

Directors' Report

For the year ended March 31, 2024

To the Members,

Your Directors are pleased to present the Directors' Report together with Audited Financial Statements for the Financial Year ended March 31, 2024.

Financial Performance at a Glance:

(₹ in crore)

Particulars	Consolidated		Standalone	
	FY 2024	FY 2023	FY 2024	FY 2023
Liabilities				
Capital	568.54	568.54	568.54	568.54
Reserves, Surplus and Funds	33,578.10	28,876.87	31,147.97	27,240.70
Deposits	2,41,415.80	1,99,945.60	2,06,384.21	1,65,036.15
Borrowings	2,70,545.48	2,00,657.92	2,70,545.48	2,00,657.92
Other Liabilities and Provisions	14,478.12	9,203.25	13,874.75	8,879.42
Total	5,60,586.04	4,39,252.18	5,22,520.96	4,02,382.73
Assets				
Cash and Bank Balances	33,543.56	28,603.91	23,308.60	12,108.82
Investments	34,752.88	27,413.44	36,409.91	29,088.66
Loans & Advances	4,84,933.05	3,77,995.54	4,56,015.07	3,56,439.07
Fixed Assets	286.91	297.52	286.19	296.39
Other Assets	7,069.64	4,941.78	6,501.20	4,449.79
Total	5,60,586.04	4,39,252.18	5,22,520.96	4,02,382.73
Total Income	34,231.78	20,001.43	31,942.09	18,484.82
Total Expenditure	27,876.73	14,852.23	26,652.06	14,087.34
Profit before Tax	6,355.05	5,149.20	5,290.04	4,397.48
Tax Expense	1,542.32	1,251.54	1,263.74	1,053.91
Profit after Tax	4,822.34	3,931.47	4,026.30	3,343.57
Basic/Diluted Earnings Per Share	84.82	69.15	70.82	58.81

A. Standalone:

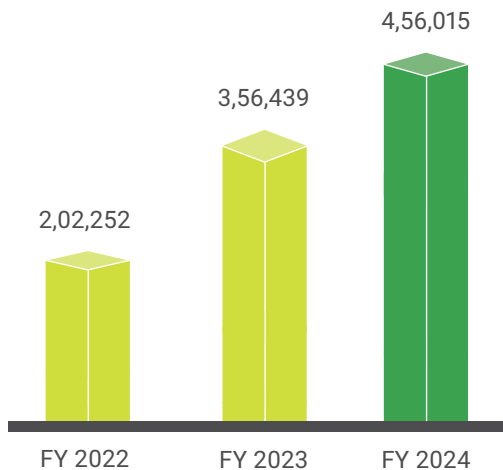
- i. **Profit:** The Net profit of the bank increased by 20% to ₹4,026.30 crore in FY2024 from ₹3,343.57 crore in FY2023.
- ii. **Net Profit Margin:** The Net Profit Margin decreased in FY2024 and stood at 12.61% vis-à-vis 18.09% during FY2023.
- iii. **Total Income & Expenses:** Total income increased by 73% to ₹31,942.09 crore in FY2024 from ₹18,484.82 crore in FY2023 and total expenditure increased by 89% to ₹26,652.06 crore in FY2024 from ₹14,087.34 crore in FY2023.
- iv. **Net Interest Income and Net Interest Margins:** The Net Interest Income in FY2024 improved and stood

at ₹8,428 crore as against ₹5,548 crore during FY2023, growth of 52%. The Net Interest Margin has also improved by 16 bps in FY2024 vis-à-vis FY2023 and stood at 1.84%.

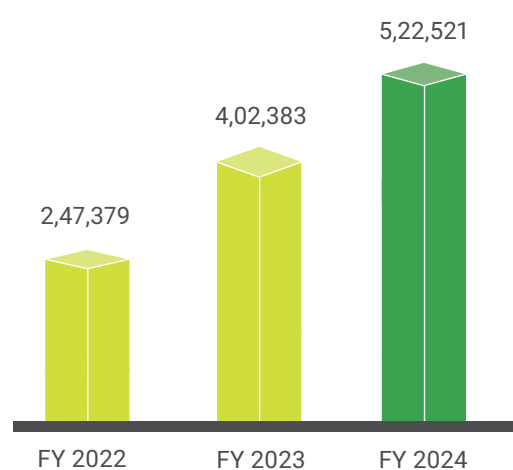
- v. **Operating Expense & Cost to Income Ratio:** Operating expense for FY2024 was ₹1,865.07 crore as against ₹823.54 crore during FY2023, a Y-o-Y increase of 126%.

- vi. **Assets and Loans & Advances:** Total Assets increased by 30% to ₹5,22,520.96 crore in FY2024 from ₹4,02,382.73 crore in FY2023. 87% of the total assets were loans and advances which crossed the landmark of ₹4.50 lakh crore and stood at ₹4,56,015.07 crore, as of March 31, 2024, against ₹3,56,439.07 crore, as of March 31, 2023, an increase of 28% over FY2023.

Loans and Advances (₹ in crore)

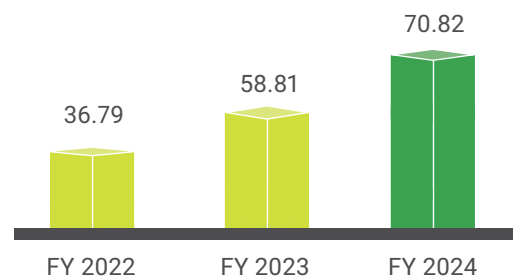


Asset Base (₹ in crore)



- vii. **Deposits:** The deposits increased by 25% to ₹2,06,384.21 crore in FY2024 from ₹1,65,036.16 crore from FY2023.
- viii. **Borrowings:** Borrowings increased by 35% to ₹2,70,545.48 crore.
- ix. **Shareholders' Returns:** The Earnings per Share (EPS) of the Bank stood at ₹70.82 in FY2024 as against ₹58.81 in FY2023. Return on Assets (after tax) decreased to 0.87% from 1.00%. Return on Equity (after tax) increased to 13.67% from 12.91%.

EPS (₹)



- x. **Share Capital:** There was no change in the Share Capital of the Bank during the year under review. As on March 31, 2024, the paid-up share capital was at 56,85,41,169 Equity Shares of ₹10/- each. During the year under review, the Bank has not issued any shares with Differential Voting Rights, nor has it granted any Stock Option or Sweat Equity. None of the Directors of the Bank hold any equity shares in the Bank.
- xi. **Dividend:** The Board of Directors of SIDBI is pleased to recommend a dividend of ₹2 on 56,85,41,169 crore equity shares of the face value of ₹10/- each (i.e. 20%) for FY2024 (₹2 per share for FY2023), for consideration of the shareholders. The dividend distribution would result in a cash outflow of ₹113.71 crore.
- xii. **Asset Quality metrics:** The Gross NPA and Net NPA of the Bank stood at 0.02% and 0.00% as on March 31, 2024.
- xiii. Provision Coverage Ratio (PCR) was 100% at the end of FY2024 same as to 100% at the end of FY2023.

- xiv. Capital Adequacy Ratio was at 15.94% at the end of FY2024 as compared to 19.29% at end of FY2023.

B. Consolidated:

- i. Total income of the Bank increased by 71% to ₹34,231.78 crore in FY2024 from ₹20,001.43 crore from FY2023. The Net profit of the Bank increased by 23% to ₹4,822.34 crore in FY2024 from ₹3,931.47 crore in FY2023.
- ii. Earnings per Share (EPS) of the bank increased to ₹84.82 in FY2024 as compared to ₹69.15 in the previous Financial Year.

C. Progress of Implementation of IND-AS:

As per RBI letter dated May 15, 2019, issued to SIDBI, implementation of Ind-AS for AIFIs has been deferred till further notice. Accordingly, financial statements of the Bank continued to be prepared under IGAAP.

