 Days	7.47%	5000	22-Dec-23	22-Mar-24	CARE A1+ & IND A1+
CP-25/FY24	INE556F14JW0	81 Days	7.65%	1000	12-Jan-24	02-Apr-24	CARE A1+ & IND A1+
CP-26/FY24	INE556F14JX8	89 Days	7.65%	1399	12-Jan-24	10-Apr-24	CARE A1+ & IND A1+
CP-27/FY24	INE556F14JY6	89 Days	7.83%	4025	07-Feb-24	06-May-24	CARE A1+ & IND A1+
CP-28/FY24	INE556F14JZ3	91 Days	7.83%	3450	08-Feb-24	09-May-24	CARE A1+ & IND A1+
CP-29/FY24	INE556F14KA4	91 Days	7.75%	5000	23-Feb-24	24-May-24	CARE A1+ & IND A1+
CP-30/FY24	INE556F14KB2	91 Days	7.69%	5300	06-Mar-24	05-Jun-24	CARE A1+ & IND A1+
CP-31/FY24	INE556F14KC0	91 Days	7.62%	2350	22-Mar-24	21-Jun-24	CARE A1+ & IND A1+
CP-01/FY25	INE556F14KD8	91 Days	7.20%	5000	18-Apr-24	18-July-24	CARE A1+ & IND A1+
CP-02/FY25	INE556F14KE6	134 Days	7.38%	1350	29-Apr-24	10-Sept-24	CARE A1+ & IND A1+
CP-03/FY25	INE556F14KF3	91 days	7.24%	5550	10-May-24	09-Aug-24	CARE A1+ & IND A1+
CP-04/FY25	INE556F14KG1	287 days	7.59%	2085	17-May-24	28-Feb-25	CARE A1+ & IND A1+
CP-05/2025	INE556F14KG1	283 days	7.59%	1450	21-May-24	28-Feb-25	CARE A1+ & IND A1+
CP-06/2025	INE556F14KH9	359 days	7.70%	1025	03-June-24	28-May-25	CARE A1+ & IND A1+

CP-07/2025	INE556F14KI7	91 days	7.17%	3450	04-June-24	03-Sep-24	CARE A1+ & IND A1+
CP-08/2025	INE556F14KJ5	91 days	7.17%	2500	05-June-24	04-Sep-24	CARE A1+ & IND A1+
CP-09/2025	INE556F14KK3	91 days	7.11%	5375	12-June-24	11-Sep-24	CARE A1+ & IND A1+
CP-10/2025	INE556F14KL1	91 days	7.11%	2225	13-June-24	12-Sep-24	CARE A1+ & IND A1+
CP-11/2025	INE556F14KM9	349 days	7.60%	3175	12-July-24	26-Jun-25	CARE A1+ & IND A1+
CP-12/2025	INE556F14KN7	360 days	7.68%	1000	26-Aug-24	21-Aug-25	CARE A1+ & IND A1+
CP-13/2025	INE556F14KO5	91 days	7.31%	3425	13-Sept-24	13-Dec-24	CARE A1+ & IND A1+
CP-14/2025	INE556F14KP2	91 days	7.31%	3000	19-Sept-24	19-Dec-24	CARE A1+ & IND A1+

3. End-use of funds

Objects of the Issue: To utilize the entire proceeds for extending financial assistance to MSMEs or for any other purpose as laid down in the SIDBI Act, 1989, as amended from time to time.

SPECIFIC DETAILS OF END-USE OF FUNDS: The proceeds of the CP are utilized for normal business activities of SIDBI and for such other purposes as may be decided by SIDBI's Board and as permissible under the SIDBI Act, 1989.

- a) Credit support/ enhancement (if any): Not Applicable
- b) Details of instrument, amount, guarantor company: Not Applicable
- c) Copy of the executed guarantee Not Applicable
- d) Net worth of the guarantor company: Not Applicable
- e) Names of companies to which guarantor has issued similar guarantee: Not Applicable
- f) Extent of the guarantee offered by the guarantor company: Not Applicable
- g) Conditions under which the guarantee will be invoked: Not Applicable

Additional Information

i.	ISSUER	Small Industries Development Bank of India (SIDBI)			
ii.	TYPE OF INSTRUMENT	Unsecured, Redeemable, Non-Convertible Securities Taxable, in the nature of commercial paper.			
iii.	MODE OF ISSUE	On Private Placement Basis			
iv.	ELIGIBLE INVESTORS	The offer is made to Eligible Investors as mentioned in the Master Direction – Reserve Bank of India (Commercial Paper and Non-Convertible Debentures of original or initial maturity upto one year) Directions, 2024 dated January 03, 2024, as updated.			
v.	LISTING (NAME OF STOCK EXCHANGE(S) WHERE IT WILL BE LISTED AND TIMELINE FOR LISTING)	The CPs to be issued through this Key Information Document are proposed to be listed on the National Stock Exchange of India Limited (NSE). For the purpose of this listing, NSE is proposed to be the Designated Stock Exchange. The Issuer should ensure listing of Commercial Papers on the Exchange within one day from receipt of payment from Investor(s).			
vi.	MINIMUM SUBSCRIPTION	INR 5,00,000 (Rupees Five Lakh only) and in multiple of One Debt Securities thereafter.			
vii.	FURTHER ISSUANCES	The Issuer may at future date/s do further Issuance(s) at any price and time after the closure of current Issue. Further Issuances/ Re Issuances can be done in accordance with applicable laws and depending on the fund requirements of the Issuer from time to time.			
viii.	REDEMPTION PREMIUM /DISCOUNT	At par, on completion of the tenor of the instrument			
ix.	DEPOSITORY	NSDL and CDSL			
x.	RISK FACTORS PERTAINING TO THE ISSUE	Please refer Section 2 Risk Factor of the General Information document read with Risk Factor in the Key Information Document			
xi.	MARKET CONVENTIONS	FIMMDA Conventions			
xii.	TOTAL CP OUTSTANDING (AS ON DATE)	INR 15160 crore			
xiii.	DETAILS OF OTHER DEBT INSTRUMENTS OUTSTANDING:	Attached as Appendix-V			
xiv.	BANK FUND-BASED FACILITIES FROM BANKS/FINANCIAL INSTITUTIONS, IF ANY:	Name of the bank	Nature of facility	O/S amount/Limit	Asset classification
		Attached as Appendix-VI			
xv.	GOVERNING LAW AND JURISDICTION	The Debt Securities are governed by and shall be construed in accordance with the existing laws of India. Any dispute arising thereof shall be subject to the jurisdiction of courts of Mumbai, Maharashtra.			
xvi.	UNDERWRITING	The present issue is not underwritten			
xvii.	NO SIDE LETTER	The Issuer has no side letter with any debt securities. Any covenants later added shall be disclosed on the stock exchange website where the debt securities is listed.			

**DISCLOSURE IN COMPLIANCE WITH RBI MASTER DIRECTION BEARING NUMBER
RBI/FMRD/2023-24/109 FMRD.DIRD.09/14.02.001/2023-24 DATED JANUARY 03, 2024**

iii.	DETAILS OF OUTSTANDING CPS, NCDS AND OTHER DEBT INSTRUMENTS AS ON DATE OF OFFER LETTER, INCLUDING AMOUNT ISSUED, MATURITY DATE, AMOUNT OUTSTANDING, CREDIT RATING AND NAME OF CREDIT RATING AGENCY FOR THE ISSUE, NAME OF IPA AND DEBENTURE TRUSTEE.	Attached as Appendix-I, II and III.
ix.	NET-WORTH OF THE ISSUER AS ON MARCH 31, 2024	28900.04 Crore
xx.	SHAREHOLDING OF THE ISSUER'S PROMOTERS AND THE DETAILS OF THE SHARES PLEDGED BY THE PROMOTERS, IF ANY.	Please refer para 3.15 of GID bearing no. SIDBI/TRMV/L001324337 dated June 14, 2024
xi.	LONG-TERM CREDIT RATING, IF ANY, OBTAINED BY THE ISSUER.	Please refer Annexure -I of the GID read with latest credit rating attached with this KID
xii.	SUMMARY OF AUDITED FINANCIALS OF THE LAST THREE YEARS, MATERIAL LITIGATION AND REGULATORY ACTIONS RELATED TO THE ISSUER.	Please refer para 3.24 & 3.34 of GID bearing no. SIDBI/TRMV/L001324337 dated June 14, 2024
iii.	ANY MATERIAL EVENT/ DEVELOPMENT HAVING IMPLICATIONS FOR THE FINANCIALS/ CREDIT QUALITY RESULTING IN MATERIAL LIABILITIES, CORPORATE RESTRUCTURING EVENT WHICH MAY AFFECT THE ISSUE OR THE INVESTOR'S DECISION TO INVEST IN THE CP/NCD.	Please refer para 3.34 of GID bearing no. SIDBI/TRMV/L001324337 dated June 14, 2024
iv.	DETAILS OF DEFAULT OF CP, NCD OR ANY OTHER DEBT INSTRUMENT AND OTHER FINANCIAL INDEBTEDNESS INCLUDING CORPORATE GUARANTEE ISSUED IN THE PAST FIVE FINANCIAL YEARS INCLUDING IN THE CURRENT FINANCIAL YEAR.	NIL
xv.	DETAILS OF STATUTORY AUDITOR AND CHANGES THEREOF IN THE LAST THREE FINANCIAL YEARS.	Please refer para 3.28 of GID bearing no. SIDBI/TRMV/L001324337 dated June 14, 2024

COUNTER PARTY/CP INVESTOR WITH SCHEME DETAILS						
S. No.	Name of the Scheme	Amount (INR Cr.)	Settlement Amount (in INR)	DP ID	DP Name	Client ID
1	Mirae Asset Liquid Fund	300	3000000000	IN300167	Deutsche Bank	10127732
2	UTI - LIQUID FUND	500	5000000000	IN300812	SHCIL	10489663
3	SUNDARAM LIQUID FUND	100	1000000000	IN300126	HDFC Bank Ltd	11249242
4	Bajaj Finserv Liquid Fund	75	750000000	IN300167	DEUTSCHE BANK A.G	10176281
5	Tata Mutual Fund - Tata Liquid Fund	800	8000000000	IN300126	HDFC Bank Ltd	11265831
6	BARODA BNP PARIBAS LIQUID FUND	300	3000000000	IN300167	Deutsche Bank AG	10180801
7	HSBC LIQUID FUND	500	5000000000	IN300054	CITIBANK N.A	10122195
8	Kotak Mahindra Trustee Company Ltd A/C Kotak Liquid Fund	1000	10000000000	IN300167	Deutsche Bank A.G.	10030176
9	NIPPON LIFE INDIA TRUSTEE LTD-A/C NIPPON INDIA LIQUID FUND	750	7500000000	IN300167	DEUTSCHE BANK	10112751
10	ADITYA BIRLA SUN LIFE TRUSTEE PVT. LTD A/C - ADITYA BIRLA SUN LIFE LIQUID FUND	500	5000000000	IN300054	Citi Bank NA	10065767
11	MAHINDRA MANULIFE LIQUID FUND	25	250000000	IN300167	Deutsche Bank	10137050
12	JM Financial Mutual Fund - JM Liquid Fund	50	500000000	IN300126	HDFC Bank Ltd	10843221
13	EDELWEISS LIQUID FUND	100	1000000000	IN301524	Standard Chartered Bank	30034454
14	Axis Mutual Fund Trustee Ltd. A/c Axis Mutual Fund A/c Axis Liquid Fund	750	7500000000	IN300167	Deutsche Bank	10066067
15	Bank of India Liquid Fund	50	500000000	IN300167	Deutsche Bank	10122929

- EXPENSES OF THE ISSUE: EXPENSES OF THE ISSUE ALONG WITH A BREAKUP FOR EACH ITEM OF EXPENSE, INCLUDING DETAILS OF THE FEES PAYABLE TO SEPARATELY AS UNDER (IN TERMS OF AMOUNT, AS A PERCENTAGE OF TOTAL ISSUE EXPENSES AND AS A PERCENTAGE OF TOTAL ISSUE SIZE), AS APPLICABLE:**

Expense Head	Amount in Rs.	Percentage of total issue expenses	Percentage of total issue size
Depository (NSDL/CDSL)	11,800.00	0.40	0.00
R&T	2,360.00	0.08	0.00
SEBI Listing Fees	5,900.00	0.20	0.00
Stamp Duty	29,00,000.00	97.93	0.01
NSE	23,600.00	0.80	0.00
IPA	17,700.00	0.60	0.00
Total	29,61,360.00	100.00	0.01

Expense Head	Amount in Rs.	Percentage of total issue expenses	Percentage of total issue size
Credit Ratings	96,13,362.00	Charged on annual basis.	

Those expense head which are not applicable to this issue is disclosed in the GID

- **FINANCIAL STATEMENT (LIMITED REVIEW/AUDITE) DURING THE STUB PERIOD (AUDITED STATEMENT SHALL NOT BE MORE THAN SIX MONTHS OLD).**

• A. Standalone Balance Sheet	30-Jun-24	30-Sep-24
<u>CAPITAL AND LIABILITIES</u>		
Capital	568.54	568.54
Reserves, Surplus and Funds	32,781.48	34,468.29
Deposits	2,06,484.24	2,08,680.70
Borrowings	2,64,891.16	2,64,511.02
Other Liabilities and Provisions	15,704.88	15,341.94
Deferred Tax Liability	-	-
Total	5,20,430.30	5,23,570.49
<u>ASSETS</u>		
Cash and Bank Balances	23,490.88	19,967.16
Investments	47,776.47	42,897.25
Loans & Advances	4,43,359.16	4,55,563.83
Fixed Assets	286.04	284.58
Other Assets	5,517.75	4,857.67
Total	5,20,430.30	5,23,570.49
Contingent Liabilities	3,704.14	3,672.75
B. Standalone Profit & Loss Account		
<u>INCOME</u>		
Interest and Discount	9,155.10	18,378.87
Other Income	132.51	308.05
Total	9,287.61	18,686.92
<u>EXPENDITURE</u>		
Interest & Financial charges	6,831.61	13,574.19
Operating Expenses	278.25	643.46
Provisions & Contingencies	2.47	42.29
Total	7,112.33	14,259.94
Profit before Tax	2,175.28	4,426.98
Provision for Income Tax	533.23	1,060.10
Deferred Tax Adjustment [(Asset) / Liability]	7.44	42.84
Profit after Tax	1,634.61	3,324.04

Profit brought forward	0	0
Total Profit / (Loss)	1,634.61	3,324.04
Appropriations		
Transfer to General Reserve	-	
Transfer to Special Reserve u/s 36(1)(viii) of The Income Tax Act, 1961	-	
Others	-	
a)Transfer to Investment Fluctuation Reserve	-	
Transfer to Staff Welfare Fund	-	
Dividend on Shares	-	
Tax on Dividend	-	
Surplus in Profit & Loss account carried forward	1,634.61	3,324.04
Total	1,634.61	3,324.04
C. Standalone Cash Flow Statement		
1. Cash Flow from Operating Activities		
Net Profit before tax as per P & L Account		4,427
Adjustments for:		
Depreciation		
Provision for net depreciation in investments		
Provisions made (net of write back)		136
Profit on sale of investments (net)		(95)
Profit on sale of fixed assets		
Dividend Received on Investments		(37)
Cash generated from operations		4,440
(Prior to changes in operating Assets and Liabilities)		
Adjustments for net changes in :		
Current assets		1,474
Current liabilities		1,243
Bills of Exchange		566
Loans & Advances		(50)
Net Proceeds of Bonds and Debentures & other borrowings		(6,034)
Deposits received		2,296
Payment of Tax		(933)
Net Cash flow from operating Activities		3,002
2. Cash flow from Investing Activities		
Net (Purchase)/Sale of fixed assets		(7)
Net (Purchase)/sale/redemption of Investments		(6,476)
Dividend Received on Investments		37
Net cash used in Investing Activities		(6,446)
3. Cash flow from Financing Activities		
Dividend on Equity Shares & tax on Dividend		
Proceeds from issuance of share capital & share premium		

**Cash Flow
Statement
not prepared
for Quarter
Ended June
30, 2024**

Net cash used in Financing Activities		
4. Net increase/(decrease) in cash and cash equivalents		(3,444)
5. Cash and Cash Equivalents at the beginning of the period		3,614
6. Cash and Cash Equivalents at the end of the period		170

Balance Sheet	30-Jun-24	30-Sep-24
Net Fixed assets	286.04	284.58
Current assets	NA	NA
Non-current assets	NA	NA
Total assets	5,20,430.30	5,23,570.49
Non-Current Liabilities ((including maturities of long term borrowings and short-term borrowings) Financial (borrowings, trade payables, and other financial liabilities) Provisions Deferred tax liabilities (net))\$		
Other non-current liabilities\$		
Current Liabilities (including maturities of long-term borrowings) Financial (borrowings, trade payables, and other financial liabilities) Provisions Current tax liabilities (net) \$		
Other current liabilities		
Equity (equity and other equity) includes Capital, Reserve, Surplus & Funds	33,350.02	35,036.83
Total equity and liabilities	5,20,430.30	5,23,570.49
Profit and Loss		
Total revenue	9,287.61	18,686.92
From operations	9,155.10	18,378.87
Other income	132.51	308.05
Total Expenses (including Provisions)	7,112.33	14,259.94
Total comprehensive income	NA	NA
Profit / loss (before Tax)	2,175.28	4,426.98
Other comprehensive income	NA	NA
Profit / loss after tax	1,634.61	3,324.04
Earnings per equity share		
(a) basic and	28.75	58.47
(b) diluted	28.75	58.47
Continuing operations	NA	NA
Discontinued operations	NA	NA
Total Continuing and discontinued operations	NA	NA
Cash Flow		
Net cash generated from operating activities	Cash Flow Statement	3,002
Net cash used in / generated from investing activities	not prepared for Quarter Ended June 30, 2024	(6,446)
Net cash used in financing activities		0
Cash and cash equivalents		3,614
Balance as per statement of cash flows		170
Additional information		
Net worth	30,627.45	32,775
Cash and Cash Equivalents	23,490.88	19,967.16
Current Investments	NA	NA
Assets Under Management	NA	NA
Off Balance Sheet Assets	3,704.14	3,672.75

Total Debts to Total assets*	0.51	0.52
Debt Service Coverage Ratios	NA	NA
Interest Income including Discounts	9,155.10	18,378.87
Interest Expense	6,831.61	13,574.19
Interest service coverage ratio	NA	NA
Provisioning & Write-offs	2.47	42.29
Bad debts to Account receivable ratio	NA	NA
Gross NPA (%)	0.03	0.01
Net NPA (%)	0.00	0.00
Tier I Capital Adequacy Ratio (%)	18.11%	18.45%
Tier II Capital Adequacy Ratio (%)	1.05%	1.04%

1. MATERIAL CHANGES IN RESPECT OF GID BEARING NUMBER SIDBI/TRMV/L001324337 DATED June 14, 2024

I	CHANGE OF DIRECTORS /KMPS, IF ANY	As indicated in sl (5)
II	OTHERS, IF ANY (PLEASE SPECIFY)	<p>1. Quarter ended June 2024 financials. (As indicated in sl (6))</p> <p>2. Consequent upon resignation of Shri Vishnu Kumar Sah (Company Secretary and Compliance officer) on July 26, 2024, Shri Pankaj Kumar Sahu has been appointed as Company Secretary and Compliance officer.</p> <p>3. Consequent upon reallocation of portfolios, Smt Y Munni Kumari, CGM shall replace the existing CFO, Shri Ajit Nath Jha effective from October 01, 2024.</p> <p>4. Consequent upon Cessation of Shri Pankaj Kumar Sahu (Company Secretary and Compliance officer) at the End of Business hours on December 03, 2024, Ms. Bhanupriya Parmeshwar Rao has been appointed as Company Secretary and Compliance officer.</p>

Note that disclosure in respect of other parameters like credit rating, latest financial statement, material default and litigations etc. forms part of this KID.

2. Details of change in directors in last three financial years including any change in the current year:

Sr .No.	Name, Designation and DIN	Date of Appointment / Resignation	Date of Cessation (in case of resignation)	Remarks (viz. Reasons for Change etc.)
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1	Shri Manoj Mittal, Chairman & Managing Director/ Executive Director (Whole Time Director) DIN: 01400076	27-07-2024	NA	Appointed: Government of India, vide its notification dated July 26, 2024, appointed Shri Manoj Mittal as Chairman and Managing Director.
2	Shri Manoj Muttathil Ayyappan, (Joint Secretary,) Government Nominee Director / Non Executive /Independent Director DIN: 10733238	06-08-2024	NA	Nominated: Government of India, vide its notification dated August 06, 2024, nominated Shri Manoj Muttathil Ayyappan as a Director in the Board of SIDBI
3	Shri Bhushan Kumar Sinha, (Joint Secretary,) Government Nominee Director / Non Executive /Independent Director DIN: 08135512	06-01-2023	06-08-2024	Cessation: Consequent upon nominating Shri Manoj Muttathil Ayyappan on the Board in place of Shri Bhushan Kumar Sinha, he ceased to be a member of the Board..
4	Shri G. Gopalakrishna, Non Executive /Independent Director (Director Co-opted by the Board of SIDBI) DIN: 06407040	11-08-2018	10-08-2024	Cessation: Term of appointment of Shri G. Gopalakrishna expired on 10-08-2024.
5	Shri Laxmi Chand Meena Nominee Director – LIC (Directors nominated by three largest Shareholders) DIN: 10728812	28-10-2024	-	Nominated: Shri Laxmi Chand Meena, Director, Management Development Centre (MDC) of Life Insurance Corporation of India (LIC) has been appointed by LIC as Nominee Director in the Board of SIDBI.
6	Shri Amit Tandon, Non-Executive /Independent Director (Director Co-opted by the Board of SIDBI) DIN: 01602336	08-08-2024	-	Co-opted: The Board at its 224th meeting held on November 14, 2024, approved co-option of Shri Amit Tandon as a Director under section 6(1)(f) of SIDBI Act for a further period of three years from the date of completion of first term. Hence, the term has been extended till 07/08/2027.
7	Shri Pallatt Joseph Thomas, Non-Executive /Independent Director (Director Co-opted by the Board of SIDBI) DIN: 10332033	15-11-2024	-	Co-opted: The Board at its 224th meeting held on November 14, 2024, approved co-option of Shri Pallatt Joseph Thomas as a Director under section 6(1)(f) of SIDBI Act for a period of three years (from 15/11/2024 to 14/11/2027).

Appendix-I										
DETAILS OF THE OUTSTANDING COMMERCIAL PAPERS (CPS) HELD WITH SIDBI AS ON November 30, 2024										
Series	ISIN	Tenor / Period of Maturity	Coupon	Amount Issued (Rs in Crore)	Date of Allotment	Redemption Date / Schedule / maturity Date	Credit Rating and Name of Rating Agency	Secured / Unsecured	Security	Other Details Viz. Details of IPA, Details of CRA
CP-04/FY25	INE556F14KG1	287 days	7.59%	2085	17-May-24	28-Feb-25	1. CARE A1+ (Care Ratings) & 2. IND A1+ (India Ratings)	Unsecured	NA	IDBI Bank Ltd.
CP-05/2025	INE556F14KG1	283 days	7.59%	1450	21-May-24	28-Feb-25				
CP-06/2025	INE556F14KH9	359 days	7.70%	1025	03-June-24	28-May-25				
CP-11/2025	INE556F14KM9	349 days	7.60%	3175	12-July-24	26-Jun-25				
CP-12/2025	INE556F14KN7	360 days	7.68%	1000	26-Aug-24	21-Aug-25				
CP-13/2025	INE556F14KO5	91 days	7.31%	3425	13-Sept-24	13-Dec-25				
CP-14/2025	INE556F14KP2	91 days	7.31%	3000	19-Sept-24	19-Dec-24				

Appendix II										
DETAILS OF THE OUTSTANDING CERTIFICATE OF DEPOSIT HELD WITH SIDBI AS ON November 30, 2024)										
Series	ISIN	Tenor / Period of Maturity	Coupon	Amount Issued (In Rs Crore)	Date of Allotment	Redemption Date / Schedule	Credit Rating	Secured / Unsecured	Security	Other Details Viz. Details of IPA, Details of CRA
CD-05/FY2024	INE556F16AM5	366 Days	7.90%	3425	11-Dec-23	11-Dec-24	CARE AAA / CARE A1+	Unsecured	NA	NA
CD-06/FY2024	INE556F16AN3	366 Days	7.89%	3125	18-Dec-23	18-Dec-24				
CD-07/FY2024	INE556F16AO1	366 Days	7.94%	2515	10-Jan-24	10-Jan-25				
CD-08/FY2024	INE556F16AP8	366 Days	7.93%	3775	16-Jan-24	16-Jan-25				
CD-09/FY2024	INE556F16AQ6	366 Days	7.95%	5225	07-Feb-24	07-Feb-25				

CD-10/FY2024	INE556F16AR4	366 Days	7.83%	4050	27-Feb-24	27-Feb-25				
CD-01/FY2025	INE556F16AS2	365 Days	7.71%	3000	07-June-24	10-June-25				
CD-02/FY2025	INE556F16AT0	365 Days	7.71%	850	26-Aug-24	26-Aug-25				
CD-03/FY2025	INE556F16AU8	365 Days	7.60%	2775	09-Oct-24	09-Oct-25				
CD-04/FY2025	INE556F16AV6	365 Days	7.58%	2450	23-Oct-24	23-Oct-25				
CD-05/FY2025	INE556F16AW4	365 Days	7.58%	2275	07-Nov-24	07-Nov-25				
CD-06/FY2025	INE556F16AX2	365 Days	7.56%	4100	05-Dec-24	05-Dec-25				

Appendix III										
DETAILS OF OUTSTANDING UNSECURED BONDS HELD WITH SIDBI AS ON – November 30, 2024										
Sl. No.	ISIN	Tenor / Period of Maturity	Coupon	Amount Issued (In Rs Crore)	Date of Allotment	Redemption Date / Schedule	Credit Rating	Secured / Unsecured	Security	Other Details Viz. Details of IPA, Details of CRA
1	INE556F08JU6	3 Years	5.59	2500	21-Feb-22	21-Feb-25	CARE AAA	Unsecured	NA	CARE
2	INE556F08JV4	3 Years & 1 Day	5.57	2500	02-Mar-22	03-Mar-25	CARE & ICRA AAA			CARE & ICRA,
3	INE556F08JX0	3 Years	5.70	1625	28-Mar-22	28-Mar-25	CARE & ICRA			CARE & ICRA,
4	INE556F08JY8	3 years & 2 days	7.15	2500	29-May-22	02-June-25	CARE & ICRA AAA			CARE & ICRA, No put/call
5	INE556F08JZ5	3 years & 3 days	7.15	3000	18-Jul-22	21-Jul-25	CARE & ICRA AAA			CARE & ICRA, no put/call
6	INE556F08KA6	3 years & 3 days	7.25	3905	28-Jul-22	31-Jul-25	CARE & ICRA AAA			CARE & ICRA, no put/call
7	INE556F08KB4	3 years 6 month &	7.11	4000	17-Aug-22	27-Feb-26	CARE & ICRA AAA			CARE & ICRA, no put/call

8	INE556F08KC2	3 years 6 month & 1 days	7.23	4000	08-Sep-22	09-Mar-26	CARE & ICRA AAA		CARE & ICRA, no put/call
9	INE556F08KD0	3 years & 13 days	7.75	4000	14-Oct-22	27-Oct-25	CARE & ICRA AAA		CARE & ICRA, no put/call
10	INE556F08KE8	3 years & 10 days	7.47	4000	15-Nov-22	25-Nov-25	CARE & ICRA AAA		CARE & ICRA, no put/call
11	INE556F16AC6	3 years 41 days	7.54	5000	02-Dec-22	12-Jan-26	CARE & ICRA AAA		CARE & ICRA, no put/call
12	INE556F08KG3	3 years 23 days	7.59	5000	18-Jan-23	10-Feb-26	CARE & ICRA AAA		CARE & ICRA, no put/call
13	INE556F08KH1	3 years 3 months & 9 days	7.43	5000	22-May-23	31 Aug-26	CARE & ICRA AAA		CARE & ICRA, no put/call
14	INE556F08KI9	3 years 2 months &	7.44	6000	09-Jun-2023	04Sep-26	CARE & ICRA AAA		CARE & ICRA, no put/call
15	INE556F08KJ7	3 years 2 months & 24 days	7.55	3000	28-June-23	September 22, 2026	CARE & ICRA AAA		CARE & ICRA, no put/call
16	INE556F08KK5	3 Years & 6 Months	7.79	3022.29	19-Oct-23	April 19, 2027	CARE & ICRA AAA		CARE & ICRA, no put/call
17	INE556F08KL3	5 Years	7.83	4887	22-Nov-23	November 24, 2028	CARE & ICRA AAA		CARE & ICRA, no put/call
18	INE556F08KM1	3 Years 4 Months & 22 days	7.79	4013	22 December, 2023	May 14, 2027	CARE & ICRA AAA		CARE & ICRA, no put/call
19	INE556F08KN9	3 Years 4 Months & 22 days	7.75	4255	January 19, 2024	June 10, 2027	CARE & ICRA AAA		CARE & ICRA, no put/call
20	INE556F08KO7	3 Years 4 Months & 27 days	7.68	5000	February 12, 2024	July 09, 2027	CARE & ICRA AAA		CARE & ICRA, no put/call
21	INE556F08KP4	3 Years 4 Months & 15 days	7.68	3423	March 26, 2024	August 10, 2027	CARE & ICRA AAA		CARE & ICRA, no put/call

22	INE556F08KQ2	3 Years 2 Months & 16 days	7.68	2123.10	June 25, 2024	September 10, 2027	CARE & ICRA AAA			CARE & ICRA, no put/call
23	INE556F08KR0	5 Years	7.47	5000	September 05, 2024	September 05, 2029	CARE & ICRA AAA			CARE & ICRA, no put/call
24	INE556F08KS8	4 Years and 5 Months	7.34	8000	26-Sep-24	26-Feb-29	CARE & ICRA AAA			CARE & ICRA, no put/call
25	INE556F08KT6	3 Years and 5 Months 17 Days	7.44	5922.25	24-Oct-24	10-Apr-28	CARE & ICRA AAA			CARE & ICRA, no put/call
26	INE556F08KU4	3 years 6 months 16 days	7.51	4918	27-Nov-24	12-Jun-28	CARE & ICRA AAA			CARE & ICRA, no put/call

Appendix- IV							
Details of Secured/Unsecured Loan facilities (in INR Crore) AS ON – November 30, 2024							
Lender's name/ Name of the Bank	Nature of facility/ instrument	Amount sanctioned	Principal Amount outstanding	Repayment date / schedule	Security, if applicable	Credit rating, if applicable	Asset classification
PNB	WCDL	21000	20500	On Demand	NA	NA	Standard
SBI	WCDL/STL	31000	31000	On Demand	NA	NA	Standard
Union Bank	WCDL	15000	12750	On Demand	NA	NA	Standard
Central Bank of India	WCDL	5370	5370	On Demand	NA	NA	Standard
Canara Bank	STL	8500	8500	On Demand	NA	NA	Standard
Bank of Baroda	STL	16000	15800	On Demand	NA	NA	Standard
Karnataka Bank Ltd.	STL	1000	1000	On Demand	NA	NA	Standard
South Indian Bank	STL	1000	1000	On Demand	NA	NA	Standard
Bank of India	WCTL	7000	3000	On Demand	NA	NA	Standard
UCO Bank	WCTL	2500	2500	On Demand	NA	NA	Standard
EXIM Bank	WCTL	1000	1000	On Demand	NA	NA	Standard
Punjab & Sind Bank	WCTL	1000	1000	On Demand	NA	NA	Standard
IDBI	WCTL	1000	500	On Demand	NA	NA	Standard

Appendix- V	
Details of the rest of the borrowings (if any including hybrid debt like FCCB, Optionally Convertible Debentures / Preference Shares) as on November 30, 2024:	
Type of Instrument	Amount Outstanding (Rs. in Crore)
Fixed Deposit	13415.06
Deposit from Banks	1,84,894.94
Borrowing from GOI	421.52
Borrowing Outside India	2,696.32

Annexure-I Credit Ratings Letter

Annexure-2 Financial Statements (Quarterly, if any)

Authorised Signatory

No. CARE/HO/RL/2024-25/3306

Shri Ajit Nath Jha
Chief General Manager
Small Industries Development Bank of India
SME Development Centre, 4th Floor, Plot C - 11, G - Block,
Bandra-Kurla Complex, Bandra East,
Mumbai
Maharashtra 400051



November 22, 2024

Confidential

Dear Sir,

Credit rating for Commercial Paper (CP) / Certificate of Deposits (CD) issue aggregating Rs.1,16,000.00 crore¹

Please refer to our letter no. CARE/HO/RL/2024-25/3046 dated October 25, 2024, and your request for revalidation of the rating assigned to the CP/CD issue of your company, for a limit of Rs.1,16,000.00 crore, with a maturity not exceeding one year.

2. The following rating(s) have been reviewed:

Instrument	Amount (₹ crore)	Outstanding amount as on November 21, 2024* (Rs. crore)	Rating ²	Rating Action
Long Term / Short Term Instrument – CP CD	1,16,000.00	48,625.00	CARE AAA; Stable / CARE A1+	Reaffirmed

¹: Interchangeable long term/short term limit

^{*}: Outstanding CD and CP amount as on November 21, 2024, were Rs. 33,465 crores and Rs. 15,160 crores respectively.

3. Please arrange to get the rating revalidated in case the issue is not made within **two months** from the date of this letter i.e. by January 21, 2025. Once the CP / CD is placed, the rating is valid for the tenure of such instrument till redemption.
4. Please inform us the below-mentioned details of issue immediately, but not later than 7 days from the date of placing the instrument:

¹This represents the aggregate of all CP/CD issuances of the company outstanding at any point in time.

²Complete definitions of the ratings assigned are available at www.careedge.in and in other CARE Ratings Ltd.'s publications.

CARE Ratings Limited

4th Floor, Godrej Coliseum, Somaiya Hospital Road, Off Eastern Express Highway, Sion (East), Mumbai
Phone: +91-22-6754 3456 • www.careedge.in

CIN-L67190MH1993PLC071691

Instrument type	ISIN	Issue Size (Rs cr.)	Coupon Rate	Coupon Payment Dates	Terms of Redemption	Redemption date	Name and contact details of Trustee/IPA	Details of top 10 investors
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5. CARE Ratings Ltd. reserves the right to undertake a surveillance/review of the rating from time to time, based on circumstances warranting such review, subject to at least one such review/surveillance every year.
6. CARE Ratings Ltd. reserves the right to revise/reaffirm/withdraw the rating assigned as a result of periodic review/surveillance, based on any event or information which in the opinion of CARE Ratings Ltd. warrants such an action. In the event of failure on the part of the entity to furnish such information, material or clarifications as may be required by CARE Ratings Ltd. so as to enable it to carry out continuous monitoring of the rating of the debt instruments, CARE Ratings Ltd. shall carry out the review on the basis of best available information throughout the life time of such instruments. In such cases the credit rating symbol shall be accompanied by "ISSUER NOT COOPERATING". CARE Ratings Ltd. shall also be entitled to publicize/disseminate all the afore-mentioned rating actions in any manner considered appropriate by it, without reference to you.
7. Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.
8. Users of this rating may kindly refer our website www.careedge.in for latest update on the outstanding rating.
9. CARE Ratings Ltd. ratings are **not** recommendations to buy, sell, or hold any securities.

If you need any clarification, you are welcome to approach us in this regard.

Thanking you,

Yours faithfully,



Pranjal Mulekar
Analyst
pranjal.mulekar@careedge.in



Jitendra Meghrajani
Assistant Director
jitendra.meghrajani@careedge.in

Encl.: As above



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Disclaimer

The ratings issued by CARE Ratings Limited are opinions on the likelihood of timely payment of the obligations under the rated instrument and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. These ratings do not convey suitability or price for the investor. The agency does not constitute an audit on the rated entity. CARE Ratings Limited has based its ratings/outlooks based on information obtained from reliable and credible sources. CARE Ratings Limited does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions and the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE Ratings Limited have paid a credit rating fee, based on the amount and type of bank facilities/instruments. CARE Ratings Limited or its subsidiaries/associates may also be involved with other commercial transactions with the entity. In case of partnership/proprietary concerns, the rating /outlook assigned by CARE Ratings Limited is, inter-alia, based on the capital deployed by the partners/proprietor and the current financial strength of the firm. The rating/outlook may undergo a change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors. CARE Ratings Limited is not responsible for any errors and states that it has no financial liability whatsoever to the users of CARE Ratings Limited's rating. Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.



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CIN-L67190MH1993PLC071691

Small Industries Development Bank of India

July 05, 2024

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long-term bank facilities	27,500.00	CARE AAA; Stable	Reaffirmed
Short-term bank facilities	91,995.00	CARE A1+	Reaffirmed
Issuer rating	0.00	CARE AAA; Stable	Reaffirmed
Long-term instruments – RIDF deposits	2,12,000.00	CARE AAA; Stable	Reaffirmed
Unsecured redeemable bonds	1,12,315.00	CARE AAA; Stable	Reaffirmed
Fixed deposit	23,000.00	CARE AAA; Stable	Reaffirmed
Long-term / Short-term instrument – CP CD programme	1,16,000.00	CARE AAA; Stable / CARE A1+	Reaffirmed

Details of instruments/facilities in Annexure-1.

Rationale and key rating drivers

CARE Ratings Limited (CARE Ratings) has reaffirmed ratings assigned to facilities and instruments of Small Industries Development Bank of India (SIDBI) at 'CARE AAA; Stable / CARE A1+'. Ratings continue to factor in SIDBI's position as the apex financial institution (FI) for the promotion and development of the micro, small and medium enterprises (MSME) sector in India. Ratings also consider SIDBI's healthy capitalisation levels, strong resource base, comfortable liquidity profile, and sound asset quality. In addition, ratings factor-in Government of India's (GoI's) and Reserve Bank of India's (RBI's) support in the form of budgetary allocation and continued access to the MSE Refinance Fund ([RIDF] Rural Infrastructure Development Fund) for strengthening the bank's refinancing capabilities. The support from GoI is also in the form of equity contribution, guarantee for foreign currency borrowings, and governance.

The continuation of SIDBI's position as the apex financial institution for the MSME sector, support from GoI and RBI, and the ownership with public sector entities are the key rating sensitivities. Also, SIDBI's capitalisation levels and asset quality will remain key rating monitorable.

Rating sensitivities: Factors likely to lead to rating actions

Positive factors: Factors that could individually or collectively lead to positive rating action/upgrade:

Not applicable

Negative factors: Factors that could individually or collectively lead to negative rating action/downgrade:

- Any material changes in the government support and/or strategic role played by SIDBI in supporting the MSME sector.
- Significant dilution in the ownership by GOI and public sector entities.
- Deterioration in SIDBI's asset quality with gross non-performing asset (GNPA) ratio increasing to more than 3% of the total advances.
- Deterioration in SIDBI's standalone credit profile, including its profitability, liquidity and/or capitalisation metrics.

Analytical approach:

CARE Ratings has adopted standalone approach for analysing SIDBI, while factoring in the expected support from GoI.

Outlook: Stable

Stable outlook factors in the continued support from the GOI, and that SIDBI will maintain healthy capitalisation, asset quality, and resource profile going forward.

Detailed description of key rating drivers:

Key strengths

¹Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd.'s publications

Government support and ownership by public sector entities

Being a nodal agency for the development of MSMEs in the country, SIDBI receives continuous support from the GoI and the RBI in the form of budgetary allocation and access to the MSE Refinance Fund from shortfall in priority sector lending (PSL) by the banks. It is owned by public sector banks, financial institutions, and the GoI, with the State Bank of India (SBI; 15.65%), GoI (20.85%), the Life Insurance Corporation of India (LIC; 13.33%), and the National Bank for Agriculture and Rural Development (NABARD; 9.36%), being the major shareholders.

The GoI has nominated Dr Rajneesh (Additional Secretary & Development Commissioner [MSME], Ministry of MSME) and Bhushan Kumar Sinha (Joint Secretary Department of Financial Services, Ministry of Finance) as the nominee directors. CARE Ratings expects that SIDBI will continue to receive capital and managerial support from the GoI to bolster the credit to MSME sector.

Healthy capitalisation levels

The capital adequacy parameters of SIDBI remained strong, with it reporting an overall capital adequacy ratio (CAR) of 15.94% and Tier-I CAR of 15.37% as on March 31, 2024, above the regulatory guideline of 9% and 7%, respectively. In FY24 (refers to April 01 to March 31), SIDBI's advances increased by 27.94%, thereby resulting in increase in the risk weighted assets (RWA) to 34.88%. The overall gearing increased from 14.02x as on March 31, 2023 to 15.88x as on March 31, 2024, owing to increase in the borrowings done to fund the growth in advances.

With effect from April 01, 2024, SIDBI has to comply with Basel III norms (earlier followed Basel I norms). Accordingly, SIDBI will be required to maintain minimum CET I Ratio of 5.5% and minimum CAR and Tier-I CAR ratio of 9% and 7%, respectively. SIDBI will no longer require borrowing limit approval from RBI (as on March 31, 2024, the limit was 18x). Instead, it can now maintain leverage up to 24x. However, SIDBI will continue to borrow following the umbrella limits prescribed by RBI, 500% of net owned funds (NOF). The 'umbrella limit' consists of instruments, term deposits, term money borrowings, certificates of deposits (CDs), and commercial papers (CPs).

Department of Financial Services and Parliament Committee have advised capital infusion of ₹10,000 crore in SIDBI through rights issue, which should be carried out in two tranches of ₹5,000 crore each. Consequently, SIDBI has requested the GoI for equity capital infusion of ₹5,000 crore in FY24, for which approval is awaited. As indicated by the management, infusion is expected over the next three to six months. CARE Ratings expects the overall capitalisation profile to remain strong going forward as well.

Strong resource profile

SIDBI has a strong resource profile, consisting primarily of domestic and marginally overseas borrowings. Majority of the overseas borrowings of SIDBI are guaranteed by the GoI. It also has access to the low-cost MSE Refinance Fund from scheduled commercial banks/cooperative banks due to their shortfall in PSL targets, which forms a large portion of its resource profile. In FY24, overall borrowings (including deposits) increased by 30.42% to meet the funding requirements. Domestic borrowings, including bank loans and capital market borrowings form 56.06% of the total borrowings as of March 2024, followed by MSE refinance fund (40.63%), and overseas borrowings (0.66%).

SIDBI was allotted MSE Refinance Funds of ₹65,000 crore for FY24. CARE Ratings notes that allocation of these funds for FY25 is pending. Allocation of MSE Refinance funds will be critical for sustaining competitive cost of funds and for building its refinancing business. As schedule commercial banks gradually meet their PSL targets, the overall allocation under MSE refinance funds could drop, thereby affecting the growth prospects in the long term. Also, there is competition from other financial institutions to access such low-cost funds. However, being apex financial institution, CARE Ratings expects SIDBI to have continued access to funds from various sources at competitive rates.

Stable profitability and improving spreads

SIDBI increased its business volumes in FY24 (advances recording a y-o-y growth of 27.94%) compared to the previous years. Most of the growth was funded through market borrowings. These market borrowings were at higher rates than low-cost RIDF resources. Hence, the pricing structure also underwent change with increase in both borrowing and lending rates. Total income increased by 72.80% in FY24 on the back of increase in the interest income. The average yields increased to 6.86% in FY24 from 5.60% in FY23 owing to increase in yields across segments primarily led by increase in lending to non-banking finance companies (NBFCs) as well as direct lending book. Finance costs increased due to increase in borrowings (to fund growth in portfolio) and due to increase in interest rates during the year. Since increase in yields outpaced the increase in cost of funds, interest spread improved by 9 bps from 1.34% in FY23 to 1.43% in FY24. Opex increased in FY24 considering branch expansion, employee hiring and ₹500 crore contribution made towards CGTMSE. Opex as a % of average total assets increased from 0.25% in FY23 to 0.40% in FY24 (including contribution towards CGTMSE). If the contribution is excluded, opex as a % of average total assets increased

marginally to 0.30%. Credit costs increased from 0.27% in FY23 to 0.41% in FY24 considering higher provisioning done per SIDBI's Accelerated Provisioning Policy. Hence, despite improved net interest margins (NIMs), return on total asset (ROTA) moderated from 1.03% in FY23 to 0.87% in FY24 considering increase in opex and provisioning. As there is cap on lending margins in the refinance business funded through MSE refinance fund and the high share of 40.63% funds in overall borrowings (including deposits), the earnings profile, in terms of the ROTA, is expected to remain modest.

Strong asset quality

SIDBI's asset quality has been improving over the years. Currently, majority of its lending portfolio is concentrated towards indirect financing, constituting high-rated banks and other finance companies, including NBFCs. Indirect finance constituted 93.65% (FY23: 94.42%) of the total portfolio as on March 31, 2024, while direct financing stood at 6.35% (FY23: 5.60%). As on March 31, 2024, while refinance to banks continued to form the highest share of the total portfolio at 79.62%, followed by NBFCs (12.11%) and MFIs (1.92%); on a y-o-y basis, the proportion of refinancing to banks reduced by 4.03% with increase in share of refinancing to NBFCs, direct financing and MFIs by 2.74%, 0.75% and 0.55%, respectively. The concentration of the top 10 exposures in the total exposure remained high at 63.21% as on March 31, 2024 (67.85% as on March 31, 2022); however, the risk is mitigated as these exposures are majorly to the banks.

SIDBI's GNPA's deteriorated from ₹33 crore in FY23 to ₹100 crore on the back of incremental slippages in the direct finance book. However, in conjunction with significant growth in the advances the GNPA ratio and the net NPA (NNPA) ratio stood stable at 0.02% and 0.00%, respectively, as on March 31, 2024. As on March 31, 2024, total number of restructured accounts were 915 and in value stood at ₹554.34 crore, which formed 0.12% of the total loans and advances. The asset quality metrics in the direct lending book is comparatively weaker than the refinance book, although the impact on the overall asset quality metrics has been negligible. CARE Ratings expects SIDBI's asset quality to remain strong as its exposure is primarily in indirect finance majorly, which comprises banks and high-rated NBFCs, and the exposure in the direct financing segment is marginal.

Liquidity: Strong

SIDBI's liquidity profile is strong as major portion of its loan book comprises refinance book with average period being 1-1.5 year, which is largely funded through RIDF deposits and long-term borrowings of a similar maturity. However, ALM statement as on March 31, 2024, exhibits negative cumulative mismatches in 29 days to three months bucket and six months to one year bucket, which is within permissible limit. This is primarily considering repayment of short-term loans which get rollover. As indicated by the management, till date SIDBI has been able to rollover funds. It also has investments that are highly liquid in nature and can be called at any time. Due to its status as an apex financial institution, and that it is owned by GoI and its entities, SIDBI has strong access to capital market, which further strengthens its liquidity position.

Assumptions/Covenants

Not applicable

Environment, social, and governance (ESG) risks

Not applicable

Applicable criteria

[Definition of Default](#)

[Factoring Linkages Government Support](#)

[Issuer Rating](#)

[Rating Outlook and Rating Watch](#)

[Financial Ratios - Financial Sector](#)

[Withdrawal Policy](#)

[Short Term Instruments](#)

[Banks](#)

About the company and industry

Industry classification

Macro-economic Indicator	Sector	Industry	Basic Industry
Financial services	Financial services	Finance	Financial institution

In 1990, SIDBI was incorporated as a wholly owned subsidiary of IDBI Ltd. Over the years, IDBI has diluted its shareholding and as on March 31, 2024, majority of SIDBI's shareholding is held by GoI (shareholding is 20.85%), State Bank of India (SBI) (15.65%), Life Insurance Corporation of India (LIC) (13.33%), and National Bank for Agriculture and Rural Development (NABARD) (9.36%).

SIDBI is the apex financial institution for the MSME sector and is the nodal agency for the MSME-oriented schemes of the GoI. It provides refinance to primary lending institutions such as banks (including SFBs), NBFCs, and MFIs, among others, which in turn, lend to units under the MSME sector. SIDBI also provides direct finance to the MSME sector by way of long-term loans, working-capital facilities, and discounting/rediscouting bills of exchange, among others.

As on March 31, 2024, SIDBI had three wholly owned subsidiaries, SIDBI Venture Capital Limited (SVCL), SIDBI Trustee Co Limited (STCL), and Micro Units Development & Refinance Agency Limited (MUDRA). MUDRA has been set-up by GOI through a statutory enactment and is responsible for developing and refinancing all institutions that are in lending to micro/small business entities engaged in manufacturing, trading and service activities. MUDRA would partner with state-level/regional-level coordinators to provide finance to the last mile financiers of small/micro business enterprises.

The financial institution has nine resident representative offices, 11 regional offices, one zonal office, 83 branch offices and back-end & policy support is extended by 21 HO verticals stationed in Lucknow, Mumbai, New Delhi, Chennai, and Bhubaneswar.

Standalone financials of SIDBI

Brief Financials (₹ crore)	March 31, 2022 (A)	March 31, 2023 (A)	March 31, 2024 (A)
Total operating income	9,139	18,485	31,942
PAT	1,958	3,344	4,026
Total Assets	2,47,379	4,02,382	5,20,844
Net NPA (%)	0.07	0.00	0.00
ROTA (%)	0.89	1.03	0.87

A: Audited Note: 'these are latest available financial results'

Status of non-cooperation with previous CRA:

None

Any other information:

Not applicable

Rating history for last three years: Annexure-2

Covenants of rated instrument / facility: Annexure-3

Complexity level of various instruments rated: Annexure-4

Lender details: Annexure-5

Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate (%)	Maturity Date	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Bonds- Unsecured Redeemable	INE556F08JU6	21-Feb-22	5.59%	21-Feb-25	2,500	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08JV4	02-Mar-22	5.57%	03-Mar-25	2,500	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08JW2	16-Mar-22	5.4%	17-Mar-25	1,525 *	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08JX0	28-Mar-22	5.7%	28-Mar-25	1,625	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08JY8	31-May-22	7.15%	02-Jun-25	2,500	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08JZ5	18-Jul-22	7.15%	21-Jul-25	3,000	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08KA6	28-Jul-22	7.25%	31-Jul-25	3,905	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08KB4	17-Aug-22	7.11%	27-Feb-26	4,000	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08KC2	08-Sep-22	7.23%	09-Mar-26	4,000	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08KD0	14-Oct-22	7.75%	27-Oct-25	4,000	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08KE8	15-Nov-22	7.47%	25-Nov-25	4,000	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08KF5	02-Dec-22	7.54%	12-Jan-26	5,000	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08KG3	18-Jan-23	7.59%	10-Feb-26	5,000	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08KH1	22-May-23	7.43%	31-Aug-26	5,000	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08KI9	09-Jun-23	7.44%	04-Sep-26	6,000	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08KJ7	28-Jun-23	7.55%	22-Sep-26	3,000	CARE AAA; Stable

Bonds- Unsecured Redeemable	INE556F08KK5	19-Oct-23	7.79%	19-Apr-27	3,022.29	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08KL3	24-Nov-23	7.83%	24-Nov-28	4,887.00	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08KM1	22-Dec-23	7.79%	14-May-27	4,013.00	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08KN9	19-Jan-24	7.75%	10-Jun-27	4,255.00	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08KO7	12-Feb-24	7.68%	09-Jul-27	5,000.00	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08KP4	26-Mar-24	7.68%	10-Aug-27	3,423.00	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08KQ2	25-Jun-24	7.68%	10-Sep-27	2,123.10	CARE AAA; Stable
Bonds- Unsecured Redeemable (Proposed)	-	-	-	-	28,036.61	CARE AAA; Stable
Bonds- Unsecured Redeemable	INE556F08JS0	26-Mar-21	5.24%	26-Mar-24	0.00	Withdrawn
Bonds- Unsecured Redeemable	INE556F08JT8	17-Jun-21	4.97%	17-Jun-24	0.00	Withdrawn
Fixed Deposit	-	-	-	-	23,000.00	CARE AAA; Stable
MSE/RIDF Deposits	-	-	-	-	212,000.00	CARE AAA; Stable
Issuer Rating- Issuer Ratings	-	-	-	-	0.00	CARE AAA; Stable
Fund-based- Long Term bank facilities	-	-	-	23-Aug-25	27,500.00	CARE AAA; Stable
Fund-based- Short Term bank facilities	-	-	-	23-Aug-25	84,520.00	CARE A1+
Fund-based- Short Term bank facilities (Proposed)	-	-	-	-	7,475.00	CARE A1+
LT/ST Instrument-CP / CD	INE556F14KD8	18-04-2024	7.20%	18-07-2024	5,000.00	CARE AAA; Stable / CARE A1+
LT/ST Instrument-CP / CD	INE556F14KE6	29-04-2024	7.38%	10-09-2024	1,350.00	CARE AAA; Stable / CARE A1+

LT/ST Instrument-CP / CD	INE556F14KG1	17-05-2024	7.59%	28-02-2025	3,535.00	CARE AAA; Stable / CARE A1+
LT/ST Instrument-CP / CD	INE556F14KJ5	05-06-2024	7.17%	04-09-2024	2,500.00	CARE AAA; Stable / CARE A1+
LT/ST Instrument-CP / CD	INE556F14KK3	12-06-2024	7.11%	11-09-2024	5,375.00	CARE AAA; Stable / CARE A1+
LT/ST Instrument-CP / CD	INE556F14KL1	13-06-2024	7.11%	12-09-2024	2,225.00	CARE AAA; Stable / CARE A1+
LT/ST Instrument-CP / CD	INE556F14KF3	10-05-2024	7.24%	09-08-2024	5,550.00	CARE AAA; Stable / CARE A1+
LT/ST Instrument-CP / CD	INE556F14KH9	03-06-2024	7.70%	28-05-2025	1,025.00	CARE AAA; Stable / CARE A1+
LT/ST Instrument-CP / CD	INE556F14KI7	04-06-2024	7.17%	03-09-2024	3,450.00	CARE AAA; Stable / CARE A1+
LT/ST Instrument-CP / CD	INE556F16AM5	11-12-2023	7.90%	11-12-2024	3,425.00	CARE AAA; Stable / CARE A1+
LT/ST Instrument-CP / CD	INE556F16AN3	18-12-2023	7.89%	18-12-2024	3,125.00	CARE AAA; Stable / CARE A1+
LT/ST Instrument-CP / CD	INE556F16AO1	10-01-2024	7.94%	10-01-2025	2,515.00	CARE AAA; Stable / CARE A1+
LT/ST Instrument-CP / CD	INE556F16AP8	16-01-2024	7.93%	16-01-2025	3,775.00	CARE AAA; Stable / CARE A1+
LT/ST Instrument-CP / CD	INE556F16AQ6	07-02-2024	7.95%	07-02-2025	5,225.00	CARE AAA; Stable / CARE A1+
LT/ST Instrument-CP / CD	INE556F16AR4	27-02-2024	7.83%	27-02-2025	4,050.00	CARE AAA; Stable / CARE A1+
LT/ST Instrument-CP / CD	INE556F16AS2	10-06-2024	7.71%	10-06-2025	3,000.00	CARE AAA; Stable / CARE A1+
LT/ST Instrument-CP / CD (Proposed)	-	-	-	-	60,875.00	CARE AAA; Stable / CARE A1+

* The ISIN has been pre-paid in full on March 18, 2024. The same will be withdrawn in the next cycle.

Annexure-2: Rating history for last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned	Date(s) and Rating(s) assigned	Date(s) and Rating(s) assigned	Date(s) and Rating(s) assigned

					in 2024-2025	in 2023-2024	in 2022-2023	in 2021-2022
1	LT/ST Instrument-CP / CD	LT/ST	116000.00	CARE AAA; Stable / CARE A1+	-	1)CARE AAA; Stable / CARE A1+ (29-Dec-23) 2)CARE AAA; Stable / CARE A1+ (04-Oct-23) 3)CARE AAA; Stable / CARE A1+ (21-Jun-23) 4)CARE AAA; Stable / CARE A1+ (06-Jun-23)	1)CARE AAA; Stable / CARE A1+ (28-Feb-23) 2)CARE AAA; Stable / CARE A1+ (29-Nov-22) 3)CARE AAA; Stable / CARE A1+ (06-Sep-22) 4)CARE AAA; Stable / CARE A1+ (07-Jul-22)	1)CARE AAA; Stable / CARE A1+ (02-Sep-21)
2	Fixed Deposit	LT	23000.00	CARE AAA; Stable	-	1)CARE AAA; Stable (29-Dec-23) 2)CARE AAA; Stable (04-Oct-23) 3)CARE AAA; Stable (21-Jun-23) 4)CARE AAA; Stable (06-Jun-23)	1)CARE AAA; Stable (28-Feb-23) 2)CARE AAA; Stable (29-Nov-22) 3)CARE AAA; Stable (07-Jul-22)	1)CARE AAA (FD); Stable (28-Feb-22) 2)CARE AAA (FD); Stable (02-Sep-21)
3	MSE/RIDF Deposits	LT	212000.00	CARE AAA; Stable	-	1)CARE AAA; Stable	1)CARE AAA; Stable	1)CARE AAA; Stable

						(29-Dec-23) 2)CARE AAA; Stable (04-Oct-23) 3)CARE AAA; Stable (21-Jun-23) 4)CARE AAA; Stable (06-Jun-23)	(28-Feb-23) 2)CARE AAA; Stable (29-Nov-22) 3)CARE AAA; Stable (07-Jul-22)	(02-Sep-21)
4	Issuer Rating-Issuer Ratings	LT	0.00	CARE AAA; Stable	-	1)CARE AAA; Stable (29-Dec-23) 2)CARE AAA; Stable (04-Oct-23) 3)CARE AAA; Stable (21-Jun-23) 4)CARE AAA; Stable (06-Jun-23)	1)CARE AAA; Stable (28-Feb-23) 2)CARE AAA; Stable (26-Dec-22) 3)CARE AAA (Is); Stable (29-Nov-22) 4)CARE AAA (Is); Stable (07-Jul-22)	1)CARE AAA (Is); Stable (02-Sep-21)
5	Bonds-Unsecured Redeemable	LT	112315.00	CARE AAA; Stable	-	1)CARE AAA; Stable (29-Dec-23) 2)CARE AAA; Stable (04-Oct-23)	1)CARE AAA; Stable (28-Feb-23) 2)CARE AAA; Stable (29-Nov-22)	1)CARE AAA; Stable (28-Feb-22) 2)CARE AAA; Stable (02-Sep-21)

						3)CARE AAA; Stable (21-Jun-23) 4)CARE AAA; Stable (06-Jun-23)	3)CARE AAA; Stable (07-Jul-22)	
6	Fund-based-Short Term	ST	6500.00	CARE A1+	-	1)CARE A1+ (29-Dec-23) 2)CARE A1+ (04-Oct-23) 3)CARE A1+ (21-Jun-23) 4)CARE A1+ (06-Jun-23)	1)CARE A1+ (28-Feb-23) 2)CARE A1+ (29-Nov-22) 3)CARE A1+ (06-Sep-22) 4)CARE A1+ (07-Jul-22)	1)CARE AAA; Stable (28-Feb-22) 2)CARE AAA; Stable (02-Sep-21)
7	Fund-based-Short Term	ST	85495.00	CARE A1+	-	1)CARE A1+ (29-Dec-23) 2)CARE A1+ (04-Oct-23) 3)CARE A1+ (21-Jun-23) 4)CARE A1+ (06-Jun-23)	1)CARE A1+ (28-Feb-23) 2)CARE A1+ (29-Nov-22) 3)CARE A1+ (06-Sep-22) 4)CARE A1+ (07-Jul-22)	1)CARE A1+ (28-Feb-22) 2)CARE A1+ (02-Sep-21)
8	Fund-based-Long Term	LT	27500.00	CARE AAA; Stable	-	1)CARE AAA; Stable (29-Dec-23)	1)CARE AAA; Stable (28-Feb-23)	-

						2)CARE AAA; Stable (04-Oct- 23)		
						3)CARE AAA; Stable (21-Jun- 23)		
						4)CARE AAA; Stable (06-Jun- 23)		

LT: Long term; ST: Short term; LT/ST: Long term/Short term

Annexure-3: Detailed explanation of covenants of rated instruments/facilities

Not applicable

Annexure-4: Complexity level of various instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Bonds-Unsecured Redeemable	Simple
2	Fixed Deposit	Simple
3	Fund-based-Long Term bank facilities	Simple
4	Fund-based-Short Term bank facilities	Simple
5	LT/ST Instrument-CP / CD	Simple
6	MSE/RIDF Deposits	Simple
7	Issuer rating	Not applicable

Annexure-5: Lender details

To view the lender wise details of bank facilities please [click here](#)

Annexure-6: List of all entities consolidated

Not applicable

Note on complexity levels of rated instruments: CARE Ratings has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for any clarifications.

Contact us

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About us:

Established in 1993, CARE Ratings is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India, it has been acknowledged as an External Credit Assessment Institution by the RBI. With an equitable position in the Indian capital market, CARE Ratings provides a wide array of credit rating services that help corporates raise capital and enable investors to make informed decisions. With an established track record of rating companies over almost three decades, CARE Ratings follows a robust and transparent rating process that leverages its domain and analytical expertise, backed by the methodologies congruent with the international best practices. CARE Ratings has played a pivotal role in developing bank debt and capital market instruments, including commercial papers, corporate bonds and debentures, and structured credit.

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please visit www.careedge.in**

To
General Manager (Treasury and Fund Management Vertical)
Small Industries Development Bank of India
MSME Development Centre, Plot No C-11, G-Block, Bandra-Kurla Complex,
Bandra (E), Mumbai – 400051

November 08, 2024

Dear Sir/Madam,

Re: Rating of Commercial Paper programme of Small Industries Development Bank of India

This is in reference to the rating action commentary released on 20 June 2024.

India Ratings and Research (Ind-Ra) is pleased to communicate the rating of 'IND A1+' for the INR886 billion commercial paper (CP) programme of Small Industries Development Bank of India.

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

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

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

India Ratings seeks to continuously improve its ratings criteria and methodologies, and periodically updates the descriptions on its website of its criteria and methodologies for securities of a given type. The criteria and methodology used to determine a rating action are those in effect at the time the rating action is taken, which for public ratings is the date of the related rating action commentary. Each rating action commentary provides information about the criteria and methodology used to arrive at the stated rating, which may differ from the general criteria and methodology for the applicable security type posted on the website at a given time. For this reason, you should always consult the applicable rating action commentary for the most accurate information on the basis of any given public rating.

Ratings are based on established criteria and methodologies that India Ratings is continuously evaluating and updating. Therefore, ratings are the collective work product of India Ratings and no individual, or group of individuals, is solely responsible for a rating. All India Ratings' reports have shared authorship. Individuals identified in an India Ratings report were involved in, but are not solely responsible for, the opinions stated therein. The individuals are named for contact purposes only.

Ratings are not a recommendation or suggestion, directly or indirectly, to you or any other person, to buy, sell, make or hold any investment, loan or security or to undertake any investment strategy with respect to any investment, loan or security or any issuer. Ratings do not comment on the adequacy of market price, the suitability of any investment, loan or security for a particular investor (including without limitation, any accounting and/or regulatory treatment), or the tax-exempt nature or taxability of payments made in respect of any investment, loan or security. India Ratings is not your advisor, nor is India Ratings providing to you or any other party any financial advice, or any legal, auditing, accounting, appraisal, valuation or actuarial services. A rating should not be viewed as a replacement for such advice or services. Investors may find India Ratings ratings to be important information, and India Ratings notes that you are responsible for communicating the contents of this letter, and any changes with respect to the rating, to investors.

It is important that you promptly provide us with all information that may be material to the ratings so that our ratings continue to be appropriate. For the purpose of issuance of captioned commercial paper programme, this letter is valid for 60 calendar days from the date of the letter. Once the instrument is issued, the above rating is valid for a maximum period of 1 year from the date of issuance. Notwithstanding the above, the rating is subject to review on a continuing basis, with formal reviews being undertaken at regular intervals of no more than 12 months. Ratings may be raised, lowered, withdrawn, or placed on Rating Watch at any time due to changes in, additions to, accuracy of or the inadequacy of information or for any other reason India Ratings deems sufficient.

Nothing in this letter is intended to or should be construed as creating a fiduciary relationship between India Ratings and you or between India Ratings and any user of the ratings.

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

Sincerely,

India Ratings



Dr Devendra Pant
Senior Director

India Ratings Affirms Small Industries Development Bank of India's CPs at 'IND A1+'

Jun 20, 2024 | Other Financial Services

India Ratings and Research (Ind-Ra) has affirmed Small Industries Development Bank of India's (SIDBI) commercial papers (CP) as follows:

Details of Instruments

Instrument Type	Date of Issuance	Coupon Rate	Maturity Date	Size of Issue (billion)	Rating Assigned along with Outlook/ Watch	Rating Action
Commercial papers	-	-	7 to 365 days	INR886	IND A1+	Affirmed

Analytical Approach

Ind-Ra continues to take a fully consolidated view of SIDBI and its [subsidiaries and associate companies](#) to arrive at the ratings, given the financial, infrastructural, operational and technical linkages between them.

Detailed Rationale of the Rating Action

The rating factors in SIDBI's strong linkages with the government of India (GoI) and its position as an apex policy institution and nodal agency for the development of the micro, small and medium enterprise (MSME) sector in India. The rating also benefits from SIDBI's continued robust financial performance in FY24. Furthermore, Ind-Ra expects SIDBI's linkage with the GoI to remain strong over the long term.

List of Key Rating Drivers

Strengths

- Public policy institution
- Strong sovereign linkages and strategic importance
- Supervisory body
- Access to captive funding
- Robust net income
- Comfortable capitalisation
- Stable asset quality ratios

Weaknesses

- None

Detailed Description of Key Rating Drivers

Public Policy Institution: SIDBI was established in 1990 under the Act of Parliament as the apex financial institution for the promotion, financing and development of MSMEs. SIDBI extends refinance to primary lending institutions such as banks, financial institutions, non-banking finance companies, state finance corporations (SFCs), state industrial development corporations and state small industries development corporations against their MSME loan portfolio. It provides financial assistance to micro finance institutions in the form of loans and equity/quasi-equity for on-lending to the economically weaker sections of the society. It also extends direct assistance such as long-term loans, working capital facilities and discounting/rediscounting bills of exchange to the MSME sector.

Strong Sovereign Linkages and Strategic Importance: Given SIDBI's status and strategic importance, Ind-Ra believes the funding support would be forthcoming, if required, from the GoI to expand its operations in support of the MSME sector. SIDBI has been recognised as the nodal agency for implementing several GoI-sponsored schemes. The GoI, to boost manufacturing output and spur industrial growth, continuously provides low-cost credit to MSMEs through concessional resource support to SIDBI. The MSME sector constitutes a vast network of over 63 million units, contributes around 45% to India's manufacturing output and employs around 111 million people.

The direction and functioning of SIDBI is vested in the board of directors, majority of them are nominated/appointed by the GoI. The representatives from the ministries of MSME and finance are present on SIDBI's board of directors. Its statutory auditors are appointed from the panel approved by the Reserve Bank of India.

Supervisory Body: SIDBI, jointly with the respective state governments, acts as a supervisory and inspecting body for SFCs. SIDBI has several rights in decision making and the management of these SFCs under the SFC Act, 1951.

Access to Captive Funding: Ind-Ra believes SIDBI would continue to have access to priority sector lending (PSL) shortfall funds to boost its credit flow to the MSME sector. The resource profile of SIDBI is a healthy mix of own funds, bank loans, market borrowings and priority sector lending shortfall funds. SIDBI, as a development finance institution, has the access to low-cost funds from the Reserve Bank of India, allocated out of deposits from scheduled commercial banks due to their shortfall in PSL. On a consolidated basis, MSME/PSL shortfall deposits constituted 44.7% of SIDBI's total borrowings in FY24 (FY23: 47.7%). The share of PSL shortfall funds in the total borrowings averaged 55.3% during FY20-FY24.

Robust Net Income: SIDBI's consolidated net income increased 22.7% yoy to INR48.22 billion in FY24 (FY23: INR39.31 billion), led by healthy growth in loans and advances, both direct and refinance. The total interest income grew 72.5% yoy to INR336.10 billion in FY24. The total loans and advances increased 28.3% yoy to INR4,849.33 billion in FY24. On a standalone basis, the total loans and advances grew 27.9% yoy to INR4,560.15 billion and net income grew 20.43% yoy to INR40.26 billion in FY24. Ind-Ra expects the expansion in the loan book to continue, albeit at a moderate pace, in the medium-term.

SIDBI is not comparable with commercial banks in terms of profitability, given its policy advocacy role and the nature of its operations, which are driven by developmental objectives rather than profit. The interest rates on lending activity funded from PSL shortfall funds are regulated and SIDBI's margin is low on such loans. On loans funded from non-PSL shortfall funds, SIDBI provides competitive rates. The net interest margin (on consolidated basis) averaged 2% during FY20-FY24. The net interest margin is likely to remain modest at closer to the historical levels in the medium term.

Comfortable Capitalisation: SIDBI is comfortably capitalised with its capital-to-risk weighted assets ratio remaining above 20% during FY20-FY24 on a consolidated basis, higher than the regulatory norm of 9%. SIDBI's consolidated capital adequacy ratio stood at 17.86% in FY24 (FY23: 21.11%). On a standalone basis, the capital adequacy ratio was 15.94% in FY24 (FY23: 19.29%). The capital adequacy ratio has moderated with the accelerated expansion in assets without a commensurate increase in equity capital. Ind-Ra expects the GoI to support SIDBI with capital funds, if required, to fulfil its mandate of promoting credit flow to the MSME sector. Ind-Ra expects the capital adequacy ratio to remain healthy in the medium term and to increase above the FY24 level with the implementation of Basel III capital framework effective April 2024. Under the Basel III framework, the minimum total capital adequacy requirement for All India Financial Institutions is 9%.

Stable Asset Quality Ratios: Ind-Ra expects SIDBI's asset quality ratios to remain stable in the medium-term. It has traditionally maintained minimal non-performing assets (NPAs) ratio, as the majority of its business is by way of refinancing. The share of refinance loans in the loans and advances portfolio was 94.03% in FY24 (FY23: 94.7%). The refinance exposure is primarily to large commercial banks and financial institutions, which constituted the largest share in total refinance loans (FY24: 84.9%; FY23: 88.1%).

SIDBI's NPAs mainly originate from the direct loan portfolio, which accounted 6.0% of the total consolidated loans and advances

portfolio at FYE24 (FY23: 5.3%). SIDBI's gross NPAs (consolidated) stood at 0.03% and net NPA was nil, respectively, in FY24 (FY23: 0.01%; nil). On standalone basis, the gross and net NPAs were 0.02% and nil in FY24 (FY23: 0.01%; nil).

Liquidity

Superior: Given SIDBI's strong linkages with the sovereign and its developmental objective, Ind-Ra believes it has a strong debt and money market access, with the ability to raise funding at competitive rates. SIDBI has established board-approved internal prudential limits and monitors cumulative mismatches across different time buckets. There was no asset-liability mismatch (standalone) in the one-day and up-to-one-year period on a cumulative basis as on 31 March 2024, other than in the 29-days-three-month bucket of INR60.57 billion. Ind-Ra is of the view SIDBI would be able to comfortably fund any asset-liability mismatch by taking a bank line against its fixed deposits and/or borrow from the triparty repo dealing and settlement window against its sizeable investments in government securities. The cash and bank balances (including fixed deposits) on a standalone basis were INR233.09 billion at FYE24 (FYE23: INR121.09 billion). SIDBI has investments in liquid assets such as CPs, certificate of deposits, bonds and debentures of banks and financial institutions, bonds and securities of central and state governments. SIDBI's investments in these assets (does not include investments in venture capital or alternative investment funds) on standalone basis stood at INR322.09 billion at FYE24 (FYE23: INR258.98 billion). SIDBI also has intra-day limits from banks to cover any mismatch in the short term.

Rating Sensitivities

Positive: Not applicable

Negative: A significant dilution in SIDBI's public policy institution role of financing and development of the MSME sector, resulting in a reduced Gol support to the extent of weakening of the linkages could have a negative impact on the rating.

ESG Issues

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

About the Company

SIDBI is established under the Act of Parliament- SIDBI Act, 1989. It acts as the principal financial institution for the promotion, financing and development of the MSME sector and for the co-ordination of the functions of the institutions engaged in similar activities.

Key Financials Indicators

Particulars (INR billion)	FY24	FY23
Total assets	5,605.86	4,392.52
Net interest income	97.10	63.26
Net income	48.22	39.31
Gross non-performing assets (%)	0.03	0.01
Capital adequacy ratio (%)	17.86	21.11
Source: SIDBI		

Status of Non-Cooperation with previous rating agency

Not applicable

Rating History

Instrument Type	Current Rating			Historical Rating			
	Rating Type	Rated Limit (billion)	Rating	21 June 2023	24 March 2023	30 August 2022	7 October 2021
Commercial papers	Short-term	INR886	IND A1+	IND A1+	IND A1+	IND A1+	IND A1+

Complexity Level of the Instruments

Instrument Type	Complexity Indicator
CP	Low

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

APPLICABLE CRITERIA

Evaluating Corporate Governance

Rating of Public Sector Entities

The Rating Process

Financial Institutions Rating Criteria

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(v) Return on Assets (after Tax) (annualised)	1.32%	1.27%	1.45%	1.29%	1.00%	0.87%
(vi) Net Worth	32,775	30,627	27,646	32,775	27,646	28,900
(vii) Outstanding Redeemable Preference Shares	-	-	-	-	-	-
(viii) Capital Redemption Reserve	-	-	-	-	-	-
(ix) Debenture Redemption Reserve	-	-	-	-	-	-
(x) Operating Margin	24.37%	23.45%	25.39%	23.92%	21.59%	24.09%
(xi) Net Profit Margin	17.97%	17.60%	17.15%	17.79%	14.83%	12.61%
(xii) Debt - Equity Ratio *	8.07	8.65	9.00	8.07	9.00	9.36
(xiii) Total Debts to Total Assets (%) *	50.52	50.90	53.12	50.52	53.12	51.78

NA=Not Applicable

Not annualised

*Debt denotes total Borrowings (excluding Deposits)

@Contribution of ₹500 crore made to CGTMSE

Statement of Assets and Liabilities:

Particulars	As at 30.09.2024 [Audited]	As at 30.09.2023 [Audited]	As at 31.03.2024 [Audited]
CAPITAL AND LIABILITIES			
Capital	569	569	569
Reserves, Surplus and Funds	34,468	29,404	31,148
Deposits	2,08,680	1,79,899	2,06,384
Borrowings	2,64,511	2,48,863	2,70,545
Other Liabilities and Provisions	15,342	9,737	13,875
Deferred Tax Liability	-	-	-
Total	5,23,570	4,68,472	522,521
ASSETS			
Cash and Bank Balances	19,967	30,076	23,309
Investments	42,897	39,929	36,410
Loans & Advances	4,55,564	3,92,994	4,56,015
Fixed Assets	284	296	286
Other Assets	4,858	5,177	6,501
Total	5,23,570	4,68,472	522,521

Statement of Cash flow:

(₹ crore)

Particulars	30.09.2024	30.09.2023
	Audited	Audited
1. Cash Flow from Operating Activities		
Net Profit before tax as per P & L Account	4,427	2,879
Adjustments for:		
Depreciation	9	12
Provision for net depreciation in investments	-	-
Provisions made (net of write back)	136	319
Profit on sale of investments (net)	(95)	(51)
Profit on sale of fixed assets	(0)	-
Dividend Received on Investments	(37)	(37)
Cash generated from operations (Prior to changes in operating Assets and Liabilities)	4,440	3,122
Adjustments for net changes in:		
Current assets	1,474	(576)
Current liabilities	1,243	704
Bills of Exchange	566	(497)
Loans & Advances	(50)	(36,115)
Net Proceeds of Bonds and Debentures & other borrowings	(6,034)	48,205
Deposits received	2,296	14,863
	(505)	26,584
Payment of Tax	(933)	(863)
Net Cash flow from operating Activities	3,002	28,842
2. Cash Flow from Investing Activities		

	Net (Purchase)/Sale of fixed assets	(7)	(11)
	Net (Purchase)/sale/redemption of Investments	(6,476)	(28,235)
	Dividend Received on Investments	37	36
	Net cash used in Investing Activities	(6,446)	(28,210)
3.	Cash flow from Financing Activities		
	Proceeds from	-	-
	issuance of share		
	capital & share		
	premium		
	Dividend on Equity Shares & tax on Dividend	-	(114)
	Net cash used in Financing Activities	-	(114)
4.	Net increase/(decrease) in cash and cash equivalents	(3,444)	518
5.	Cash and Cash Equivalents at the beginning of the period	3,614	2,638
6.	Cash and Cash Equivalents at the end of the period	170	3,156
7.	Cash and cash equivalents at the end of the period includes		
	Cash in Hand	0	0
	Current account balance with Bank	151	70
	Mutual Funds	-	-
	Deposits	19	3,086

Notes:

- 1) The Significant Accounting Policies followed in preparation of these financial results, in all material aspects, are consistent with those followed in preparation of the annual financial statements for the year ended March 31, 2024.
- 2) The above results have been approved by the Board of Directors at their meeting held on November 14, 2024.
- 3) The figures for the second quarter in each of the financial years are the balancing figures between audited figures in respect of the half year end and the published year to date reviewed figures up to the end of first quarter of the respective financial year.
- 4) The financial results for the half year ended September 30, 2024 have been arrived at, after considering provisions for Non-Performing Assets, Standard Assets, depreciation on Fixed Assets, amortization of discount, income on investments/ bond issue expenses and Investment Depreciation on the basis of prudential norms issued by Reserve Bank of India. Income Tax, Deferred tax and other usual and necessary provisions including employee benefits made on an estimated/ proportionate basis, wherever required and subject to adjustment at the year-end.
- 5) During the half year ended September 30, 2024, the Bank has made an additional provision on standard advances at rates higher than minimum stipulated under IRAC norms, as per Board approved Accelerated Provisioning Policy. Accordingly, the Bank holds additional provision on standard advances (including restructured accounts) of ₹1,588 crore on September 30, 2024.
- 6) Details of resolution plan implemented under the Resolution Framework for COVID-19-related Stress as per RBI circular dated August 06, 2020 (Resolution Framework 1.0) and May 05, 2021 (Resolution Framework 2.0) are given below:

(₹ in crore)					
Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous March 31, 2024 (A)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year \$	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end September 30, 2024
Personal Loans	---	---	---	---	---
Corporate persons	9.12	0.00	0.00	(1.62)	7.50
<i>Of which MSMEs</i>	9.12	0.00	0.00	(1.62)	7.50
Others	---	---	---	---	---
Total	9.12	0.00	0.00	(1.62)	7.50

\$Represents net movement in balance outstanding.

- 7) Details of loans transferred / acquired during the half year ended September 30, 2024, under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 are given below:

Transfer of Loans:

- i. Details of non-performing assets (NPAs) transferred:

Particulars	(₹ in crore)		
	To ARCs	To permitted transferees	To other transferees
No. of accounts	1	-	-
Aggregate principal outstanding of loans transferred	39.49	-	-
Weighted average residual tenor of the loans transferred	NA	-	-
Net book value of loans transferred (at the time of transfer)	0	-	-
Aggregate consideration	9.25	-	-
Additional consideration realized in respect of accounts transferred in earlier years	0	-	-

During the half year ended September 30, 2024, no investment was made in Security Receipts (SRs). All the Security Receipts held are provided for and hence the net book value is nil. Excess provisions reversed to the profit and loss account on account of sale of stressed loans was nil.

- ii. The bank has not transferred any loans not in default / Special Mention Accounts (SMA).

Purchase of Loans:

- iii. The Bank has not acquired any stressed loan.

- iv. Details of loans not in default acquired during the half year ended September 30, 2024, through assignment are given below:

Particulars	(₹ in crore)	
	2024-25(HY1)	2023-24
Aggregate amount of loans acquired (₹ in crore)	440.54	48.94
Weighted average residual maturity (in months)	87.75	106.84
Weighted average holding period by the originator (in months)	10.35	13.31
Retention of beneficial economic interest by the originator	20%	20%
Tangible security coverage	200.36%	266.45%
rating-wise distribution of rated loans	NA	NA

- 8) Floating provision is not considered for computation of net NPAs.
- 9) Previous period's figures have been regrouped / reclassified wherever necessary to conform to current period classification.
- 10) As per RBI's letter dated May 15, 2019, implementation of IND-AS has been deferred for AIFs until further notice.
- 11) In terms of RBI Circular no. RBI/2023-24/90 DOR.STR.REC.58/21.04.048/2023-24 dated December 19, 2023- Investments in Alternative Investment Funds (AIFs) and subsequent clarification vide circular no. RBI/2023-24/140 DOR.STR.REC.85/21.04.048/2023-24 dated March 27, 2024, Bank has reassessed the impact and continue to hold provision of ₹61 crore for the half year ended September 30, 2024.
- 12) In terms of RBI circular no. RBI/DoR/2023-24/105 DoR.FIN.REC.40/01.02.000/2023-24 dated September 21, 2023, AIFs are required to disclose capital adequacy ratio and applicable Pillar 3 disclosures under BASEL III capital regulations from quarter ended June 30, 2024. Accordingly, corresponding details for the previous period are not applicable. Pillar 3 disclosures under BASEL III capital regulations are being made available on Bank's website i.e. www.sidbi.in. These disclosures have not been subjected to audit by the Statutory Auditors.
- 13) The above results have been subjected to audit by the Statutory Auditors.

Jayesh
Umaidmal Kala
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Jayesh Umaidmal Kala
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Dated: November 14, 2024
Place: New Delhi

By order of the Board

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MANOJ MITTAL
Date: 2024.11.14
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[Manoj Mittal]
Chairman and Managing Director



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Independent Auditor's Report on Audited Financial Results for the quarter and half year ended September 30, 2024 of Small Industries Development Bank of India pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
The Board of Directors
Small Industries Development Bank of India

Report on the Audit of the Financial Results

Opinion

We have audited the accompanying Financial Results for the quarter and half year ended September 30, 2024 of Small Industries Development Bank of India (the "Bank"), being submitted by the Bank pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Results:

- is presented in accordance with the requirement of Regulation 52 of the Listing Regulations; and
- give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards, the circulars, guidelines and directions issued by the Reserve Bank of India ("RBI") from time to time ("RBI Guidelines") and other accounting principles generally accepted in India, of the net profit and other financial information for the quarter and half year ended September 30, 2024.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") issued by the Institute of Chartered Accountants of India ("the ICAI"). Our responsibilities under those Standards are further described in the Auditors' Responsibilities for the Audit of the Financial Results section of our report. We are independent of the Bank in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial results, 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 on the Financial Results.



Management Responsibilities for the Financial Results

These Financial Results have been compiled from the interim Financial Statements. The Bank's Management is responsible for the preparation of these Financial Results that give a true and fair view of the net profit and other financial information of the Bank in accordance with the Small Industries Development Bank of India General Regulations, 2000, and the recognition and measurement principles laid down in Accounting Standard notified by the Institute of Chartered Accountants of India, the RBI guidelines and the other accounting principles generally accepted in India and in compliance with regulation 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records for safeguarding of the assets of the Bank and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Bank's Management is also responsible for overseeing the Bank's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the financial results are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 results.

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 financial results, 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 that for one resulting from error, as fraud may involve collusion, forgery, intentional omission, misrepresentation, 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 effectiveness of the Bank's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.



- Conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosure in Financial Results 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 auditors' report. However, future events or conditions may cause the Bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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 charge with governance with the 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 safeguard.

Other Matters

Included in these Financial Results are the relevant returns of Mumbai Head Office audited by us which covers 93.88% of Advances, 96.97% of deposits, 100% of Borrowings as on September 30, 2024 and 93.24% of Interest income on advances, 94.92% of interest expense on deposits and 99.75% of interest expense on borrowings for the half year ended September 30, 2024. In conduct of our audit, we have relied upon various information and returns received from remaining branches of the Bank not visited by us for the purpose of audit and generated through centralized data base at Bank's Head Office.

Our opinion is not modified in respect of above matter.

For J Kala & Associates
Chartered Accountants
Firm's Registration No. 118769W

Jayesh
Umaidmal Kala

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Date: 2024.11.14
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CA Jayesh Kala
Partner

MRN: 101686

UDIN: 24101686BKAJXB3366



Place: Mumbai

Date: November 14, 2024