

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

(All amounts are in Indian Rupees in crore unless otherwise stated)

SCHEDULE -18

1 Capital

1.1 Capital Infusion

During the year ended March 31, 2026, the Bank allotted 77,10,771 equity shares pursuant to the exercise of stock options under the approved Employee Stock Option Plan (ESOP) 2019. Further, the bank has granted 1,80,29,186 fresh stock options to its eligible employees.

During the year ended March 31, 2025, the Bank allotted 35,75,134 equity shares pursuant to the exercise of stock options under the approved Employee Stock Option Plan (ESOP) 2019. Further, the bank has granted 42,75,492 fresh stock options to its eligible employees. Refer note 18(27) for further details.

1.2 Capital Adequacy Ratio

The Capital Adequacy Ratio ("CAR") has been computed as per RBI Circular No.RBI/DOR/2025-26/182 DOR.CAP.REC.101/21-01-002/2025-26 (Reserve Bank of India (Small Finance Banks – Prudential Norms on Capital Adequacy) Directions, 2025) dated November 28, 2025.

As per RBI Circular No.RBI/DOR/2025-26/182 DOR.CAP.REC.101/21-01-002/2025-26 (Reserve Bank of India (Small Finance Banks – Prudential Norms on Capital Adequacy) Directions, 2025) dated November 28, 2025, the Bank has to maintain a Minimum Total Capital of 15% of the Credit Risk Weighted Assets (Credit RWA) on an on-going basis. Out of the Minimum Total Capital, at least 7.5% shall be from Minimum Tier I Capital of which Common Equity Tier I capital shall be 6% and 1.50% from additional Tier I capital and remaining Tier II Capital shall be 7.5%. Further as per the above circular, no separate risk charge has been calculated for Market Risk and Operational Risk for capital ratios.

The capital adequacy ratio of the Bank is set out below:

Particulars	(₹ in Crore)	
	As on March 31, 2026	As on March 31, 2025
i) Common Equity Tier 1 capital (A)	6,252.27	5,610.29
ii) Additional Tier 1 capital (B)	-	-
iii) Tier 1 capital (A+B)	6,252.27	5,610.29
iv) Tier 2 capital	456.35	451.45
v) Total capital (Tier 1+ Tier 2)	6,708.62	6,061.75
vi) Total Risk weighted assets (RWA)	31,738.48	26,240.07
vii) Common Equity Tier I Capital Ratio (as a percentage of Credit RWA)	19.70%	21.38%
viii) Tier I Capital Ratio (as a percentage of Credit RWA)	19.70%	21.38%
ix) Tier II Capital Ratio (as a percentage of Credit RWA)	1.44%	1.72%
x) Total Capital to Risk weighted asset Ratio (CRAR) (as a percentage of Credit RWA)	21.14%	23.10%
xi) Leverage Ratio	10.86%	11.77%
xii) Percentage of shareholding	Nil	Nil
a) Government of India		
b) State Government		
c) Sponsor Bank		
xiii) Amount of paid up equity capital raised during the year	7.71	3.58
xiv) Amount of non-equity Tier -I Capital raised during the year ; of which Perpetual Non Cumulative Preference Shares (PNCPS)	-	-
xv) Amount of Tier II Capital raised during the year; of which Debt Capital Instrument	-	-

1.3 Reserves and Surplus

I. Statutory Reserve

The Bank has made an appropriation net of taxes of ₹ 173.16 (Previous Year: ₹ 181.53) to the statutory reserve for the year ended March 31, 2026 out of profits, to the Statutory Reserve, pursuant to the requirements of Section 17 of the Banking Regulation Act, 1949 and as per Reserve Bank of India (Small Finance Banks - Financial Statements-Presentation and Disclosures) Directions, 2025 dated November 28, 2025.

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II. (i) Capital Reserve

The Bank made an appropriation net of taxes of ₹ 24.30 (Previous Year: ₹ 12.10) from the Profit and Loss Account to the Capital Reserve during the year ended March 31, 2026 on account of profit on sale of HTM.

II. (ii) General Reserve - Investment

The appropriation during the year ended March 31, 2025 includes the ₹ 3.02 (net of taxes) created on transition to the new framework on Classification, valuation and operation of Investment Portfolio of Commercial Banks as per the RBI Master Direction DOR/2023-24/104 DOR.MRG.36/21.04.141/2023-24 dated September 12, 2023.

III. Share Premium

During the year, there was an addition of ₹ 21.19 in the share premium (Previous year- ₹ 10.20).

IV. Special Reserve u/s 36(1)(viii) of Income Tax Act 1961

The Bank has made an appropriation of ₹ 9 (Previous year: ₹ 21) to the special reserve for the year ended March 31, 2026 to avail the benefit u/s 36(1)(viii) of the Income Tax Act, 1961. Further, the Bank has obtained Board approval to transfer ₹ 21.5 lying in the Special Reserve account u/s 36(1)(viii) to the General Reserve/ Balance in Profit and loss account subject to regulatory approvals , as the Bank decided to forego the eligible tax benefit while filing the tax return for FY 2023-24 (₹0.50 crore) and FY 2024-25 (₹ 21 crore). The inter se transfer under the head Reserves and Surplus is not given effect in the financial statements.

V. (i) Investment Reserve Account (IRA)

In accordance with RBI Master Direction DOR/2023-24/104 DOR.MRG.36/21.04.141/2023-24 dated September 12, 2023 on Classification, valuation and operation of Investment Portfolio of Commercial Banks, the Bank has transferred Nil (Previous Year - ₹ 0.34) of IRA to General Reserve, after meeting the minimum regulatory requirement of IFR.

V. (ii) Investment Fluctuation Reserve (IFR)

In accordance with RBI guidelines, Banks are required to create an IFR of at least 2% of their AFS and FVTPL (including HFT) Investment portfolio on a continuing basis. Based on the same, in order to cater the dynamic changes in the Bank's portfolio, the Bank has approved in the ALCO meeting conducted on May 27, 2025 to create IFR buffer to maintain the balance of ₹ 105 crore. Accordingly, during the year ended March 31, 2026, the Bank has made an appropriation of ₹ 26.23 (Previous year- ₹ 7.10) to IFR from the profit and loss account so as to reach to the minimum of 2% of its AFS and HFT (including FVTPL) Investment portfolio.

V. (iii) Availbale For Sale (AFS) Reserve

During the year, the bank has not made any addition to AFS Reserve (Previous Year- 0.12). Also during current year, the bank has reversed the AFS reserve on account of sale of investments under AFS category.

VI. (iv) General Reserve - Employee stock option scheme

The Bank has created a reserve of ₹ 3.11 (Previous Year - Nil) to the extent of expired unexercised options under Employee Stock Option Scheme (ESOP) out of the ESOP outstanding liability in the books.

Drawdown from Reserves

The Bank has not made a drawdown from the share premium during the year ended March 31 2026 and March 31, 2025.

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2 Asset Liability Management (ALM)

a) Maturity Pattern of certain items of Assets and Liabilities

Specified Assets and Liabilities as on March 31, 2026:

Maturity Buckets	Day - 1	2-7 Days	8-14 Days	15-30 Days	31 Days and upto 2 months	Over 2 months and upto 3 months	Over 3 Months and upto 6 months	Over 6 Months and upto 1 year	Over 1 Year and upto 3 years	Over 3 Years and upto 5 years	Over 5 years	Total
Loans & Advances	54.77	394.66	711.20	1,040.04	2,039.19	2,327.47	5,181.57	7,570.92	10,113.32	2,077.60	8,249.81	39,760.55
Investments	1,967.65	1,471.76	111.91	630.30	937.08	460.74	929.17	2,738.80	3,364.08	34.80	77.96	12,724.25
Deposits	114.44	1,144.54	926.86	979.73	1,490.16	1,702.83	7,115.77	11,621.01	20,507.95	52.45	12.59	45,668.33
Borrowings	5.33	1,305.73	-	500.00	-	39.11	78.38	156.76	755.06	342.73	552.91	3,736.01
Foreign Currency Assets	5.60	-	-	94.84	-	-	-	-	-	-	9.48	109.92
Foreign Currency Contingent Assets	-	123.29	-	-	18.97	-	-	583.24	-	-	-	725.49
Foreign Currency Liabilities	1.52	-	-	-	-	-	-	48.30	138.87	-	-	188.68
Foreign Currency Contingent Liabilities	-	128.03	-	94.84	-	-	-	426.76	-	-	-	649.62

Note:

- Classification of assets and liabilities under the different maturity buckets is based on the same estimates and assumptions as used by the Bank for compiling the return submitted to the RBI.
- Maturity profile of foreign currency assets and liabilities are inclusive of off-balance sheet items (contingent assets and contingent liabilities).

Specified Assets and Liabilities as on March 31, 2025

Maturity Buckets	Day - 1	2-7 Days	8-14 Days	15-30 Days	31 Days and upto 2 months	Over 2 months and upto 3 months	Over 3 Months and upto 6 months	Over 6 Months and upto 1 year	Over 1 Year and upto 3 years	Over 3 Years and upto 5 years	Over 5 years	Total
Loans & Advances	25.11	300.40	552.35	782.38	1,511.74	1,588.79	4,952.56	6,712.65	7,630.25	1,493.45	5,840.32	31,390.00
Investments	2,011.94	1,458.85	168.39	282.98	608.97	561.71	1,845.84	2,782.14	1,847.24	140.46	21.47	11,729.99
Deposits	98.03	983.70	812.50	1,356.17	1,251.83	2,100.70	10,317.34	10,050.08	10,467.62	180.55	11.96	37,630.48
Borrowings	-	1,326.49	-	-	-	90.50	61.51	123.00	431.96	556.85	255.05	2,845.36

Note:

- There are no Foreign Currency Assets or Liabilities with the Bank as at March 31, 2025.
- Classification of assets and liabilities under the different maturity buckets is based on the same estimates and assumptions as used by the Bank for compiling the return submitted to the RBI.

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b) Liquidity Coverage Ratio (LCR)

The Bank adheres to RBI guidelines on Liquidity Coverage Ratio given in "Basel III Framework on Liquidity Standards - Liquidity Coverage Ratio (LCR), Liquidity Risk Monitoring Tools and the LCR Disclosure Standards" and "Reserve Bank of India (Small Finance Banks – Asset Liability Management) Directions, 2025, dated Novevember 28, 2025".

(A) Qualitative disclosure around LCR

LCR is the ratio of unencumbered High Quality Liquid Assets (HQLA) to Net Cash Outflows over the next 30 calendar days. LCR measures the Bank's ability to manage and survive under combined idiosyncratic and market-wide liquidity stress condition that would result in accelerated withdrawal of deposits from retail as well wholesale depositors, partial loss of secured funding, increase in collateral requirements, unscheduled draw down of unused credit lines, etc. These stress conditions are captured as a part of the Net Cash Outflows. HQLA of the Bank consist of cash, unencumbered excess SLR, a portion of statutory SLR as allowed under the guidelines and cash balance with RBI in excess of statutory cash reserve requirements.

Liquidity Coverage Ratio (LCR) is aimed at promoting short-term resilience of banks to potential liquidity disruptions by ensuring that they have sufficient High-Quality Liquid Assets (HQLA) to survive an acute stress scenario lasting for 30 days.

At the executive level, Asset Liability Management Committee (ALCO) ensures adherence to the risk tolerance/limits set by the Board as well as implementing the liquidity risk management strategy of the Bank in line with Bank's risk management objectives and risk tolerance. A dedicated desk within Treasury function of the Bank is responsible for the day-to-day / intra-day liquidity management.

The Bank has been maintaining HQLA (Level 1) primarily in the form of Excess CRR, excess SLR investments over and above mandatory requirement. LCR is calculated by dividing a Bank's stock of HQLA by its total net cash outflows over a 30 day period. The present minimum regulatory requirement, as on March 31, 2026 is 100%.

In order to determine cash outflows, the Bank segregates its deposits into various customer segments, viz., Retail (which include deposits from individuals), Small Business Customers(those with deposits upto ₹ 7.5) and Wholesale (which would cover all residual deposits). Other contractual funding, including a portion of other liabilities which are expected to run down in a 30 day time frame are included in the cash outflows. These classifications, based on extant regulatory guidelines, are part of the Bank's LCR framework, and are also submitted to the RBI. The LCR is calculated by dividing a Bank's stock of HQLA by its total net cash outflows over a 30 day stress period.

LCR aims to ensure that the Bank has an adequate stock of unencumbered HQLA to meet its liquidity needs for a 30 calendar day liquidity stress scenario. As mentioned in the "Operating Guidelines for Small Finance Banks", the Bank has to maintain the prescribed level of LCR of 100% effective from January 1, 2021.

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(B) Quantitative disclosure around LCR

Particulars	Quarter ended March 31, 2026		Quarter ended December 31, 2025		Quarter ended September 30, 2025		Quarter ended June 30, 2025	
	Total Unweighted Value (average)*	Total Weighted Value (average)*	Total Unweighted Value (average)*	Total Weighted Value (average)*	Total Unweighted Value (average)*	Total Weighted Value (average)*	Total Unweighted Value (average)*	Total Weighted Value (average)*
High Quality Liquid Assets (HQLA)								
1. Total High Quality Liquid Assets (HQLA)	-	9,798.19	-	9,280.36	-	8,710.87	-	8,619.60
Cash Outflows								
2. Retail deposits and deposits from small business customers, of which:	21,312.93	1,960.74	20,360.98	1,980.45	20,481.30	1,989.74	20,120.07	1,950.94
(i) Stable deposits	3,411.12	170.56	1,112.88	55.64	1,167.65	58.38	1,221.36	61.07
(ii) Less stable deposits	17,901.81	1,790.18	19,248.10	1,924.81	19,313.65	1,931.36	18,898.71	1,889.87
3. Unsecured wholesale funding, of which:	8,590.22	5,853.17	6,683.01	4,223.44	6,270.94	4,082.22	6,547.93	4,501.56
(i) Operational deposits (all counterparties)	-	-	-	-	-	-	-	-
(ii) Non-operational deposits (all counterparties)	1,762.68	172.90	1,662.56	164.67	1,622.78	160.82	1,537.46	152.40
(iii) Unsecured debt	6,827.54	5,680.27	5,020.45	4,058.77	4,648.16	3,921.40	5,010.47	4,349.16
4. Secured wholesale funding	969.93	35.19	1,014.47	29.89	1,458.16	45.23	1,373.54	44.64
5. Additional requirements, of which	2,014.19	376.15	2,106.87	464.95	1,709.67	332.20	1,597.19	293.31
(i) Outflows related to derivative exposures and other collateral requirements	-	-	-	-	-	-	-	-
(ii) Outflows related to loss of funding on debt products	-	-	-	-	-	-	-	-
(iii) Credit and liquidity facilities	2,014.19	376.15	2,106.87	464.95	1,709.67	332.20	1,597.19	293.31
6. Other contractual funding obligations	342.75	342.75	538.99	538.99	632.68	632.68	558.56	558.56
7. Other contingent funding obligations	2.65	0.08	2.56	0.08	2.58	0.08	1.59	0.05
8. Total Cash Outflows	33,232.67	8,568.08	30,706.88	7,237.80	30,555.33	7,082.15	30,198.88	7,349.06
Cash Inflows								
9. Secured lending (e.g. reverse repos)	4.97	-	11.68	-	58.92	-	1.08	-
10. Inflows from fully performing exposures	2,238.18	1,485.54	2,116.61	1,419.80	2,319.88	1,538.15	2,384.59	1,587.84
11. Other cash inflows	50.00	-	50.00	-	50.00	-	50.00	-
12. Total Cash Inflows	2,293.15	1,485.54	2,178.29	1,419.80	2,428.80	1,538.15	2,435.67	1,587.84
13. Total HQLA	-	9,798.19	-	9,280.36	-	8,710.87	-	8,619.60
14. Total Net Cash Outflows	-	7,082.54	-	5,818.00	-	5,544.00	-	5,761.22
15. Liquidity Coverage Ratio (%)		138.34%		159.51%		157.12%		149.61%

*Average weighted and unweighted amounts are calculated taking simple daily average for all quarters.

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Quantitative disclosure around LCR

Particulars	Quarter ended March 31, 2025			Quarter ended December 31, 2024			Quarter ended September 30, 2024			Quarter ended June 30, 2024		
	Unweighted Value (average)*	Weighted Value (average)*	Total	Unweighted Value (average)*	Weighted Value (average)*	Total	Unweighted Value (average)*	Weighted Value (average)*	Total	Unweighted Value (average)*	Weighted Value (average)*	Total
High Quality Liquid Assets												
1. Total High Quality Liquid Assets (HQLA)	-	7,645.66	-	-	7,637.55	-	-	7,684.10	-	-	8,695.10	-
Cash Outflows												
2. Retail deposits and deposits from small business customers, of which:	19,079.07	1,848.20	18,353.34	18,353.34	1,780.60	17,857.67	17,857.67	1,727.80	16,971.35	1,632.48	1,567.83	1,567.83
(i) Stable deposits	1,194.20	59.71	1,094.72	1,094.72	54.74	1,159.29	1,159.29	57.96	1,293.09	64.65	64.65	64.65
(ii) Less stable deposits	17,884.87	1,788.49	17,258.62	17,258.62	1,725.86	16,698.38	16,698.38	1,669.84	15,678.26	1,567.83	1,567.83	1,567.83
3. Unsecured wholesale funding, of which:	6,673.20	4,731.50	6,703.57	6,703.57	4,741.79	7,036.77	7,036.77	5,232.04	6,289.64	4,607.93	4,607.93	4,607.93
(i) Operational deposits (all counterparties)	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Non-operational deposits (all counterparties)	1,421.00	140.86	1,310.24	1,310.24	129.99	1,297.14	1,297.14	128.65	1,195.73	118.42	118.42	118.42
(iii) Unsecured debt	5,252.21	4,590.64	5,393.33	5,393.33	4,611.81	5,739.63	5,739.63	5,103.39	5,093.92	4,489.51	4,489.51	4,489.51
4. Secured wholesale funding	1,761.06	43.74	1,416.08	1,416.08	44.16	1,294.39	1,294.39	44.90	495.16	37.50	37.50	37.50
5. Additional requirements, of which	1,413.75	242.59	1,155.77	1,155.77	196.05	1,079.21	1,079.21	151.99	1,013.03	133.79	133.79	133.79
(i) Outflows related to derivative exposures and other collateral requirements	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Outflows related to loss of funding on debt products	-	-	-	-	-	-	-	-	-	-	-	-
(iii) Credit and liquidity facilities	1,413.75	242.59	1,155.77	1,155.77	196.05	1,079.21	1,079.21	151.99	1,013.03	133.79	133.79	133.79
6. Other contractual funding obligations	414.49	414.49	356.81	356.81	356.81	375.25	375.25	375.25	416.95	416.95	416.95	416.95
7. Other contingent funding obligations	7.06	0.21	23.45	23.45	0.70	30.36	30.36	0.91	30.44	0.91	0.91	0.91
8. Total Cash Outflows	29,348.63	7,280.73	28,009.02	28,009.02	7,120.11	27,673.65	27,673.65	7,532.89	25,216.57	6,829.56	6,829.56	6,829.56
Cash Inflows												
9. Secured lending (e.g. reverse repos)	0.45	-	1.39	1.39	-	6.06	6.06	-	9.23	-	-	-
10. Inflows from fully performing exposures	2,102.02	1,291.42	2,133.96	2,133.96	1,338.52	2,426.64	2,426.64	1,609.74	2,350.86	1,524.26	1,524.26	1,524.26
11. Other cash inflows	50.00	-	50.00	50.00	-	50.00	50.00	-	50.00	-	-	-
12. Total Cash Inflows	2,152.47	1,291.42	2,185.35	2,185.35	1,338.52	2,482.70	2,482.70	1,609.74	2,410.09	1,524.26	1,524.26	1,524.26
13. Total HQLA	-	7,645.66	-	-	7,637.55	-	-	7,684.10	-	-	8,695.10	8,695.10
14. Total Net Cash Outflows	-	5,989.31	-	-	5,781.60	-	-	5,923.16	-	-	5,305.32	5,305.32
15. Liquidity Coverage Ratio (%)	-	127.66%	-	-	132.10%	-	-	129.73%	-	-	163.89%	163.89%

*Average weighted and unweighted amounts are calculated taking simple daily average for all quarters.

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(c) Net Stable Funding Ratio as on March 31, 2026

i) Qualitative Disclosure

Ujjivan Small Finance Bank, as per the Reserve Bank of India (Small Finance Banks – Asset Liability Management) Directions, 2025, dated November 28, 2025, is required to maintain the NSFR on an ongoing basis. The minimum NSFR requirement set out in the RBI guideline is 100%.

NSFR is defined as the amount of available stable funding relative to the amount of required stable funding. "Available Stable Funding" (ASF) is defined as the portion of capital and liabilities expected to be reliable over the time horizon considered by the NSFR, which extends to one year. The amount of stable funding required (Required Stable Funding) (RSF) of a specific institution is a function of the liquidity characteristics and residual maturities of the various assets held by that institution as well as those of its off-balance sheet (OBS) exposures.

Available Stable Funding-

An increase in available stable funding will impact the NSFR positively. The bank shall aim for higher available stable funding, which in the form of deposits, and will increase the long-term funding of the bank. The Bank has been focusing on retail deposits albeit reducing reliance on bulk deposits.

Required Stable Funding-

An increase in required stable funding will impact the NSFR negatively. The required stable funding of the bank is increasing as it is building loan portfolio between unsecured and secured loans across various products.

ii) Quantitative Disclosure

						(₹ in Crore)
	Particulars	Unweighted value by residual maturity				Weighted value
	ASF Item	No maturity	< 6 months	6 months to < 1 year	≥ 1 year	
1	Capital: (2+3)	6,815.68	-	-	300.00	7,115.68
2	Regulatory capital	6,815.68	-	-	-	6,815.68
3	Other capital instruments	-	-	-	300.00	300.00
4	Retail deposits and deposits from small business customers: (5+6)	10,968.09	13,836.09	45.48	60.51	22,732.04
5	Stable deposits	2,222.64	4,474.55	-	-	6,362.33
6	Less stable deposits	8,745.45	9,361.54	45.48	60.51	16,369.72
7	Wholesale funding: (8+9)	-	2,129.01	6,005.63	3,137.46	7,204.78
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	-	2,129.01	6,005.63	3,137.46	7,204.78
10	Other liabilities: (11+12)	2,694.54	11,387.82	89.31	71.59	-
11	NSFR derivative liabilities	-	-	-	-	-
12	All other liabilities and equity not included in the above categories	2,694.54	11,387.82	89.31	71.59	-
13	Total ASF (1+4+7+10)	-	-	-	-	37,052.50
	RSF Item	-	-	-	-	-
14	Total NSFR high-quality liquid assets (HQLA)	-	-	-	-	542.88
15	Deposits held at other financial institutions for operational purposes	-	-	-	-	-
16	Performing loans and securities: (17+18+19+21+23)	-	10,153.96	9,865.08	22,043.01	27,923.32
17	Performing loans to financial institutions secured by Level 1 HQLA	-	-	-	-	-
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	-	2,497.97	436.65	343.52	936.54

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(₹ in Crore)

	Particulars	Unweighted value by residual maturity				Weighted value
	ASF Item	No maturity	< 6 months	6 months to < 1 year	≥ 1 year	
19	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks, and PSEs, of which:	-	7,400.98	9,136.47	11,752.26	18,258.15
20	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	-	252.56	362.45	72.23	354.45
21	Performing residential mortgages, of which:	-	255.02	291.96	9,669.65	8,492.69
22	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	-	-	-	-	-
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	-	-	277.58	235.94
24	Other assets: (sum of rows 25 to 29)	494.79	52.03	0.80	276.96	735.84
25	Physical traded commodities, including gold	-	-	-	-	-
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	-	-	-	49.37	41.97
27	NSFR derivative assets	0.18	-	-	-	0.18
28	NSFR derivative liabilities before deduction of variation margin posted	-	-	-	-	-
29	All other assets not included in the above categories	494.60	52.03	0.80	227.59	693.69
30	Off-balance sheet items	-	1,397.39	393.68	1.55	89.60
31	Total RSF (14+15+16+20+24+30)	-	-	-	-	29,646.09
32	Net Stable Funding Ratio (%)					124.98%

Net Stable Funding Ratio as on March 31, 2025

(₹ in Crore)

	Particulars	Unweighted value by residual maturity				Weighted value
	ASF Item	No maturity	< 6 months	6 months to < 1 year	≥ 1 year	
1	Capital: (2+3)	6,383.41	-	-	-	6,383.41
2	Regulatory capital	6,083.41	-	-	-	6,083.41
3	Other capital instruments	300.00	-	-	-	300.00
4	Retail deposits and deposits from small business customers: (5+6)	9,616.23	12,702.64	61.26	14.17	20,221.83
5	Stable deposits	1,081.27	229.65	-	-	1,245.37
6	Less stable deposits	8,534.96	12,472.99	61.26	14.17	18,976.46
7	Wholesale funding: (8+9)	-	1,010.75	4,727.97	1,437.54	4,306.90
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	-	1,010.75	4,727.97	1,437.54	4,306.90
10	Other liabilities: (11+12)	1,570.52	10,047.10	106.90	10.67	-
11	NSFR derivative liabilities	-	-	-	-	-
12	All other liabilities and equity not included in the above categories	1,570.52	10,047.10	106.90	10.67	-
13	Total ASF (1+4+7+10)	-	-	-	-	30,912.14
	RSF Item	-	-	-	-	-

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

		(₹ in Crore)			
	Particulars	Unweighted value by residual maturity			
	ASF Item	No maturity	< 6 months	6 months to < 1 year	≥ 1 year
14	Total NSFR high-quality liquid assets (HQLA)	-	-	-	-
15	Deposits held at other financial institutions for operational purposes	-	-	-	-
16	Performing loans and securities: (17+18+19+21+23)	-	9,257.13	10,021.02	14,775.78
17	Performing loans to financial institutions secured by Level 1 HQLA	-	-	-	-
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	-	1,766.91	506.98	506.91
19	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks, and PSEs, of which:	-	7,331.11	9,329.24	7,114.57
20	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	-	74.65	134.54	518.88
21	Performing residential mortgages, of which:	-	159.11	184.80	6,689.63
22	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	-	-	-	-
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	-	-	464.67
24	Other assets: (sum of rows 25 to 29)	456.46	24.34	0.87	1,650.29
25	Physical traded commodities, including gold	-	-	-	-
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	-	-	-	1,377.20
27	NSFR derivative assets	-	-	-	-
28	NSFR derivative liabilities before deduction of variation margin posted	-	-	-	-
29	All other assets not included in the above categories	456.46	24.34	0.87	273.09
30	Off-balance sheet items	-	1,147.40	497.38	1.10
31	Total RSF (14+15+16+20+24+30)	-	-	-	-
32	Net Stable Funding Ratio (%)				

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

3. Investments

a) Composition of Investment Portfolio as on March 31, 2026

Particulars	As on March 31, 2026						As on March 31, 2025					
	HTM		AFS		FVTPL		HTM		AFS		FVTPL	
	At Cost	Fair Value	Level 1	Level 2	Level 3	Total	At Cost	Fair Value	Level 1	Level 2	Level 3	Total
I. Investments in India												
(i) Government securities	10,057.02	9,819.91	811.66	-	-	38.36	-	-	1,052.15	1,052.15	-	-
(ii) Other approved securities	-	-	-	-	-	-	-	-	-	-	-	-
(iii) Shares	-	-	-	-	0.00	-	-	-	-	-	0.42	-
(iv) Debentures and Bonds	-	-	-	-	464.82	-	-	-	-	476.56	-	-
(v) Associates and joint ventures	-	-	-	-	-	-	-	-	-	-	-	-
(vi) Others	-	-	-	-	-	-	-	-	-	-	-	-
Total	10,057.02	9,819.91	811.66	-	12.63	1,842.94	7,791.36	7,859.72	1,052.15	2,873.43	13.05	-
Less: Provisions for impairment / NPI	-	-	-	-	-	-	-	-	-	-	-	-
Net	10,057.02	9,819.91	811.66	-	12.63	1,842.94	7,791.36	7,859.72	1,052.15	2,873.43	13.05	-
II. Investments outside India	-	-	-	-	-	-	-	-	-	-	-	-
(i) Government securities (including local authorities)	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Associates and joint ventures	-	-	-	-	-	-	-	-	-	-	-	-
(iii) Other investments	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Less: Provisions for impairment / NPI	-	-	-	-	-	-	-	-	-	-	-	-
Net	-	-	-	-	-	-	-	-	-	-	-	-
Total Investments (I+II)	10,057.02	9,819.91	811.66	-	12.63	1,842.94	7,791.36	7,859.72	1,052.15	2,873.43	13.05	-

b) Fair value hierarchy of investment portfolio measured at fair value on balance sheet

Particulars	As on March 31, 2026						As on March 31, 2025					
	AFS		FVTPL		FVTPL		AFS		FVTPL		FVTPL	
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 1	Level 2	Level 1	Level 2	Level 3	Total
I. Investments in India												
(i) Government securities	811.66	-	-	811.66	38.36	-	1,052.15	-	1,052.15	175.52	-	175.52
(ii) Other approved securities	-	-	-	-	-	-	-	-	-	-	-	-
(iii) Shares	-	-	-	-	-	-	-	-	-	-	0.42	0.42
(iv) Debentures and Bonds	-	-	-	-	464.82	-	-	-	-	476.56	-	476.56
(v) Associates and Joint Ventures	-	-	-	-	-	-	-	-	-	-	-	-
(vi) Others	-	-	-	-	1,339.76	12.63	-	-	-	2,221.35	12.63	2,233.98
Total	811.66	-	-	811.66	1,842.94	12.63	1,052.15	-	1,052.15	2,873.43	12.63	2,886.48
II. Investments outside India	-	-	-	-	-	-	-	-	-	-	-	-
(i) Government securities (including local authorities)	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Associates and Joint Ventures	-	-	-	-	-	-	-	-	-	-	-	-
(iii) Other investments	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Total Investments (I+II)	811.66	-	-	811.66	1,842.94	12.63	1,052.15	-	1,052.15	2,873.43	12.63	2,886.48

As per the Reserve Bank of India (Small Finance Banks – Classification, Valuation and Operation of Investment Portfolio) Directions, 2025 dated November 28, 2025, the bank shall classify its entire investment portfolio (except investments in its own joint ventures and associates) under three categories, viz., Held to Maturity (HTM), Available for Sale (AFS), and Fair Value through Profit and Loss (FVTPL). Provided that the Held for Trading (HFT) shall be a separate investment sub-category within FVTPL. On transition to the framework on April 01, 2024, the Bank has recognised a net gain of ₹ 3.59 (₹ 2.68 - net of tax) as General Reserve in accordance with the said norms. Also in accordance with RBI Master Direction DOR/2023-24/104 DOR.MRG.36/21.04.141/2023-24 dated September 12, 2023 on Classification, valuation and operation of Investment Portfolio of Commercial Banks, the Bank has transferred ₹ 0.34 of IRA to General Reserve for the year ended March 31, 2025, after meeting the minimum regulatory requirement of IFR.

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

c) Net gains / (losses) on Level 3 financial instruments recognised in AFS-Reserve and Profit and Loss Account

(₹ in Crore)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Recognised in AFS-Reserve	-	-
Recognised in Profit and Loss Account	(0.32)	0.32

d) Details of sales made out of HTM

(₹ in Crore)

Particulars	As on March 31, 2026	As on March 31, 2025
A Opening carrying value of securities in HTM	7,791.36	6,182.42
B Carrying value of all HTM securities sold during the year	2,076.08	1,675.06
C Less: Carrying values of securities sold under situations exempted from regulatory limit*	1,705.98	1,381.00
D Carrying value of securities sold (D=B-C)	370.10	294.06
E Securities sold as a percentage of opening carrying value of securities in HTM (E=D÷A)	4.75%	4.76%
F Amount transferred to Capital Reserve in respect of HTM securities which were sold at a gain	24.30	12.10

*In any financial year, the carrying value of investments sold out of HTM shall not exceed five per cent of the opening carrying value of the HTM portfolio. The five per cent threshold referred to above shall exclude sale of securities in the situations given under the Reserve Bank of India (Small Finance Banks – Classification, Valuation and Operation of Investment Portfolio) Directions, 2025

e) Reclassification between categories of investments

The bank has not reclassified the investments between categories In terms of Reserve Bank of India (Small Finance Banks – Classification, Valuation and Operation of Investment Portfolio) Directions, 2025.

f) Movement of provisions for non-performing investment (NPIs) and investment fluctuation reserve - to be mentioned.

(₹ in Crore)

Particulars	As on March 31, 2026	As on March 31, 2025
i) Movement of provisions held towards NPIs	-	-
a) Opening balance	-	-
b) Add: Provisions made during the year	-	-
c) Less: Write off / write back of excess provisions during the year	-	-
d) Closing balance	-	-
ii) Movement of Investment Fluctuation Reserve		
a) Opening balance	78.77	71.67
b) Add: Amount transferred during the year	26.23	7.10
c) Less: Drawdown	-	-
d) Closing balance	105.00	78.77
iii) Closing balance in IFR as a percentage of closing balance of investments in AFS and FVTPL (including HFT) category.	3.92%	2.00%

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

g) Non-SLR investment portfolio

(i) Non-performing non-SLR investments

The Bank does not have any non-performing non-SLR investments.

(ii) Issuer composition of non-SLR investment

Sr. No	Issuer	Amount		Extent of Private Placement		Extent of 'Below Investment Grade' Securities		Extent of 'Unrated' Securities		Extent of 'Unlisted' Securities	
		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
				As on March 31, 2026	As on March 31, 2025	As on March 31, 2026	As on March 31, 2025	As on March 31, 2026	As on March 31, 2025	As on March 31, 2026	As on March 31, 2025
a)	PSUs	-	-	100.08	-	-	-	-	-	-	-
b)	FIs	881.36	-	1,143.42	-	-	-	-	-	-	-
c)	Banks	923.22	-	1,454.40	-	-	-	-	-	-	-
d)	Private Corporates	0.00	-	0.42	-	-	-	0.00	-	0.42	-
e)	Joint Ventures	-	-	-	-	-	-	-	-	-	-
f)	Others	12.63	-	12.63	12.63	-	-	-	-	-	-
g)	Provision held towards NPI	-	-	-	-	-	-	-	-	-	-
Total		1,817.21		2,710.95	12.63	12.63	-	0.00	-	0.42	0.42

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

h) Repo transactions (in face value and market value terms)

(₹ in Crore)

Particulars	Minimum outstanding during the year ended March 31, 2026		Maximum outstanding during the year ended March 31, 2026		Daily average outstanding during the year ended March 31, 2026		Maximum outstanding during the year ended March 31, 2026	
	FV	MV	FV	MV	FV	MV	FV	MV
Securities sold under repo								
i) Government Securities	22.70	24.02	1,269.78	1,250.93	157.90	158.99	1,269.78	1,250.93
ii) Corporate debt securities								
iii) Any other securities								
Security purchased under reverse repo								
i) Government Securities	5.00	5.01	484.05	493.46	17.08	17.64	-	-
ii) Corporate debt securities								
iii) Any other securities								

(₹ in Crore)

Particulars	Minimum outstanding during the year ended March 31, 2025		Maximum outstanding during the year ended March 31, 2025		Daily average outstanding during the year ended March 31, 2025		Maximum outstanding during the year ended March 31, 2025	
	FV	MV	FV	MV	FV	MV	FV	MV
Securities sold under repo								
i) Government Securities	2.00	2.03	1,140.00	1,148.99	328.04	325.50	1,025.00	1,035.84
ii) Corporate debt securities								
iii) Any other securities								
Security purchased under reverse repo								
i) Government Securities	5.00	5.01	200.00	199.02	6.41	6.54	-	-
ii) Corporate debt securities								
iii) Any other securities								

i) Government Security Lending (GSL) transactions (in market value terms)

There are no trades done through GSL product during the current year as well as previous year.

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

4 Asset Quality

a) Classification of advances and provisions held :

As at March 31, 2026

(₹ in Crore)

Particulars	Standard	Non-Performing			Total Non-performing Advances	Total
	Total Standard Advances	Sub-standard	Doubtful	Loss		
Gross Standard Advances and NPAs						
Opening Balance	31,237.58	583.85	101.61	10.42	695.88	31,933.46
Add: Additions during the year					1,061.79	1,061.79
Less: Reductions during the year*					840.96	840.96
Closing balance	39,590.11	738.50	152.99	25.22	916.71	40,506.82
*Reductions in Gross NPAs due to:						
(i) Upgradations					82.25	82.25
(ii) Recoveries (excluding recoveries made from upgraded accounts)					216.46	216.46
(iii) Technical/ Prudential Write-offs (only principal amount)					522.36	522.36
(iv) Write-offs other than those under (iii) above					19.89	19.89
Provisions (excluding Floating Provisions)						
Opening balance of provisions held	162.68	312.95	90.09	10.42	413.46	576.14
Add: Fresh provisions made during the year					841.40	841.40
Less: Excess provision reversed/ Write-off loans					638.58	638.58
Closing balance of provisions held	201.35	467.93	123.80	24.55	616.28	817.63
Net NPAs						
Opening balance		270.91	11.52	-	*152.43	
Add: Additions during the year					826.59	
Less: Reductions during the year					808.58	
Less: Floating provision made/ (reversed) during the year(not considered as part of Tier -II capital) ¹					-	
Closing balance		270.57	29.20	0.67	*170.44	
Floating Provisions						
Opening Balance						180.67
Add: Additional provisions made during the year						-
Less: Amount draw down during the year						-
Closing balance of floating provisions ¹						180.67
Technical write-offs and the recovery made thereon						
Opening balance of technical / prudential write-offs accounts						1,269.38
Add: Technical/Prudential write offs during the year						522.36
Less: Recoveries made from previously technically / prudentially written-off accounts during the year						90.64
Closing balance of technical / prudential write-offs accounts						1,701.10

*1. The Bank carries a floating provision of ₹ 181 as on March 31, 2026 (Previous Year ₹ 181). Of which, ₹ 130 (Previous Year ₹ 130) is used for calculation of net NPA and provision coverage ratio and remaining ₹ 51 is disclosed under other liabilities and provisions. Out of ₹ 51, ₹ 30 is used for calculation of Tier II capital and ₹ 21 is unutilised, which can be utilised in future for calculation of net NPA and provision coverage ratio. The Bank has informed RBI about the same.

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

As at March 31, 2025

(₹ in Crore)

Particulars	Standard	Non-Performing			Total Non-performing Advances	Total
	Total Standard Advances	Sub-standard	Doubtful	Loss		
Gross Standard Advances and NPAs						
Opening Balance	26,806.63	379.94	218.51	14.07	612.52	27,419.15
Add: Additions during the year					1,128.83	1,128.83
Less: Reductions during the year*					1,045.47	1,045.47
Closing balance	31,237.58	583.85	101.61	10.42	695.88	31,933.46
*Reductions in Gross NPAs due to:						
(i) Upgradations					64.54	64.54
(ii) Recoveries (excluding recoveries made from upgraded accounts)					115.50	115.50
(iii) Technical/ Prudential Write-offs (only principal amount)					325.10	325.10
(iv) Write-offs other than those under (iii) above					540.34	540.34
Provisions (excluding Floating Provisions)						
Opening balance of provisions held	140.14	191.89	210.27	14.07	416.23	556.37
Add: Fresh provisions made during the year					475.58	475.58
Less: Excess provision reversed/ Write-off loans ²					478.36	478.36
Closing balance of provisions held	162.68	312.95	90.09	10.42	413.46	576.14
Net NPAs						
Opening balance		188.05	8.24	-	*76.29	
Add: Additions during the year					678.03	
Less: Reductions during the year					591.90	
Less: Floating provision made/ (reversed) during the year(not considered as part of Tier -II capital) ¹					-	
Closing balance		270.91	11.52	0	*152.43	
Floating Provisions						
Opening Balance						250.00
Add: Additional provisions made during the year						-
Less: Amount draw down during the year						69.33
Closing balance of floating provisions ³						180.67
Technical write-offs and the recovery made thereon						
Opening balance of technical / prudential write-offs accounts						1,162.79
Add: Technical/Prudential write offs during the year						325.10
Less: Recoveries made from previously technically / prudentially written-off accounts during the year ⁴						218.51
Closing balance of technical / prudential write-offs accounts						1269.38

¹Includes ₹ 502.49 pertaining to the NPA accounts sold to ARC during the year.

²Includes ₹ 364.97 pertaining to the NPA accounts sold to ARC during the year.

³During the Financial Year, the Bank utilised ₹ 69 out of the ₹ 250 floating provision to write off the additional credit cost on transfer of stressed loan to ARC and the Bank carries a floating provision of ₹ 181 as on March 31, 2025 (Previous Year ₹ 250). Of which, ₹ 130 (Previous Year ₹ 120) is used for calculation of net NPA and provision coverage ratio and remaining ₹ 51 is disclosed under other liabilities and provisions. Out of ₹ 51, ₹ 30 is used for calculation of Tier II capital and ₹ 21 is unutilised, which can be utilised in future for calculation of net NPA and provision coverage ratio. The Bank has informed RBI about the same.

⁴Includes balance of technically / prudentially written-off accounts sold to ARC during the Year ₹132.37.

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

Ratios :

Particulars	As on March 31, 2026	As on March 31, 2025
Gross NPA to Gross Advances	2.26%	2.18%
Net NPA to Net Advances	0.43%	0.49%
Provision Coverage Ratio *	81.41%	78.10%

* includes floating provision of Rs. 130 for current year (previous year- Rs. 130)

b) Sector-wise Advances and Gross NPAs:

As on March 31, 2026

(₹ in Crore)

Particulars	Outstanding Total Advances	Gross NPAs	% of Gross NPAs to Total Advances in that sector
Priority sector:			
Agriculture and allied activities	7,360.01	229.87	3.12%
Advances to industries eligible as priority sector lending	2,345.09	64.19	2.74%
Services	6,415.27	189.37	2.95%
Personal loans	10,322.80	239.47	2.32%
- of which Housing Loans	7,943.28	156.92	1.98%
Sub-Total (A)*	26,443.17	722.90	2.73%
Non-Priority sector:			
Agriculture and Allied activities	-	-	-
Industry	-	-	-
Services	2,999.89	4.41	0.15%
- of which NBFC and Financial Institutional Loans	2,999.89	4.41	0.15%
Personal loans	11,063.76	189.40	1.71%
- of which Housing Loans	6,532.41	60.05	0.92%
Sub-Total (B)	14,063.65	193.81	1.38%
Total (A) + (B)	40,506.82	916.71	2.26%

* The above mentioned Priority Sector includes PSLC sold amounting to Rs. 2,002

As on March 31, 2025

(₹ in Crore)

Particulars	Outstanding Total Advances	Gross NPAs	% of Gross NPAs to Total Advances in that sector
Priority sector:			
Agriculture and allied activities	6,312.20	176.40	2.79%
Advances to industries eligible as priority sector lending	1,308.23	48.44	3.70%
Services	4,282.31	119.11	2.78%
Personal loans	10,092.73	210.94	2.09%
- of which Housing Loans	6,248.06	92.05	1.47%
Sub-Total (A)*	21,995.47	554.89	2.52%
Non-Priority sector:			
Agriculture and Allied activities	-	-	-
Industry	-	-	-
Services	2,787.50	4.41	0.16%
- of which NBFC Loans	2,787.50	4.41	0.16%
Personal loans	7,150.49	136.58	1.91%
- of which Housing Loans	4,245.69	39.53	0.93%
Sub-Total (B)	9,937.99	140.99	1.42%
Total (A) + (B)	31,933.46	695.88	2.18%

* The above mentioned Priority Sector includes PSLC sold amounting to Rs. 3,300

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

c) Particulars of resolution plan and restructuring

There were no accounts that have been restructured under prudential framework on resolution of stressed assets as per the circular no. RBI/2018-19/203 DBR.No.BP.BC.45/21.04.048/2018-19 dated June 07, 2019 during the year ended March 31, 2026 (Previous year: Nil).

d) Divergence in Asset Classification and Provisioning for NPAs

Reserve Bank of India (Small Finance Banks - Financial Statements-Presentation and Disclosures) Directions, 2025 dated November 28, 2025 has directed that the banks shall make suitable disclosures, if either or both of the following conditions are satisfied:

- the additional provisioning for NPAs assessed by RBI exceeds 5 per cent of the reported profit before provisions and contingencies for the reference period, and
- the additional Gross NPAs identified by RBI exceed 5 per cent of the published incremental Gross NPAs for the reference period.

As part of Supervisory process through the mode of Annual Financial Inspection and consequent RBI Inspection and Risk Assessment Report (Position as on March 2025), there is no financial divergence reported (based on the defined threshold as per Reserve Bank of India (Small Finance Banks - Financial Statements: Presentation and Disclosures) Directions, 2025.

e) Transfer of loan exposure

i) Disclosure of transfer of loan not in default

The bank has not transferred any loans under securitisation during the year. The details of loans transferred during the previous years as given under;

Disclosure of transfer of loan exposures as on March 31, 2026

	(₹ in Crore)	
	Securitisation	DA
No. of accounts	1,793	740
Total amount of loans transferred	99.80	53.69
Weighted average residual maturity (in years)	7.03	7.75
Weighted average holding period (in years)	12.87	13.06
Retention of beneficial economic interest	NA	10%
Tangible security coverage	NA	NA

Disclosure of transfer of loan exposures as on March 31, 2025

	(₹ in Crore)	
	Securitisation	DA
No. of accounts	2,090	867
Total amount of loans transferred	127.52	67.67
Weighted average residual maturity (in years)	8.40	9.27
Weighted average holding period (in years)	13.25	13.61
Retention of beneficial economic interest	NA	10%
Tangible security coverage	NA	NA

ii) Disclosure of transfer of stressed asset

The Bank has not transferred any stressed loan during the year ended March 31, 2026

Disclosure of transfer of loan exposures as on March 31, 2025

	(₹ in Crore)	
Particulars	PARAS	ARCIL
Number of Accounts	1,02,476	1,19,478
Aggregate principal outstanding of loans transferred (on the date of transfer)*	270.35	364.51

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

(₹ in Crore)

Particulars	PARAS	ARCIL
Weighted average residual tenor of the loans transferred (years)	0.15	0.50
Net book value of the loans transferred (at the time of transfer)	38.90	98.62
Aggregate consideration	40.56	34.26
Additional consideration realised in respect of accounts transferred in earlier years	NA	NA

* including advances which had been technically written off and fully provided thereof

Pursuant to the sale, the shortfall between the aggregate consideration and the net book value of the NPA loans transferred, amounting to ₹ 69.33 has been debited to the profit and loss account. Pursuant to the RBI Master Direction on Transfer of Loan Exposures dated 24 September 2021, the Bank has utilised an equivalent amount of shortfall from the floating provision during the previous year (Refer- Schedule 18(4)(a)). Cash consideration received pursuant to the transfer of technically written off loans amounting to ₹ 6.63 has been recognised under other income.

The Bank has received Security Receipts (SRs) as part of the consideration for transfer of stressed loans to other entities. Investments in SR's as at March 31, 2025 amounting to ₹ 37.30 are valued at Nil/fully provided for in the books of account on a prudent basis and the same has been debited to other income in the profit and loss account. During current year, the aforesaid provision was written back on account of redemption of SR amounting to ₹ 30.07 and the balance as on March 31, 2026 remains at ₹ 7.23.

Distribution of the SRs across the various categories of Recovery Ratings assigned to such SRs by the credit rating agencies

(₹ in Crore)

Ratings	Rating agency	Recovery Rating	Gross Value of Outstanding SRs*
IND RR1	India Ratings & Research	More than 100% and up to 150%	7.23
Total			7.23

* The SRs has been fully provided for in the books.

f) Non-Fund (NFB) Credit Facilities: A bank shall disclose the details of NFB credit facilities in the format given below

(₹ in Crore)

	As at 31 st March 2026		As at 31 st March 2025	
	Secured* Portion	Unsecured Portion	Secured* Portion	Unsecured Portion
I. Outstanding Guarantees				
i) In India	1.55	-	1.10	-
ii) Outside India	-	-	-	-
II. Acceptances, Endorsements and other Obligations	Nil	Nil	Nil	Nil
III. Other NFB Credit facilities	Nil	Nil	Nil	Nil

* Secured portion is as defined under the Reserve Bank of India (Small Finance Banks – Credit Facilities) Directions, 2025

g) Fraud Accounts

Provision pertaining to fraud accounts reported during the year :

(₹ in Crore)

Particulars	As on March 31, 2026	As on March 31, 2025
Number of frauds reported - Borrowal & Non borrowal accounts *	169	315
Amount involved in fraud (net of recovery)	2.15	3.22
Amount of provision made for such frauds **	2.15	3.22
Amount of Unamortised provision debited from 'other reserves' as at the end of the year	-	-

*Digital payment related frauds are not included in the above disclosure.

** The provision amount is net of recovery and write-offs as at the end of the year.

NOTES TO FINANCIAL STATEMENTS

For the year ended March 31, 2026

SCHEDULE -18

h) Disclosure related to project finance :

The bank does not have anything to disclose on project finance for the year ended March 31, 2026 (Previous year- Nil)

i) Details of resolution plan implemented under the Resolution Framework for COVID-19-related Stress as per RBI circulars dated August 06, 2020 (Resolution Framework 1.0) and May 05, 2021 (Resolution Framework 2.0) is given below:

(₹ in Crore)

Type of borrower	(A) Exposure to accounts classified as Standard consequent to implementation of resolution plan- Position as at the end of the previous half-year i.e., September 30, 2025 (A)	(B) Of (A), aggregate debt that slipped into NPA during the half-year ended March 31, 2026	(C) Of (A) amount written off during the half-year ended March 31, 2026	(D) Of (A) amount paid by the borrowers during the half-year ended March 31-2026	(E) Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year i.e., March 31, 2026
Personal Loans	12.67	0.16	0.01	1.64	11.02
Corporate persons*	-	-	-	-	-
Of which, MSMEs	-	-	-	-	-
Others	5.92	0.23	0.16	0.92	4.83
Total	18.59	0.39	0.17	2.56	15.85

* As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

j) Details of Single Borrower Limit (SBL) / Group Borrower Limit (GBL) exceeded by the Bank:

During the current and previous year there are no instances of SBL/GBL limit exceeding the sanctioned limit or outstanding whichever is higher.

k) Provisions on Standard Assets:

Bank has followed the prudential norms on income recognition, asset classification and provisions. The excess provisions over and above the same is as per the Board approved policy.

The provision on standard assets is included in 'Other Liabilities and Provisions – (iv) Standard asset-General provisions' in Schedule 5, and is not netted off from Advances.

There is no provision written back in respect of standard assets during the current year and previous year.

(₹ in Crore)

Particulars	As on March 31, 2026	As on March 31, 2025
Provisions towards Standard Assets	201.35	162.68

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

5 Exposure

a) Exposure to Real Estate Sector:

(₹ in Crore)		
Particulars	As on March 31, 2026	As on March 31, 2025
A) Direct Exposure		-
i) Residential Mortgages	13,711.13	9,353.66
(of which housing loans eligible for Inclusion in priority sector Advances)	3,586.93	3,243.19
ii) Commercial Real Estate	122.23	117.96
iii) Investments in Mortgage Backed Securities (MBS) and other securitized exposures:	-	-
- Residential	-	-
- Commercial Real Estate	-	-
Total (A)	13,833.36	9,471.62
B) Indirect Exposure		-
Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	508.49	253.81
Total (B)	508.49	253.81
Total Real Estate Exposure (A+B)	14,341.85	9,725.43

b) Exposure to Capital Market:

(₹ in Crore)		
Particulars	As on March 31, 2026	As on March 31, 2025
1 Direct investment in equity shares, convertible bonds, convertible debentures and units of equity oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	0.00	0.10
2 Advances against shares / bonds / debentures or other securities or on clean basis to individuals for Investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;	-	-
3 Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	-	-
4 Advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds does not fully cover the Advances;	-	-
5 Secured and Unsecured Advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	-	-
6 Loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	-	-
7 Bridge loans to companies against expected equity flows / issues;	-	-
8 Underwriting commitments taken up by the banks in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds;	-	-
9 Financing to stockbrokers for margin trading;	-	-
10 All exposures to Venture Capital Funds (both registered and unregistered);	-	-
Total Exposure to Capital Market	0.00	0.10

Note: During the year, Bank has not converted any debt to equity as a part of strategic debt restructuring which is exempt from Capital Market Exposure limit.

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

c) Risk category-wise country exposure

(in crore)

Risk Category	Exposure (net) as at March 31, 2026	Provision held as at March 31, 2026	Exposure (net) as at March 31, 2025	Provision held as at March 31, 2025
Insignificant	5.51	-	-	-
Low	-	-	-	-
Moderately Low	-	-	-	-
Moderate	-	-	-	-
Moderately High	-	-	-	-
High	-	-	-	-
Very High	-	-	-	-

d) Unsecured advances

(₹ in Crore)

Particulars	As on March 31, 2026	As on March 31, 2025
Total unsecured advances of the bank	19,816.42	18,012.92
Out of the above, amount of advances for which intangible securities such as charge over the rights, licenses, authority, etc. have been taken	Nil	Nil
Estimated value of such intangible securities	NA	NA
	-	-

e) Details of factoring exposure

The Bank does not have any factoring exposure as at March 31, 2026 and as at March 31, 2025.

f) Intra-Group Exposure

The Bank does not have any Intra Group Exposure during the year ended March 31, 2026 and March 31, 2025.

g) Unhedged foreign currency exposure

The Bank does not have any unhedged foreign currency exposure as at March 31, 2026 and as at March 31, 2025.

h) Loans against gold and silver collateral

(i) Details of loans extended against eligible gold and silver collateral

(₹ in Crore)

Particulars	Loan outstanding		Average ticket size (₹ crore)	Average LTV ratio	Gross NPA (%)
	Amount	As % of Total Loans			
1. Opening balance of the FY [(a)+(b)]	-	-	-	-	-
(a) Consumption loans of which bullet repayment loans	-	-	-	-	-
(b) Income generating loans	-	-	-	-	-
2. New loans sanctioned and disbursed during the FY [(c)+(d)]	17.55	0.04%	0.02	75.58%	NA
(c) Consumption loans	4.82	0.01%	0.01	71.51%	NA
of which bullet repayment loans	2.42	0.01%	0.01	68.09%	NA
(d) Income generating loans	12.72	0.03%	0.02	78.26%	NA
3. Renewals sanctioned and disbursed during the FY	0.01	0.00%	0.01	80.72%	NA
4. Top-up loans sanctioned and disbursed during the FY	-	0.00%	-	-	NA
4. Loans repaid during the FY [(e)+(f)]	0.01	0.00%	0.01	NA	NA
(e) Consumption loans	-	-	-	NA	NA
of which bullet repayment loans	-	-	-	NA	NA

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

(₹ in Crore)

Particulars	Loan outstanding		Average ticket size (₹ crore)	Average LTV ratio	Gross NPA (%)
	Amount	As % of Total Loans			
(f) Income generating loans	0.01	0.00%	0.01	NA	NA
5. Non-Performing Loans recovered during the FY [(g) + (h)]	-	-	-	NA	NA
(g) Consumption loans	-	-	-	NA	NA
of which bullet repayment loans	-	-	-	NA	NA
(h) Income generating loans	-	-	-	NA	NA
6. Loans written off during the FY [(i) + (j)]	-	-	-	NA	NA
(i) Consumption loans	-	-	-	NA	NA
of which bullet repayment loans	-	-	-	NA	NA
(j) Income generating loans	-	-	-	NA	NA
7. Closing balance at the end of FY [(k) + (l)]	17.53	0.04%	0.02	75.57%	-
(k) Consumption loans	4.82	0.01%	0.01	71.51%	-
of which bullet repayment loans	2.42	0.01%	0.01	68.09%	-
(l) Income generating loans	12.71	0.03%	0.02	78.25%	-

- (i) The Bank has commenced categorisation of Gold loans in accordance with the Reserve Bank of India (Small Finance Banks – Credit Facilities) Directions, 2025 dated November 28, 2025 with effect from March 24, 2026. The above disclosures relate to the loans disbursed from March 24, 2026 to March 31, 2026.
- (ii) Average LTV ratio is calculated as ratio of sum of LTVs of loans at the time of sanction to total number of such loans.
- (iii) The Bank has not advanced any loan against silver collateral.

(b) Details of gold and silver collateral and auctions

Particulars	FY 25-26
(a) Unclaimed gold or silver collateral at the end of the financial year (in grams)	NILL
(b) Number of loan accounts in which auctions were conducted	8.00
(c) Total outstanding in loan accounts mentioned in (b)	0.03
(d) Gold or silver collateral acquired during the FY due to default of loans (in grams)	67.91
(e) Gold or silver collateral auctioned during the FY (in grams)	67.91
(f) Recovery made through auctions during the FY (in ₹ crore)	0.06
(g) Recovery percentage:	
(h) -as % of value of gold or silver collateral	101%
(i) -as % of outstanding loan	192%

- (i) Weight and value of collateral is calculated in accordance with the Reserve Bank of India (Small Finance Banks – Credit Facilities) Directions, 2025 (as amended from time to time).
- (ii) Unclaimed gold or silver collateral means as defined under the Reserve Bank of India (Small Finance Banks – Credit Facilities) Directions, 2025 (as amended from time to time).
- (iii) The Bank has not advanced any loan against silver collateral.

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

6 Concentration of Deposits, Advances, Exposures & NPAs

a) Concentration of Deposits

Particulars	(₹ in Crore)	
	As on March 31, 2026	As on March 31, 2025
Total Deposits of the twenty largest depositors	8,062.93	6,456.00
Percentage of Deposits of twenty largest depositors to Total Deposits of the Bank	17.66%	17.16%

b) Concentration of Advances*

Particulars	(₹ in Crore)	
	As on March 31, 2026	As on March 31, 2025
Total Advances to the twenty largest borrowers	2,157.77	3,016.00
Percentage of Advances of twenty largest borrowers to Total Advances of the Bank	5.11%	6.14%

*Advances are computed as per the definition of Credit Exposure including derivatives as prescribed in Master Circular on Exposure Norms DBR. No. Dir.BC.12/13.03.00/2015-16 dated July 1, 2015. Total advances is the aggregate advances of the bank before subtracting provisions for NPA and Floating provision.

c) Concentration of Exposures*

Particulars	(₹ in Crore)	
	As on March 31, 2026	As on March 31, 2025
Total Exposure to the twenty largest borrowers/ customers	2,708.88	3,593.50
Percentage of Exposures of twenty largest borrowers/customers to Total Exposure of the Bank on borrowers/customers	6.15%	10.37%

*Exposures are computed based on Credit and Investment Exposure as prescribed in the Master Circular on Exposure Norms DBR.No.Dir. BC.12/13.03.00/2015-16 dated July 1, 2015.

d) Concentration of NPAs

Particulars	(₹ in Crore)	
	As on March 31, 2026	As on March 31, 2025
Total Exposure to the top twenty NPA accounts	29.29	26.90
Percentage of Exposures to the twenty largest NPA exposure to total Gross NPAs	3.20%	3.87%

*Exposures are computed based on Credit and Investment Exposure as prescribed in the Master Circular on Exposure Norms DBR.No.Dir. BC.12/13.03.00/2015-16 dated July 1, 2015.

7 Derivatives

a) Derivatives/ Exchange Traded Interest Derivatives/Forward rate agreement/Interest rate swap/ Risk Exposure In Derivatives

The Bank has not entered into any derivative instruments for trading such as Overnight Index Swap (OIS), Interest Rate Swap (IRS) and Cross Currency Swap (CCS) or Forward Rate Agreement (FRA) in Foreign Exchange or domestic treasury operations during FY 2025-26.

b) Credit default Swaps

The Bank has not entered into any credit default swap transactions during the current and previous year.

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

8 Disclosures relating to securitisation

The details of Securitization deals outstanding is as below.

		(₹ in Crore)	
Particulars		As on March 31, 2026	As on March 31, 2025
1	No. of SPEs holding assets for securitization transactions originated by the originator (only SPV relating to outstanding securitisation exposure to be reported here)	2	2
2	Total amount of securitized assets as per books of the SPEs as on the date of Balance sheet	99.88	127.63
3	Total amount of exposures retained by the Bank to comply with MRR as on the date of balance sheet	-	-
a)	Off balance sheet exposures	-	-
	First loss	-	-
	Others	-	-
b)	On-balance sheet exposures	-	-
	First loss (Fixed Deposit)	12.63	12.63
	Others(Investments in Equity Tranche)	12.63	12.63
4	Amount of exposures to securitization transactions other than MRR		
a)	Off balance sheet exposures		
i)	Exposure to own securitizations		
	First loss		
	Loss		
ii)	Exposure to third party securitizations		
	First loss		
	Others		
b)	On balance sheet exposures	-	-
i)	Exposure to own securitizations	-	-
	First loss	7.58	7.58
	Others	-	-
ii)	Exposure to third party securitizations	-	-
	First loss	-	-
	Others	-	-
5	Sale Consideration received for the securitised assets and gain/loss on sale on account of securitisation	245.01	245.01
6	Form and quantum (outstanding value) of services provided by way of credit enhancement, liquidity support, post-securitisation asset servicing, etc	-	-
	Services Provided	Form of Facility	
	Liquidity support	Fixed Deposits	12.63
	Over Collateralization	Over Collateralization	7.58
	Post-securitisation asset servicing	Servicing Agent	99.88
7	Performance of facility provided. Please provide separately for each facility viz. Credit enhancement, liquidity support, servicing agent etc. Mention percent in bracket as of total value of facility provided.	-	-
	As a Liquidity Support	-	-
a)	Amount paid		
		Amount	12.63
		Percentage	12.64%
b)	Repayment received (Inclusive of Principle and interest)		
c)	Outstanding amount	Amount	12.63
		Percentage	12.64%
	As a Credit Enhancement		
a)	Amount paid	Amount	7.58
		Percentage	7.59%
b)	Repayment received (Inclusive of Principle and interest)	-	-
c)	Outstanding amount	Amount	7.58
		Percentage	7.59%

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for the year ended March 31, 2026

SCHEDULE -18

		(₹ in Crore)	
Particulars		As on March 31, 2026	As on March 31, 2025
8	Average default rate of portfolios observed in the past. Please provide breakup separately for each asset class i.e., Housing Loans.	3.68%	3.16%
9	Amount and number of additional/top up loan given on same underlying asset. Please provide breakup separately for each asset class i.e. Housing Loans.		
	For Housing Loans-		
	Amount of top up loans	2.44	3.21
	No.of loans	22	52
10	Investor complaints	NIL	NIL
	(a) Directly/Indirectly received and;		
	(b) Complaints outstanding		

9 Off balance sheet SPVs sponsored (which are required to be consolidated as per accounting norms)

Name of SPV sponsored

Ponce 03 2022

Meyer 03 2022

Asset Reconstruction Company (India) Ltd.

10 Disclosure relating to Depositor Education and Awareness Fund (DEA Fund):

The details of amount transferred to Depositor Education and Awareness Fund during the current and previous year.

		(₹ in Crore)	
Particulars		For the year ended March 31, 2026	For the year ended March 31, 2025
Opening balance of amounts transferred to DEA Fund		1.32	1.31
Add: Amounts transferred to DEA Fund during the year		0.02	0.01
Less: Amounts reimbursed by DEA Fund towards claims		-	-
Closing balance of amounts transferred to DEA Fund		1.34	1.32

As per RBI circular DBR. No. DEA Fund Cell. BC. 67/30.01.002/2014-15 dated February 02, 2015, the details of unclaimed Security Deposits has been displayed on our website with respect to amount transferred to DEAF.

The closing balance of the amount transferred to DEA Fund, as disclosed above, are also included under 'Schedule 12 - Contingent Liabilities-Other items for which the bank is contingently liable'.

11 Disclosure of complaints

a) Summary information on complaints received by the bank from customers and from the Offices of Ombudsman (OBOs)

Particulars	Current Year	Previous Year
Customer complaints received by the bank from its customers	FY 2025 - 2026	FY 2024 - 2025
1 Number of complaints pending at beginning of the year	174	303
2 Number of complaints received during the year	12,554	15,553
3 Number of complaints disposed during the year	12,439	15,682
3.1 Of which, number of complaints rejected by the bank	2,517	1,601
4 Number of complaints pending at the end of the year	289	174
Maintainable complaints received by the bank from Office of Ombudsman		
5 Number of maintainable complaints received by the bank from Office of Ombudsman	362	222
5.1 Of 5, number of complaints resolved in favour of the bank by Office of Ombudsman	213	101
5.2 Of 5, number of complaints resolved through conciliation / mediation /advisories issued by Office of Ombudsman	149	121

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

Particulars	Current Year	Previous Year
Customer complaints received by the bank from its customers	FY 2025 - 2026	FY 2024 - 2025
5.3 Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the bank	-	-
6 Number of Awards unimplemented within the stipulated time (other than those appealed)	-	-

Note: Maintainable complaints refer to complaints on the grounds specifically mentioned in Integrated Ombudsman Scheme, 2021 (Previously Banking Ombudsman Scheme, 2006) and covered within the ambit of the scheme.

b) Top five grounds of complaints received by the bank from customers:

For the year ended March 31, 2026

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
(1)	(2)	(3)	(4)	(5)	(6)
ATM/Debit Cards	74	5,186	-20%	99	15
Internet/Mobile/ Electronic Banking	7	618	-73%	22	6
Account opening/ difficulty in operation of accounts	4	1,286	-33%	4	-
Others*	67	3,646	20%	123	7
Loans and advances	10	733	2%	23	-
Miscellaneous Items**	12	1,085	1%	18	-
Total	174	12,554	-19%	289	28

For the year ended March 31, 2025

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
(1)	(2)	(3)	(4)	(5)	(6)
ATM/Debit Cards	108	6,499	-29%	74	16
Internet/Mobile/ Electronic Banking	86	2,287	-33%	7	-
Account opening/ difficulty in operation of accounts	2	1,932	-5%	4	-
Others*	62	3,040	-3%	67	-
Loans and advances	8	718	28%	10	-
Miscellaneous Items**	37	1,077	-13%	12	-
Total	303	15,553		174	16

*Others Include complaints related to Deposit such as 'Delay in Closure of FD, FD Interest clarification, TDS Clarification,' etc

** Miscellaneous items include following category of complaint It includes levy of charges without prior notice/excessive charges/foreclosure charges, Mis-selling/ Para-banking, Staff behavior, Non-observance of Fair Practices Code, Cheques/drafts/bills, Exchange of coins and issuance/ acceptance of small denomination notes and coins.

NOTES TO FINANCIAL STATEMENTS

For the year ended March 31, 2026

SCHEDULE -18

12 Disclosure of penalties imposed by RBI

Year ended March 31, 2026

During the FY 2025-26, RBI has not levied any penalty under the provisions of the (i) Banking Regulations Act 1949, (ii) Payment and Settlement Act, 2007 and (iii) Government Securities Act, 2006 (for bouncing of SGL) as per the Reserve Bank of India (Small Finance Banks - Financial Statements: Presentation and Disclosures) Directions, 2025, dated November 28, 2025.

Year ended March 31, 2025

During the FY 2024-25, RBI vide an order dated February 14, 2025 imposed a monetary penalty of ₹ 0.07 on the Bank for non-compliance with certain directions issued by RBI on 'Loans and Advances Statutory and Other Restrictions'. This penalty was imposed in exercise of powers conferred on RBI under the provisions of Section 47A(1)(c) read with Section 46(4)(i) of the Banking Regulation Act, 1949. There was no other regulatory/operational penalty levied by RBI under the provisions of the (i) Banking Regulations Act 1949, (ii) Payment and Settlement Act, 2007 and (iii) Government Securities Act, 2006 (for bouncing of SGL) as per the Master Direction on Financial Statements - Presentation and Disclosures dated November 28, 2025.

13 Disclosures On Remuneration:

13.1 Qualitative Disclosures

(A) Information relating to the composition and mandate of the Remuneration Committee.

Bank has constituted a Nomination and Remuneration Committee (NRC). The NRC comprises of five members where four are Independent Directors and one Non-Executive, Non-Independent Director. Mandate of the Nomination and Remuneration Committee is to oversee the framing, review and implementation of the Bank's Compensation Policy and Nomination & Remuneration Policy for Whole Time Director/Chief Executive Officer/ Material Risk Takers and Control Function staff for ensuring effective alignment between remuneration and risks. The Committee also ensures that level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance is clear and meets appropriate performance benchmarks. The Nomination and Remuneration Committee reviews Compensation policy and Nomination & Remuneration Policy of the Bank with a view to attract, retain and motivate employees.

(B) Information relating to the design and structure of remuneration processes and the key features and objectives of Compensation Policy and Nomination & Remuneration Policy

The Compensation Policy and Nomination & Remuneration Policy has been laid out keeping the following perspectives into considerations:

- (a) Our Compensation principles should support us in achieving our mission of providing a full range of financial services to the economically active poor of India who are not adequately served (unserved and underserved) by financial institutions. Therein, this policy should support us to attract and retain talent and skills required to further the organizations purpose and ideology.
- (b) The pay structure and amounts confirms and shall always conform to applicable Income Tax and other similar statutes.
- (c) All practices of the Bank shall comply with applicable labour laws.
- (d) The pay structure should be standardized for a level of employees.
- (e) Elements eligible for tax exemption may be introduced at appropriate levels to enable employees take applicable tax breaks. Amounts related to certain benefits may undergo change due to change in grade/ roles/ function/ state/ region in the organization.
- (f) The compensation structure shall be easy to understand for all levels of employees.
- (g) The compensation policy is designed to promote meritocracy in the organization i.e. other things being equal, performers in a given role are expected to earn more than his/her peer group.
- (h) The directors are paid sitting fees as approved by the Board for attending the Board and Board Committee Meetings.

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for the year ended March 31, 2026

SCHEDULE -18

(C) Description of the ways in which current and future risks are taken into account in the remuneration processes. It should include the nature and type of the key measures used to take account of these risks.

- (a) Structurally, the Control functions such as Credit, Risk and Vigilance are independent of the business functions and each other, thereby ensuring independent oversight from various aspects on the business functions.
- (b) The Bank is in the process of comprehensively measuring and reviewing material risks to which Bank is exposed to under IGAAP. The Bank also complies with Basel II requirements.

(D) Description of the ways in which the bank seeks to link performance during a performance measurement period with levels of remuneration.

- (a) The compensation policy is designed to promote meritocracy in the organization i.e. other things being equal, performers in a given role are expected to earn more than his/her peer group.
- (b) The Bank shall, from time to time, benchmark its compensation against identified market participants to define its pay structure and pay levels.
- (c) The merit increments will be finalized and approved by the NHRC year on year, basis organization's budgets and accomplishments as well as market reality.
- (d) The Bank believes in paying its employees in an equitable and fair manner basis the incumbent's Role, Personal Profile (Education/Experience etc.) as well as Performance on the Job.
- (e) Employees rated "Below Expectations" shall not be provided any increments, unless statutorily required.

(E) A discussion of the bank's policy on deferral and vesting of variable remuneration and a discussion of the bank's policy and criteria for adjusting deferred remuneration before vesting and after vesting.

The performance bonus pay-out shall be Annual. Discretion is typically applied related to staggered pay-out in case large pay-outs, particularly for functions like Credit and Risk. Bonus is to be prorated for employees who have worked for part of the year at the Bank.

The Bank believes in the philosophy of collective ownership by its employees. Thus, Employee Stock Options of the eUFSL are distributed amongst employees basis their criticality and performance.

Typically, all Stock option schemes at the Bank vest in a staggered manner. Besides the statutory requirement of grant and 1 year vesting, the total set of options vest in various tranches for up to a period of 3 years.

Malus/ Clawback: In the event of negative contributions of the individual towards the achievements of the Banks objectives in any year, the deferred compensation should be subjected to Malus/Clawback arrangements. Similar provisions shall apply in case the individual is found guilty of any major non-compliance or misconduct issues.

(F) Description of the different forms of variable remuneration (i.e. cash, shares, ESOPs and other forms) that the Bank utilizes and the rationale for using these different forms.

Variable Compensation at the Bank has the following distinct forms:

- 1. Statutory Bonus
- 2. Performance Pay:
 - a. Performance Bonus
 - b. Monthly Variable Pay
- 3. Rewards & Recognition

The policy has been laid out keeping the following perspectives into considerations:

The Variable pay structure and amounts shall always conform to applicable Income Tax statutes, Labour Laws, Regulatory Requirements, any other applicable statutes and prevalent market practice.

It is designed to promote meritocracy in the organization i.e. other things being equal, performers in a given role are expected to earn more than his/her peer group.

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

Statutory Bonus: Statutory Bonus in India is paid as per Payment of Bonus Act, 1965.

Performance Bonus: All employees who are not a part of any Monthly Variable Pay but part of the year end performance review will be covered under the Performance Bonus Plan of the Bank. However, the actual pay-out of performance bonus shall be paid only to employees who have met our performance criteria.

Sales Awards: Employees in the Sales function, directly responsible for revenue generation shall be covered under the Sales Award Scheme if meeting the criteria of the respective scheme. Typically some of the entry level roles and up to two levels of supervision thereof shall be covered by sales awards.

Rewards & Recognition: The Bank shall design schemes and practices from time to time to celebrate employees / departmental / organizational success. These celebrations may include offering tokens of appreciation to employees as defined in specific schemes. Fairness of application and transparency of communication shall be the hallmark of all such schemes. These will be subject to income tax laws, as applicable. Examples of such schemes may include: Long Service Awards (currently at one, three, five, ten and Fifteen yrs. of completion of service with the Bank), Portfolio Improvement Reward Scheme; Functional R&R Schemes; Organizational Rewards Schemes such as: Service Champion; Process Excellence; Customer Connect Awards; Above and Beyond; Recognition program for Liabilities Branches for Retail Deposits; Recognition program for Asset growth in Branches. The EDGE (Executive Development for Growth and Excellence) programme is aimed at identifying high performers and assessing their potential for future leadership roles at the Bank. A mix of behavioral assessments, blended training & development journey and IDPs are deployed to make the identified individuals (EDGE selects) ready for future leadership roles.

13.2 Quantitative Disclosures

The quantitative disclosures cover the Bank's Whole Time Director (WTD) and Material Risk Takers (MRT). The Bank's MRT includes Managing Director and Chief Executive Officer (MD & CEO), Executive Director, Business Head-Micro Banking, Chief Operating Officer#, Chief Credit Officer & Chief Financial Officer.

(₹ in Crore)

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
Number of meetings held by Nomination & Remuneration Committee (NRC) and remuneration paid to its members.	Total 6 meetings of Nomination & Remuneration Committee (NRC) were held during April 01, 2025 to March 31, 2026. NRC members were paid total sitting fees of ₹ 0.24 for six meetings.	6 meetings of Nomination & Remuneration Committee (NRC) were held during April 01, 2024 to March 31, 2025. NRC members were paid total sitting fees of ₹ 0.28 for six meetings.
Number of employees having received a variable remuneration award.	Chief Executive Officer & Managing Director, Executive Director, Business Head-Micro Banking, Chief Financial Officer, Chief Operating Officer#, Chief Credit Officer. No. of Employees-6 Nos.	Chief Executive Officer & Managing Director, Executive Director, Business Head-Micro Banking, Chief Financial Officer, Chief Credit Officer, Chief Operating Officer. No. of Employees-6 Nos.
Number and total amount of 'sign on' awards.	NIL	2.5 worth of ESOP issued as Sign on award. 28,72,400 Lacs shares allocated for this.
Details of guaranteed bonus if any paid as sign on bonus.	NIL	NIL
Details of severance pay in addition to the accrued benefits.	NIL	₹ 0.01 amount paid as severance pay
Total amount of outstanding deferred remuneration split into cash, shares and share linked instruments and other forms.	Cash : 0.78 Non Cash: Nil Chief Executive Officer & Managing Director, Executive Director, Business Head-Micro Banking, Chief Operating Officer#, Chief Credit Officer, Chief Financial Officer	Cash : ₹ 0.99 Non Cash: Nil Chief Executive Officer & Managing Director, Executive Director, Business Head-Micro Banking, Chief Operating Officer, Chief Credit Officer, Chief Financial Officer

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

(₹ in Crore)

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
Total amount of deferred remuneration paid.	Cash : ₹ 1.09 Non Cash: ₹ 3.54 ESOP grants : 23,25,059 Shares	Cash : ₹ 0.99 Non Cash: ₹ 1.79 ESOP grants : 10,99,211 Shares
Breakdown of amount of remuneration awards for the financial Period to show fixed and variable, deferred and non-deferred	Fixed gross : ₹ 8.73 Variable deferred Cash : ₹ 1.09 *Variable non cash(ESOP) : ₹ 3.54 (ESOP No. of Shares 23,25,059 granted) Chief Executive Officer&Managing Director, Executive Director, Business Head-Micro Banking,Chief Operating Officer#, Chief Financial Officer, Chief Credit Officer	Fixed gross : ₹ 8.27 * Variable deferred Cash : ₹ 0.99 **Variable non cash(ESOP) : ₹ 1.79 (ESOP No. of Shares 10,99,211 granted) CSAR executed for ₹ 2.01 (23,09,415 option considered for the same) Chief Executive Officer&Managing Director, Executive Director, Business Head-Micro Banking, Chief Operating Officer, Chief Credit Officer, Chief Financial Officer
Total amount of outstanding deferred remuneration and retained remuneration exposed to ex-post explicit and implicit adjustments.	Provisioned- Cash : ₹ 3.81 Non Cash: ₹ 6.15 ESOP grants : 38,42,702 Shares(Approx.)	Provisioned- Cash : ₹ 3.11 Non Cash: ₹ 3.82 ESOP grants : 43,90,591 Shares(Approx.)
Total amount of reductions during the FY due to ex – post explicit adjustments	Nil	Nil
Total amount of reductions during the FY due to ex – post implicit adjustments	Nil	Nil
Number of Material Risk Takers (MRT) identified	6#	6
Number of cases where malus has been exercised	Nil	Nil
Number of cases where clawback has been exercised	Nil	Nil
Number of cases where both malus and clawback have been exercised	Nil	Nil
General Quantitative Disclosure		
The mean pay for the bank as a whole (excluding sub-staff) and the deviation of the pay of each of its WTDs from the mean pay.	Rs 0.06 (excluding MD & CEO / ED) MD & CEO - 35.74 X ED - 27.07 X	Rs 0.06 (excluding MD & CEO/ ED) MD & CEO: 36.27 X ED: 27.20 X

Note:

* ESOPs of Active MRT's and sign-on grant included. ESOPs are granted not exercised.

** Annual Performance Bonus included as Variable deferred.

Chief Operating Officer was part of MRT upto August 2025.

- Current year disclosure is for WTD and MRTs. Previous year disclosure is for WTD and Key Risk Takers (KRTs).
- For cash component - payment to be made as per guidance and approval of regulatory authority.

NOTES TO FINANCIAL STATEMENTS

For the year ended March 31, 2026

SCHEDULE -18

14 Other Disclosures

a) Business Ratios:

Particulars	As on March 31, 2026	As on March 31, 2025
Interest income as a percentage to working funds ¹	13.67%	14.65%
Non-interest income as a percentage to working funds ¹	2.18%	1.95%
Cost of Deposits	7.20%	7.54%
Net interest Margin	8.08%	8.67%
Operating profit as a percentage to working funds ^{1,4}	3.37%	3.89%
Return on assets ²	1.37%	1.67%
Business (deposits plus gross advances) per employee ³	2.68	2.43
Profit/(Loss) per employee	0.03	0.03

Notes:

- 1) Working funds represent average of total assets as reported to RBI in Form X under Section 27 of the Banking Regulation Act, 1949 during the year.
- 2) Returns on assets are computed with reference to average working funds.
- 3) Business is defined as total of average of gross advances and deposits (net of inter-bank deposits and Deposits from Bank -Certificate of Deposits).
- 4) Operating profit is net profit for the year before provisions and contingencies and profit / (loss) on sale of building and other assets (net).

b) Bancassurance Business

Commission, Exchange and Brokerage in Schedule 14 include the following fees earned on Bancassurance business:

Nature of Income	(₹ in Crore)	
	As on March 31, 2026	As on March 31, 2025
Towards selling of life insurance policies	159.53	108.86
Towards selling of non life insurance policies	15.11	6.54
Towards selling of mutual fund and other products*	0.73	0.47

*Includes income earned from Atal Pension Yojana (APY) of ₹ 0.47 (Previous Year: ₹ 0.29).

c) Marketing and distribution

There are no fees/remuneration received in respect of the marketing and distribution function(excluding bancassurance business) undertaken by the bank for current year and previous year.

d) Priority Sector Lending Certificates (PSLC)

Particulars	For the year ended March 31, 2026		For the year ended March 31, 2025	
	(₹ in Crore)			
	PSLC Sold	PSLC Purchased	PSLC Sold	PSLC Purchased
PSLC Agriculture	-	-	-	-
PSLC Small Farmers / Marginal Farmers	2,002.00	-	2,800.00	-
PSLC Micro Enterprises	-	-	500.00	-
PSLC General	-	-	-	-
Total	2,002.00	-	3,300.00	-

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

e) Provisions and Contingencies

Particulars	(₹ in Crore)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Provision for NPI	-	-
Provision for NPA (including bad debts written off)	760.22	725.16
Provision for Standard Assets	38.67	22.54
Provision for Income tax (Net of deferred tax liability/(asset) of Rs(7.42) (PY-₹ 6.21) refer note 18 (26.1)	218.40	215.47
Other Provisions and Contingencies	0.21	(0.04)
Total	1,017.50	963.13

f) Implementation of IFRS converged Indian Accounting Standards (IND AS)

Reserve Bank of India (RBI) through press release RBI/2018-2019/146 DBR.BP.BC.No.29/21.07.001/2018-19, dated March 22, 2019, updated all Scheduled Commercial Banks that legislative amendments recommended by the RBI are under consideration of the Government of India. Accordingly, RBI had decided to defer the implementation of Ind AS till further notice. Bank is gearing itself to bring the necessary systems in place to facilitate the Proforma submission to RBI. With respect to various instructions from Ministry of Corporate Affairs and Reserve Bank of India (RBI), the actions taken by the Bank are as follows:

1. Bank is in the process of Implementing changes required in existing IT architecture and other processes to enable smooth transition to Ind AS.
2. As directed by RBI, the Bank is submitting half yearly Proforma Ind AS financial statements to RBI within the stipulated timelines.
3. Training to the employees is imparted in phased manner.
4. The Bank will continue its preparedness towards adoption of Ind AS as per the regulatory requirement, and liaise with RBI and Industry Bodies on various aspects pertaining to Ind AS implementation.

g) Payment of DICGC Insurance premium

Particulars	(₹ in Crore)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Payment of DICGC Insurance premium	36.24	32.00
Arrears in Payment of Insurance premium	-	-

h) Disclosure of Letters of Comfort issued by the Bank:

The Bank has not issued any Letters of comfort during the current and previous year.

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

15 Disclosure on remuneration to Non-Executive Directors:

The Non-Executive Directors are paid Sitting Fees for attending meetings of the Board and its Committees. As per the board resolution dated June 8, 2022, the sitting fee per director per meeting is as given as below. During the year the Bank has paid sitting fee (exclusive of GST) of ₹ 2.19 (Previous year - ₹ 2.52).

Meeting	Sitting Fees per director per meeting
Board	₹ 1,00,000
1. Audit Committee	₹ 1,00,000
2. Risk Management Committee	
3. Nomination and Remuneration Committee	
4. IT Strategy Committee	
5. Business Strategy Committee	
1. CSR Committee	₹ 75000
2. Stakeholders Relationship Committee	
3. Customer Service Committee	
4. Special Committee of Board for Monitoring and Follow-up of cases of Frauds	
5. Review Committee of Wilful defaulters	
6. Other Committees	

Name of Directors	For the year ended March 31, 2026	(₹ in Crore)
		For the year ended March 31, 2025
Mr. Banavar Anantharamaiah Prabhakar	0.42	0.43
Ms. Rajni Mishra	0.42	0.36
Mr. Rajesh Kumar Jogi	0.35	0.40
Mr. Ravichandran Venkataraman	0.36	0.39
Mr. Samit Kumar Ghosh***	-	0.25
Ms. Sudha Suresh	0.31	0.26
Ms. Anita Ramchandran**	0.03	0.21
Ms. Mona Kachhwaha****	0.26	0.22
Ms. Aniruddha Paul*	0.04	0
Total	2.19	2.52

*Mr. Aniruddha Paul was appointed as an Independent Director on the Bank's Board w.e.f. January 22, 2026

**Ms. Anita Ramchandran ceased to be the Director on the Bank's Board w.e.f. June 30, 2025

*** Mr. Samit Kumar Ghosh ceased to be the Director on the Bank's Board w.e.f. November 30, 2024.

****Ms. Mona Kachhwaha was appointed as an Independent Director on the Bank's Board w.e.f. May 18, 2024.

- 16** Under the Micro, Small and Medium Enterprises Development Act, 2006 which came into force from October 2, 2006, certain disclosures are required to be made relating to Micro, Small and Medium enterprises. There have been no reported cases of delays in payments to micro and small enterprises or of interest payments due to delays in such payments.

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

17 Corporate Social Responsibility

Particulars	(₹ in Crore)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Gross amount required to be spent including deficit of previous (a) year		
Amount spent during the year	30.92	18.54
Construction / acquisition of any asset		
Other projects		-
Total amount spent # (b)	23.91	15.02
Unspent as at the year end (c = (a - b))	23.91	15.02
Previous year short fall	7.01	3.52
Reason for short fall / unspent balance	0.36	-
Nature of CSR activities	Project under implementation	Project under implementation
	As given below	As given below

Out of the unspent amount of ₹ 3.52 as at March 31, 2025, ₹ 3.16 was spent during the year ended March 31, 2026 and ₹ 0.36 is remaining unspent.

As per Bank's CSR Policy upto 2% of the average net profit of the last preceding 3 years is allocated for CSR activities. During the year the Bank has set aside 2% as CSR funds. (March 31, 2025 : 2%)

Nature of CSR activities :-

Children education, waste management, liveable city projects, community school infrastructure, Skill training for rural/ urban youth and women, flood rehabilitation, sustainable development initiatives, Health care support, livelihood support to disabled, safe water access.

Pursuant to Section 135(5) & 135(6) of Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014(Amended), The Bank has transferred ₹ 6.65 (apart from ₹ 0.36 carried forwarded from previous year) to the "Unspent CSR Account" for the year ended March 31, 2026 (March 31, 2025 : Rs 3.52) towards the Ongoing projects approved by the CSR Committee.

Refer note 18(23) for the related parties involved in activities relating to Corporate Social Responsibility.

18 Portfolio-level information on the use of funds raised from green deposits

In reference to the Reserve Bank of India (Small Finance Banks - Financial Statements-Presentation and Disclosures) Directions, 2025 dated November 28, 2025 with respect to the disclosure related to acceptance of green deposits, the Bank has not raised any funds from green deposits in the current year.

19 Payments to Auditors (Schedule -16 Auditors fees and expenses)

Particulars	(₹ in Crore)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Audit Fees	1.74	1.66
Tax Audit Fees	0.05	-
Certification and other attest services	0.01	-
Out-of Pocket Expenses	0.21	0.21
Total	2.01	1.87

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

20 Deferred Tax

In accordance with Accounting Standard -22 "Accounting for Taxes on Income", the company has recognized deferred tax (asset)/Liability as detailed below:

As at March 31, 2026

(₹ in Crore)				
Particulars	Deferred Tax (Assets) / Liabilities as at April 01, 2025	Previous years (credit) / charge	Current year (credit) / charge	Deferred Tax (Assets) / Liabilities As at March 31, 2026
Difference between book and tax depreciation	8.06		0.61	8.67
Special reserve u/s 36(1)(viii)*	16.99		(3.02)	13.97
AFS Reserve	0.04		(0.04)	0.00
Provision for Employee benefits recognised in the financial statements, but to be allowed on payment	(43.62)		2.91	(40.71)
Provision for non performing advances/ standard advances recognised in financial statements, but to be allowed on write off	(188.26)		(9.73)	(197.99)
Others	(14.44)		1.80	(12.64)
Net Deferred Tax (Asset) / Liability	(221.23)		(7.47)	(228.70)

*In the current year, the Bank reversed the Deferred tax liability of Rs.21.5 created during financial year 2024-25 for the purpose of claiming tax benefit under section 36(1)(viii), as the Bank decided to forego the eligible tax benefit while filing the tax return for FY 2024-25. The underlying reserve will be reversed, post receipt of requisite regulatory approvals.

As at March 31, 2025

(₹ in Crore)				
Particulars	Deferred Tax (Assets) / Liabilities as at April 01, 2024	Previous years (credit) / charge	Current year (credit) / charge	Deferred Tax (Assets) / Liabilities As at March 31, 2025
Difference between book and tax depreciation	6.37	(0.99)	2.68	8.06
Special reserve u/s 36(1)(viii)	11.70	-	5.29	16.99
AFS Reserve	-	-	0.04	0.04
Provision for Employee benefits recognised in the financial statements, but to be allowed on payment	(32.69)	(4.31)	(6.62)	(43.62)
Provision for non performing advances/ standard advances recognised in financial statements, but to be allowed on write off	(199.53)	(1.20)	12.47	(188.26)
Others	(13.33)	0.02	(1.13)	(14.44)
Net Deferred Tax (Asset) / Liability	(227.48)	(6.48)	12.73	(221.23)

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

21 Employee Benefits (AS-15) revised

21.1 Gratuity:

Gratuity is a defined benefits plan. The Bank has obtained qualifying insurance policies from an Insurance Company. The following table summarises the components of net expenses recognised in the Profit and Loss Account and funded status and amounts recognised in the Balance Sheet on the basis of actuarial Valuation. Actuarial losses/ gains are recognised in the Profit and Loss Account in the year in which they arise.

Details of defined benefit plan of gratuity are given below:

	(₹ in Crore)	
	As on March 31, 2026	As on March 31, 2025
Changes in the present value of the obligation		
Opening balance of Present Value of Obligation	96.89	80.05
Interest Cost	6.27	5.47
Current Service Cost	17.90	15.31
Past service cost*	19.29	-
Benefits Paid	(6.97)	(7.42)
Actuarial loss / (gain) on Obligation	(4.98)	3.48
Acquisitions/Divestures/Transfers	-	-
Closing balance of Present Value of Obligation	128.40	96.89
Reconciliation of opening and closing balance of the fair value of the Plan Assets		
Opening balance of Fair value of Plan Assets	79.94	63.66
Adjustment to Opening Balance		-
Transfer In/Acquisitions		-
Expected Return on Plan assets	5.70	4.88
Contributions	16.95	16.40
Other charges (Service tax, FMC, Mortality charges, etc)		-
Benefits Paid	(6.97)	(7.42)
Actuarial Gain/(loss) Return on Plan Assets	0.57	2.43
Closing balance of Fair Value of Plan Assets	96.19	79.94
Actual Return on Plan Assets	6.27	7.31

	(₹ in Crore)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Profit and Loss – Expenses		
Current Service Cost	17.90	15.31
Past service cost*	19.29	-
Interest Cost	6.27	5.47
Expected Return on Plan assets	(5.70)	(4.88)
Net Actuarial loss/(gain) recognized in the year	(5.55)	1.05
Add: Expenses of erstwhile Ujjivan Financial Services Limited, merged pursuant to the scheme of amalgamation detailed in Note 18(30)	-	-
Expenses recognized in the Profit and Loss Account	32.21	16.95

	As on March 31, 2026	As on March 31, 2025
Funded status (100% Insurance managed funds)		
Actuarial Assumptions		
Discount Rate	6.90%	6.71%
Expected Rate of Return on Plan Assets	6.71%	7.16%
Expected Rate of Salary Increase	7.00%	9.00%
Employee Attrition Rate	23.73%	25.15%

NOTES TO FINANCIAL STATEMENTS

For the year ended March 31, 2026

SCHEDULE -18

Experience Adjustments

Particulars	(₹ in Crore)				
	As on March 31, 2026	As on March 31, 2025	As on March 31, 2024	As on March 31, 2023	As on March 31, 2022
Plan Assets	96.19	79.94	63.66	56.54	48.77
Defined benefit obligation	128.40	96.89	80.05	67.91	60.18
Surplus/ (Deficit)	(32.21)	(16.95)	(16.40)	(11.38)	(11.41)
Actuarial (Gain)/ Losses due to Experience on Defined Benefit Obligation	11.95	(1.18)	1.39	0.09	(0.06)

The expected rate of return on assets is determined based on the assessment made at the beginning of the year on the return expected on its existing portfolio, along with the estimated increment to the plan assets and expected yield on the respective assets in the portfolio during the year.

Category of Plan Assets	As on March 31, 2026	As on March 31, 2025
Assets Under Insurance Schemes	100%	100%

- The estimates of future salary increases, considered in actuarial valuation, takes into account, inflation, seniority, promotions and other relevant factors, such as demand and supply in the employment market.
- During the current and previous year the Bank does not have unamortised gratuity and pension liability.
- Discount rate is based on the prevailing market yields of Indian Government Bonds as on the Balance Sheet date for the estimated term of the obligation.

* Past service cost - Impact of Labour code

The Government of India has consolidated multiple existing labour legislations into a unified framework comprising four Labour Codes collectively referred to as the 'New Labour Codes' on November 21, 2025. Accordingly, the Bank has assessed the impact of these changes and based on certain estimates and assumptions, has recognised an incremental provision of ₹ 19.29 for the year ended March 31, 2026 under 'Employees cost'. The Bank continues to monitor further clarifications and developments relating to Labour Codes and will evaluate the impact of any subsequent changes, if required.

21.2 Compensated Absences

The actuarial assumptions of compensated absences of accumulated privileged leaves of the employees is given below:

Particulars	As on March 31, 2026	As on March 31, 2025
Assumptions		
Discount Rate	6.90%	6.71%
Salary Escalation Rate	7.00%	9.00%
Attrition rate	23.73%	25.15%

21.3 Defined Contribution Plans

Particulars	(₹ in Crore)	
	As on March 31, 2026	As on March 31, 2025
(i) Provident fund Contributed to the Authorities	77.46	69.46
(ii) Pension fund Contributed to the Authorities	28.00	29.13
(iii) National pension scheme Contributed to Authorities	3.93	3.24

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

22 Segment Reporting

In accordance with the guidelines issued by RBI & AS-17, the Bank has adopted Segment Reporting as under:

A) Treasury:

The Treasury Segment primarily consists of net interest earnings from the Bank's Investment portfolio, money market borrowing and lending, gains or losses on Investment operations/ Foreign exchange trading and a portion of income/loss from sale/purchase of Priority Sector Lending Certificates ("PSLC").

B) Retail Banking:

The Retail Banking Segment serves retail customers through a branch network and other delivery channels. Retail Banking includes lending to and deposits from retail customers and identified earnings and expenses of the segment. This segment raises deposits from customers and provides loans and other services to customers. Revenues of the retail banking segment are derived from interest earned on retail loans, processing fees earned and other related incomes. Expenses of this segment primarily comprise interest expense on deposits & Borrowings, infrastructure and premises expenses for operating the branch network and other delivery channels, personnel costs, other direct overheads and allocated expenses.

As per the RBI Circular DOR.AUT.REC.12/22.01.001/2022-23 dated April 07, 2022, for the purpose of disclosure under Accounting Standard 17, Segment reporting, 'Digital Banking' has been identified as a sub-segment under Retail Banking by Reserve Bank of India (RBI). However, as the proposed Digital Banking Unit (DBU) of the Bank has not yet commenced operations and having regard to the discussions of the DBU Working Group formed by Indian Banks' Association (IBA) (which included representatives of banks and RBI), held on July 14, 2022, reporting of Digital Banking as a separate sub-segment of Retail Banking Segment will be implemented by the Bank based on the decision of the DBU Working Group.

C) Corporate/ Whole Sale Banking:

The Wholesale Banking Segment provides loans to Corporates and Financial Institutions. Revenues of the wholesale banking segment consist of interest earned on loans made to customers. The principal expenses of the segment consist of interest expense on funds borrowed from external sources and other internal segments, premises expenses, personnel costs, other direct overheads and allocated expenses of delivery channels, specialist product groups, processing units and support groups.

As on March 31, 2026

Part A: Business segments

(₹ in Crore)

Business Segments	Treasury	Retail Banking	Corporate/ Wholesale Banking	Total
Particulars				
1 Revenue	936.08	6,876.96	225.93	8,038.97
2 Unallocated Revenue	-	-	-	-
3 (less) Inter Segment Revenue	-	-	-	-
4 Total Income (1+2-3)	936.08	6,876.96	225.93	8,038.97
5 Segment Result	128.39	712.59	125.41	966.39
6 Unallocated Expenses	-	-	-	55.36
7 Operating Profit	-	-	-	911.03
8 Tax Expenses (including deferred tax)	-	-	-	218.40
9 Extraordinary Profit/ Loss	-	-	-	-
10 Net Profit (5-6-8-9)	-	-	-	692.63
Other Information:	-	-	-	-
11 Segment Assets	16,127.61	38,165.86	2,988.88	57,282.35
12 Unallocated Assets	-	-	-	258.86
13 Total Assets	-	-	-	57,541.21
14 Segment Liabilities	14,217.31	33,645.17	2,634.85	50,497.33
15 Unallocated Liabilities	-	-	-	228.20

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

(₹ in Crore)

Business Segments	Treasury	Retail Banking	Corporate/ Wholesale Banking	Total
16 Capital Employed	1,910.30	4,520.69	354.03	6,785.02
17 Unallocated Capital Employed	-	-	-	30.66
18 Total Liability				57,541.21

Tax paid in advance / tax deducted at source (net of provisions), Deferred Tax Assets and others which cannot be allocated to any segments, have been classified as unallocated assets.

Part B: Geographic Segment

The Bank operations are predominantly confirmed within one geographical segment (India) and accordingly, this is considered as the only secondary segment.

As on March 31, 2025

(₹ in Crore)

Business Segments	Treasury	Retail Banking	Corporate/ Wholesale Banking	Total
Particulars				
1 Revenue	863.93	6,140.56	196.10	7,200.59
2 Unallocated Revenue	-	-	-	-
3 (less) Inter Segment Revenue	-	-	-	-
4 Total Income (1+2-3)	863.93	6,140.56	196.10	7,200.59
5 Segment Result	73.95	844.37	79.13	997.45
6 Unallocated Expenses	-	-	-	55.88
7 Operating Profit	-	-	-	941.57
8 Tax Expenses (including deferred tax)	-	-	-	215.47
9 Extraordinary Profit/ Loss	-	-	-	-
10 Net Profit (5-6-8-9)	-	-	-	726.10
Other Information:	-	-	-	-
11 Segment Assets	14,825.46	29,799.42	2,767.97	47,392.85
12 Unallocated Assets	-	-	-	296.30
13 Total Assets	-	-	-	47,689.15
14 Segment Liabilities	12,934.27	25,998.09	2,414.88	41,347.24
15 Unallocated Liabilities	-	-	-	258.50
16 Capital Employed	1,891.19	3,801.33	353.09	6,045.61
17 Unallocated Capital Employed	-	-	-	37.80
18 Total Liability	-	-	-	47,689.15

Tax paid in advance / tax deducted at source (net of provisions), Deferred Tax Assets and others which cannot be allocated to any segments, have been classified as unallocated assets.

Part B: Geographic Segment

The Bank operations are predominantly confirmed within one geographical segment (India) and accordingly, this is considered as the only secondary segment.

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

23 Related Party Disclosures (AS-18)

As per AS 18 Related Party Disclosures notified under Section 133 of the Companies Act 2013, the Banks' related parties during the year ended March 31, 2026 are disclosed below:

Key Management Personnel (KMP):

Mr. Sanjeev Nautiyal (Managing Director and CEO)
 Ms. Carol Furtado (Whole Time Director)
 Mr. Sadananda Balakrishna Kamath (Chief Financial Officer)
 Mr. Sanjeev Barnwal (Company Secretary)

Relatives of Key Management Personnel (KMP):

Ms. Alka Nautiyal
 Ms. Padma Balakrishna Kamath
 Ms. Priyanka Barnwal

Directors (other than Executive Directors listed under KMP):

Mr. Banavar Anantharamaiah Prabhakar (Part time Chairman & Independent Director)
 Ms. Rajni Anil Mishra (Independent Director)
 Mr. Rajesh Kumar Jogi (Independent Director)
 Mr. Ravichandran Venkataraman (Independent Director)
 Ms. Sudha Suresh (Independent Director)
 Ms. Mona Kachhwaha (Independent Director)
 Mr. Aniruddha Paul (Independent Director) appointed w.e.f. January 22, 2026
 Ms. Anita Ramachandran (Independent Director); her term concluded on June 30, 2025

Enterprise in which Director/KMP are Directors :

Parinaam Foundation

Enterprise in which KMP are trustees :

Ujjivan Welfare and Relief Trust
 USFB Employee's Gratuity Trust

In accordance with paragraph 5 of AS - 18, the Bank has not disclosed certain transactions with relatives of Key Management Personnel that are in the nature of banker-customer relationship. In like manner, breakup of deposits accepted during the year, deposits outstanding at the end of the year and interest on deposits has not been furnished party wise in respect of Directors and KMP and enterprises in which relatives of KMP are members since they are in the nature of bank and customer transactions.

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

Transactions with Related Parties for the year ended March 31, 2026

(₹ in Crore)

Items/Related Party	KMP	Relatives of KMP	Directors	Enterprise in which Director/ KMP are Directors	Enterprise in which KMP are trustees	Total
Deposit*	(3.84)	(1.06)	(2.86)	(9.75)	(1.89)	(19.40)
	3.84	1.06	2.86	9.59	1.89	19.24
Deposit accepted during the year	2.02	0.15	1.98	9.35	1.00	14.50
Deposit repaid during the year	1.55	0.05	1.90	10.35	0.90	14.75
Inter Company Transfer - Amount Paid	-	-	-	-	0.43	0.43
Inter Company Transfer - Amount Received	-	-	-	-	-	-
Reimbursement of expenses - Amount Received	-	-	-	-	-	-
Reimbursement of expenses - Amount Paid	-	-	0.00	-	-	0.00
Bank Contribution to Related parties under CSR/Donation	-	-	-	9.45	0.43	9.88
Sitting Fees paid	-	-	2.19	-	-	2.19
Interest on Deposits	0.30	0.08	0.21	0.70	0.10	1.39
Payment of Remuneration **	7.29	-	-	-	-	7.29
Equity dividend	-	-	-	-	-	-
Receiving of services	-	-	-	0.69	-	0.69

*Figures in bracket indicate maximum balance outstanding during the year based on comparison of the total outstanding balances at each quarter-end.

**The above Remuneration excludes accrued gratuity and compensated absence provision, since the same is assessed for the Bank as a whole.

Transactions with Related Parties for the year ended March 31, 2025

(₹ in Crore)

Items/Related Party	KMP	Relatives of KMP	Directors	Enterprise in which Director/ KMP are Directors	Enterprise in which KMP are trustees	Total
Deposit*	(4.40)	(1.03)	(4.08)	(10.46)	(1.26)	(21.23)
	3.04	0.90	2.52	10.46	1.26	18.18
Deposit accepted during the year	1.57	0.79	2.16	9.60	0.45	14.57
Deposit repaid during the year	1.19	0.08	2.62	9.03	0.28	13.20
Inter Company Transfer - Amount Paid	-	-	-	-	0.21	0.21
Inter Company Transfer - Amount Received	-	-	-	-	-	-
Reimbursement of expenses - Amount Received	-	-	-	-	-	-
Reimbursement of expenses - Amount Paid	-	-	0.02	-	-	0.02
Bank Contribution to Related parties under CSR/Donation	-	-	-	6.00	0.21	6.21
Sitting Fees paid	-	-	2.52	-	-	2.52

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

(₹ in Crore)

Items/Related Party	KMP	Relatives of KMP	Directors	Enterprise in which Director/ KMP are Directors	Enterprise in which KMP are trustees	Total
Interest on Deposits	0.31	0.07	0.15	0.61	0.09	1.23
Payment of Remuneration **	6.83	-	-	-	-	6.83
Preference dividend	-	-	-	-	-	-
Equity dividend	0.24	-	0.63	-	-	0.87
Receiving of services	-	-	-	0.74	-	0.74

*Figures in bracket indicate maximum balance outstanding during the year based on comparison of the total outstanding balances at each quarter-end.

**The above Remuneration excludes accrued gratuity and compensated absence provision, since the same is assessed for the bank as a whole.

Balances with Related Parties for the year

(₹ in Crore)

Particulars	As on March 31, 2026	As on March 31, 2025
Enterprise in which KMP are trustees		
Ujjivan Welfare and Relief Trust	(1.78)	(1.19)
	1.78	1.19
USFB Employee's gratuity Trust	(0.12)	(0.13)
	0.12	0.12
Outstanding Balance with enterprise in which relative of Key Management Personnel are Members		
Parinaam Foundation	(9.80)	(10.88)
	9.80	10.88
KMP	(3.88)	(4.63)
	3.88	3.23
Relatives of KMP	(1.07)	(1.07)
	1.07	0.95
Directors	(2.90)	(4.12)
	2.90	2.62

Figures in bracket indicates maximum balance outstanding during the year based on comparison of the total outstanding balances at each quarter end.

24 Operating leases (AS-19)

The Bank has taken premises and certain equipments on operating lease for a period of time ranging from 1 year to 9 years. There are no provisions relating to contingent rent.

The future minimum lease payments under non-cancellable operating leases are as follows:

(₹ in Crore)

Particulars	As on March 31, 2026	As on March 31, 2025
i) Not later than one year	118.06	12.68
ii) Later than one year but not later than five years	279.36	167.73
iii) Later than five years	161.72	276.33

(₹ in Crore)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
The total of minimum lease payments recognized in the Profit and Loss Account for the year	128.29	130.33

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

25 Earnings per Share

The Bank reports basic and diluted earnings per Equity share in accordance with Accounting Standard-20 Earnings Per Share.

Particulars	(₹ in Crore)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Profit available to equity share holders - (A)	692.63	726.10
Weighted average shares outstanding – Basic (Nos. in Crore) - (B)	193.75	193.38
Weighted average shares outstanding – Diluted (Nos. in Crore) -(c)	197.07	195.62
Nominal Value of Equity Shares (₹)	10	10
Earnings per share – Basic (₹) - (A/B)	3.57	3.75
Earnings per share – Diluted (₹) - (A/C)	3.51	3.71

26 Miscellaneous

26.1 Provisions for taxation during the year:

Particulars	(₹ in Crore)	
	As on March 31, 2026	As on March 31, 2025
Income Tax	226.52	217.25
Deferred tax Liability/ (Asset) - (refer note 18(20))*	(7.43)	12.69
Tax for earlier years		
Income Tax - Prior Period	(0.69)	(7.99)
Deferred Tax	-	(6.48)
Total	218.40	215.47

* Excluding DTL of Rs. (0.04) reversed in AFS reserve (Previous year - Rs. 0.04 created in AFS Reserve) for the year ended March 31, 2025 in terms of RBI Master Direction on Classification , Valuation and Operation of Investment Portfolio of Commercial Bank (Directions) 2023 dated 12/09/2023 on Measurement of AFS Securities.

26.2 Fixed Assets

Particulars	(₹ in Crore)	
	As on March 31, 2026	As on March 31, 2025
Fixed Assets excluding Computer Software		
Opening balance (cost)	665.22	577.12
Additions during the year	77.80	112.93
Deduction during the year	(26.45)	(24.83)
Depreciation to date	(431.88)	(360.92)
Balance at the end of the year	284.69	304.30

The Bank has tested for the impairment during the year and there is no requirement for impairment provision for any asset.

26.3 Computer Software

The movement in fixed assets capitalized as computer software is given below:

Particulars	(₹ in Crore)	
	As on March 31, 2026	As on March 31, 2025
Opening balance (cost)	373.26	300.35
Additions during the year	83.16	72.91
Deduction during the year	(1.07)	(0.00)
Depreciation to date	(282.77)	(233.83)
Balance at the end of the year	172.58	139.43

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

26.4 Description of Contingent Liabilities:

Particulars	(₹ in Crore)	
	As on March 31, 2026	As on March 31, 2025
i) Claims against the Bank not acknowledged as debt		
- Taxation	18.56	19.90
- Other Legal cases	3.21	2.20
ii) Guarantees given on behalf of Constituents	1.55	1.10
iii). Liability on account of outstanding forward exchange contracts	1,375.04	-
iv) Other items for which the Bank is contingently liable	-	-
- Capital commitments not provided/ others	86.53	48.57
- Amount transferred to Depositor Education and Awareness Fund (DEAF)	1.34	1.32
Total	1,486.23	73.09

Contingent liability	Brief description
Claims against the Bank not acknowledged as debts - Other legal cases	The Bank is a party to various legal proceedings in the normal course of business. The Bank does not expect the outcome of these proceedings to have a material adverse effect on the Bank's financial conditions, results of operations or cash flows.
Guarantees given on behalf of constituents, acceptances, endorsements and other obligations	As a part of its commercial banking activities, the Bank issues documentary credit and guarantees on behalf of its customers. Documentary credits such as letters of credit enhance the credit standing of the Bank's customers. Guarantees generally represent irrevocable assurances that the Bank will make payments in the event of the customer failing to fulfil its financial or performance obligations.
Liability on account of outstanding forward exchange contracts	On account of exchange or trading in foreign currency, the bank has unsettled foreign currency contracts, which are being treated as contingent items.
Other items for which the Bank is contingently liable	These include: a) Capital commitments; b) Amount transferred to the RBI under the Depositor Education and Awareness Fund (DEAF)

26.5 Investor education and protection fund

During the year ended March 31, 2026 the Bank has transferred ₹ 0.01 to Investor Education and Protection Fund (Previous year ₹ 0.02).

26.6 Other Income/Expenditure:

Other Income:

Other income includes processing fees, profit/(loss) on sale of investments, profit/(loss) on revaluation of investments, non-fund based income such as commission earned from guarantees, selling of third party products, recovery from loans written off, income from dealing in PSLC, foreign exchange income etc.

Details of item under miscellaneous income in excess of one percent of the total income

Particulars	(₹ in Crore)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Bad Debts Recovery	72.13	112.66

Miscellaneous Income is inclusive of income earned through penal charges in lieu of Fair Practices Code of ₹ 17.68 for the current year (Previous year : 11.27). RBI had issued guidelines titled 'Fair Lending Practice - Penal Charges in Loan Accounts' dated August 18, 2023 (later these instructions were subsumed under the RBI Master Directions – Small Finance Banks – Responsible Business Conduct dated November 28, 2025 amended from time to time) wherein Penalty, if charged, for non-compliance of material terms and conditions of loan contract by the borrower shall be treated as 'penal charges' and shall not be levied in the form of 'penal interest, with intent that there shall be no capitalisation of penal charges i.e., no further interest computed on such charges. Accordingly, Bank adheres to the aforesaid guidelines.

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

Expenditure:

Details of item under Other expenditure in excess of one per cent of the total income

(₹ in Crore)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Manpower Cost*	152.72	88.00
IT related expenses**	183.61	157.04

*Manpower cost includes outsourcing cost and collection agency cost.

**IT related expenses includes Maintenance cost of computer equipment, AMC-Hardware, AMC-Software, Managed IT services and cost for technology and subscription.

26.7 Other Asset:

There are no reportable items under Other assets in excess of one per cent of the total assets during the year ended March 31, 2026 and March 31, 2025.

26.8 Other Liabilities and provision:

There are no reportable items under Other Liabilities and Provisions in excess of one per cent of the total assets during the year ended March 31, 2026 and March 31, 2025.

26.9 Provision for Long term contracts

The Bank has a process whereby periodically all long term contract are assessed for material foreseeable losses. At the year end, the Bank has reviewed and ensured that no provision is required under any law / accounting standards on such long term contracts as on March 31, 2026 and March 31, 2025.

26.10 Credit card and debit card reward points

The Bank does not have credit card products, hence reward points are not applicable. Reward points accrued as on March 31, 2026 on debit card is Nil.

26.11 Audit Trail

The Bank has used accounting software systems for maintaining its books of account for the financial year ended March 31, 2026 which have the feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. The Bank has established and maintained an adequate internal financial controls over financial reporting and based on its assessment, has concluded that the internal controls for the year ended March 31, 2026 were effective.

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

27 Share-based payments

27 (A) Employee Share Option Plan(ESOP)

27 (A) (1) Details of the employee share option plan of the Bank

The Bank has share option scheme for employees (which includes the employees of the Holding Company) , being ESOP 2019.

Employee Stock Options (ESOPs): The ESOP 2019 is the scheme under which the Bank has issued options to the employees. The Bank has approved its ESOP Plan, 2019 in the Shareholders meeting held on March 29, 2019. During the year ended March 31, 2026, the Bank has granted 1,80,29,186 options under the ESOP 2019 to eligible employees.

The details of ESOPs (including Cash settled Stock Appreciation Rights (CSAR)) granted to the employees is as under:

Particulars	Options Granted	Year 1	Year 2	Year 3	Year 4	Year 5
ESOP 2019 - Original	3,70,00,403	20%	20%	20%	20%	20%
ESOP 2019 - Additional	37,98,697	52%	48%	-	-	-
ESOP 2019 - Senior Hire	3,04,549	20%	20%	20%	20%	20%
ESOP 2019 (Senior Hire) Additional	1,99,949	20%	20%	20%	20%	20%
ESOP 2019 Additional Grant	3,01,57,303	15%	20%	25%	40%	
ESOP 2019 (Senior Hire) Additional Grant-2	1,66,842	20%	20%	20%	20%	20%
ESOP 2019 (Senior Hire) Additional Grant-3	1,15,025	20%	20%	20%	20%	20%
ESOP 2019 additional Grant 4	80,685	15%	20%	25%	40%	-
ESOP 2019 Senior Hire_6	2,80,511	25%	25%	25%	25%	-
ESOP 2019 _MD_2	2,21,970	33%	33%	33%		-
ESOP 2019 _Additional Grant Jan 2023	4,73,93,431	20%	20%	30%	30%	-
ESOP 2019 Senior Hire_&-2023	2,52,496	20%	20%	30%	30%	-
ESOP 2019 _Additional Grant Oct 2023	2,79,51,816	20%	20%	30%	30%	-
ESOP 2019 _Senior Grant Oct 2023	61,348	20%	20%	30%	30%	-
ESOP 2019 _MD Grant Oct 2023	10,24,751	33%	33%	33%		-
ESOP 2019 _Senior Grant May 2024	69,742	20%	20%	30%	30%	-
UFSL - Special Grant May 2024	28,48,007	33%	33%	33%		-
ESOP_2019_Senior Hire_Aug 2024	66,375	20%	20%	30%	30%	-
ESOP_2019_MRT_Aug 2024	10,99,211	20%	20%	30%	30%	-
CSAR for Ex-MD	23,09,415	20%	20%	30%	30%	-
ESOP 2019 _Senior Hire Mar 2025	30,40,164	20%	20%	30%	30%	-
ESOP 2019 _Senior Hire May 2025	40,105	20%	20%	30%	30%	-
ESOP 2019 _Senior Hire Jul 2025	13,92,905	20%	20%	30%	30%	-
ESOP 2019 _Aug'25	1,52,26,323	20%	20%	30%	30%	-
ESOP 2019 _MRT_Sep'25	9,32,154	20%	20%	30%	30%	-
ESOP Scheme 2019 _Senior Hire_ Oct'25	1,54,140	20%	20%	30%	30%	-
ESOP Scheme 2019 _Senior Hire_ Jan'26	2,83,559	20%	20%	30%	30%	-
Total	17,64,71,876					

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

The following share-based payment arrangements were in existence during the current year:

Options Series	Number	Grant Date	Date of Vesting	Expiry Date	Exercise Price	Fair value at Grant Date
ESOP 2019 - Original	3,70,00,403	August 08, 2019	August 08, 2020	August 08, 2025	35.00	17.25
		August 08, 2019	August 08, 2021	August 08, 2026	35.00	19.31
		August 08, 2019	August 08, 2022	August 08, 2027	35.00	21.13
		August 08, 2019	August 08, 2023	August 08, 2028	35.00	22.77
		August 08, 2019	August 08, 2024	August 08, 2029	35.00	24.24
ESOP 2019 - Additional	37,98,697	December 4, 2019	December 12, 2020	December 12, 2025	35.00	17.25
		December 4, 2019	December 12, 2021	December 12, 2026	35.00	19.31
ESOP 2019 - Senior Hire	3,04,549	November 02, 2020	November 02, 2021	November 01, 2026	30.75	11.78
		November 02, 2020	November 02, 2022	November 01, 2027	30.75	13.08
		November 02, 2020	November 02, 2023	November 01, 2028	30.75	14.81
		November 02, 2020	November 02, 2024	November 01, 2029	30.75	16.03
		November 02, 2020	November 02, 2025	November 01, 2030	30.75	16.83
ESOP 2019 (Senior Hire) Additional	1,99,949	August 23, 2021	August 23, 2022	August 23, 2027	19.7	7.81
		August 23, 2021	August 23, 2023	August 23, 2028	19.7	8.52
		August 23, 2021	August 23, 2024	August 23, 2029	19.7	9.71
		August 23, 2021	August 23, 2025	August 23, 2030	19.7	10.26
		August 23, 2021	August 23, 2026	August 23, 2031	19.7	10.91
ESOP 2019 Additional Grant	3,01,57,303	January 08, 2022	January 08, 2023	January 08, 2028	19.95	5.26
		January 08, 2022	January 08, 2024	January 08, 2029	19.95	7.20
		January 08, 2022	January 08, 2025	January 08, 2030	19.95	8.90
		January 08, 2022	January 08, 2026	January 08, 2031	19.95	9.77
ESOP 2019 (Senior Hire) Additional Grant-2	1,66,842	January 05, 2022	January 04, 2023	March 23, 2028	19.05	7.65
		January 05, 2022	January 04, 2024	March 23, 2029	19.05	8.29
		January 05, 2022	January 04, 2025	March 23, 2030	19.05	8.92
		January 05, 2022	January 04, 2026	March 23, 2031	19.05	9.93
		January 05, 2022	January 04, 2027	March 23, 2032	19.05	10.50
ESOP 2019 (Senior Hire) Additional Grant-3	1,15,025	March 23, 2022	March 23, 2024	March 23, 2029	16.6	7.65
		March 23, 2022	March 23, 2025	March 23, 2030	16.6	8.29
		March 23, 2022	March 23, 2026	March 23, 2031	16.6	8.92
		March 23, 2022	March 23, 2027	March 23, 2032	16.6	9.93
		March 23, 2022	March 23, 2028	March 23, 2033	16.6	10.5
ESOP 2019 additional Grant 4	80,685	June 08, 2022	June 08, 2023	June 08, 2028	16.7	7.65
		June 08, 2022	June 08, 2024	June 08, 2029	16.7	8.29
		June 08, 2022	June 08, 2025	June 08, 2030	16.7	8.92
		June 08, 2022	June 08, 2026	June 08, 2031	16.7	9.93
ESOP 2019 Senior Hire_6	2,80,511	November 18, 2022	November 18, 2023	November 18, 2028	26.39	5.78
		November 18, 2022	November 18, 2024	November 18, 2029	26.39	6.49
		November 18, 2022	November 18, 2025	November 18, 2030	26.39	7.29
		November 18, 2022	November 18, 2026	November 18, 2031	26.39	7.62
ESOP 2019 _MD_2	2,21,970	November 18, 2022	November 18, 2023	November 18, 2028	26.39	5.78
		November 18, 2022	November 18, 2024	November 18, 2029	26.39	6.49
		November 18, 2022	November 18, 2025	November 18, 2030	26.39	7.29
ESOP 2019_ Additional Grant Jan 2023	4,73,93,431	January 27, 2023	January 27, 2024	January 27, 2029	27.5	4.91
		January 27, 2023	January 27, 2025	January 27, 2030	27.5	6.06

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

Options Series	Number	Grant Date	Date of Vesting	Expiry Date	Exercise Price	Fair value at Grant Date
		January 27, 2023	January 27, 2026	January 27, 2031	27.5	6.72
		January 27, 2023	January 27, 2027	January 27, 2032	27.5	7.37
ESOP 2019 Senior Hire_&-2023	2,52,496	February 17, 2023	February 17, 2024	February 17, 2029	27.5	4.91
		February 17, 2023	February 17, 2025	February 17, 2030	27.5	6.06
		February 17, 2023	February 17, 2026	February 17, 2031	27.5	6.72
		February 17, 2023	February 17, 2027	February 17, 2032	27.5	7.37
ESOP 2019_ Additional Grant Oct 2023	2,79,51,816	October 9, 2023	October 9, 2024	October 9, 2029	48.5	17.36
		October 9, 2023	October 9, 2025	October 9, 2030	48.5	19.03
		October 9, 2023	October 9, 2026	October 9, 2031	48.5	19.15
		October 9, 2023	October 9, 2027	October 9, 2032	48.5	19.13
ESOP 2019_ Senior Grant Oct 2023	61,348	October 9, 2023	October 9, 2024	October 9, 2029	48.5	17.36
		October 9, 2023	October 9, 2025	October 9, 2030	48.5	19.03
		October 9, 2023	October 9, 2026	October 9, 2031	48.5	19.15
		October 9, 2023	October 9, 2027	October 9, 2032	48.5	19.13
ESOP 2019_MD Grant Oct 2023	10,24,751	October 27, 2023	October 27, 2024	October 27, 2029	51.46	11.63
		October 27, 2023	October 27, 2025	October 27, 2030	51.46	13.79
		October 27, 2023	October 27, 2026	October 27, 2031	51.46	14.03
ESOP 2019_ Senior Grant May 2024	69,742	May 13, 2024	May 13, 2025	May 13, 2030	34.94	10.56
		May 13, 2024	May 13, 2026	May 13, 2031	34.94	14.67
		May 13, 2024	May 13, 2027	May 13, 2032	34.94	17.08
		May 13, 2024	May 13, 2028	May 13, 2033	34.94	20.15
UFSL - Special Grant May 2024	28,48,007	May 13, 2024	May 13, 2024	June 27, 2024	33.2	13.15
ESOP_2019_ Senior Hire_Aug 2024	66,375	August 16, 2024	August 16, 2025	August 16, 2030	41.92	10.56
		August 16, 2024	August 16, 2026	August 16, 2031	41.92	14.67
		August 16, 2024	August 16, 2027	August 16, 2032	41.92	17.08
		August 16, 2024	August 16, 2028	August 16, 2033	41.92	20.15
ESOP_2019_MRT_ Aug 2024	10,99,211	August 23, 2024	August 23, 2025	August 23, 2030	43.78	10.56
		August 23, 2024	August 23, 2026	August 23, 2031	43.78	14.67
		August 23, 2024	August 23, 2027	August 23, 2032	43.78	17.08
		August 23, 2024	August 23, 2028	August 23, 2033	43.78	20.15
CSAR for Ex-MD	23,09,415	January 10, 2025	January 10, 2026	April 10, 2026	35.49	5.64
		January 10, 2025	January 10, 2027	April 10, 2027	35.49	7.71
		January 10, 2025	January 10, 2028	April 9, 2028	35.49	9.45
		January 10, 2025	January 10, 2029	April 10, 2029	35.49	10.66
ESOP 2019_ Senior Hire Mar 2025	30,40,164	March 24, 2025	March 24, 2026	March 24, 2031	34.3	10.56
		March 24, 2025	March 24, 2027	March 24, 2032	34.3	14.67
		March 24, 2025	March 24, 2028	March 24, 2033	34.3	17.08
		March 24, 2025	March 24, 2029	March 24, 2034	34.3	20.15
ESOP 2019_ Senior Hire May 2025	40,105	May 26, 2025	May 26, 2026	May 26, 2031	38.88	5.64
		May 26, 2025	May 26, 2027	May 26, 2032	38.88	7.71
		May 26, 2025	May 26, 2028	May 26, 2033	38.88	9.45
		May 26, 2025	May 26, 2029	May 26, 2034	38.88	10.66
ESOP 2019_ Senior Hire Jul 2025	13,92,905	July 22, 2025	July 22, 2026	July 22, 2031	46.18	9.51

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for the year ended March 31, 2026

SCHEDULE -18

Options Series	Number	Grant Date	Date of Vesting	Expiry Date	Exercise Price	Fair value at Grant Date
		July 22, 2025	July 22, 2027	July 22, 2032	46.18	13.21
		July 22, 2025	July 22, 2028	July 22, 2033	46.18	16.87
		July 22, 2025	July 22, 2029	July 22, 2034	46.18	19.77
ESOP 2019_ Aug'25	1,52,26,323	August 06, 2025	August 06, 2026	August 06, 2031	43.07	8.26
		August 06, 2025	August 06, 2027	August 06, 2032	43.07	11.89
		August 06, 2025	August 06, 2028	August 06, 2033	43.07	15.03
		August 06, 2025	August 06, 2029	August 06, 2034	43.07	17.81
ESOP 2019_MRT_ Sep'25	9,32,154	September 19, 2025	September 19, 2026	September 19, 2031	45.51	8.83
		September 19, 2025	September 19, 2027	September 19, 2032	45.51	12.59
		September 19, 2025	September 19, 2028	September 19, 2033	45.51	15.89
		September 19, 2025	September 19, 2029	September 19, 2034	45.51	18.92
ESOP Scheme 2019_Senior Hire_Oct'25	1,54,140	October 14, 2025	October 14, 2026	October 14, 2031	45.38	8.83
		October 14, 2025	October 14, 2027	October 14, 2032	45.38	12.59
		October 14, 2025	October 14, 2028	October 14, 2033	45.38	15.89
		October 14, 2025	October 14, 2029	October 14, 2034	45.38	18.92
ESOP Scheme 2019_Senior Hire_Jan'26	2,83,559	January 21, 2026	January 21, 2027	January 21, 2032	54.15	8.83
		January 21, 2026	January 21, 2028	January 21, 2033	54.15	12.59
		January 21, 2026	January 21, 2029	January 21, 2034	54.15	15.89
		January 21, 2026	January 21, 2030	January 21, 2035	54.15	18.92
Total	17,64,71,876					

27 (A) (2) Fair value of share options granted in the year

The weighted average fair value of the share options granted during the FY 2025-26 is ₹ 14.06 per option (Previous Year - ₹ 13.45 per option). Options were calculated using Black and Scholes Model. Vested ESOPs can be exercised within five years from their corresponding dates of vesting. ESOPs vested can be exercised between date of vesting and on or before option expiry date. The term of the option is assumed to be the sum of a) duration till vesting; and b) the midpoint of the remaining exercise period from date of vesting, in absence of historical exercise pattern. Volatility of comparable Banks have been considered for the purposes of valuation.

Inputs considered for calculating options fair value are as follows:

Particulars	ESOP 2019				
	Vesting 1	Vesting 2	Vesting 3	Vesting 4	Vesting 5
Grant date share price (₹)	40.76	40.76	40.76	40.76	40.76
Exercise price (₹)	35	35	35	35	35
Expected volatility	40.08%	40.08%	40.08%	40.08%	40.08%
Option life (years)	3.5	4.5	5.5	6.5	7.5
Risk-free interest rate	5.75%	5.90%	6.03%	6.13%	6.22%

Particulars	ESOP 2019 - Senior Hire				
	Vesting 1	Vesting 2	Vesting 3	Vesting 4	Vesting 5
Grant date share price (₹)	30.75	30.75	30.75	30.75	30.75
Exercise price (₹)	30.75	30.75	30.75	30.75	30.75
Expected volatility	43.50%	41.93%	43.29%	43.12%	41.66%
Option life (years)	3.5	4.5	5.5	6.5	7.5
Risk-free interest rate	5.30%	5.30%	5.40%	5.40%	5.40%

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

Particulars	ESOP 2019 (Senior Hire) Additional				
	Vesting 1	Vesting 2	Vesting 3	Vesting 4	Vesting 5
Grant date share price (₹)	18.45	18.45	18.45	18.45	18.45
Exercise price (₹)	19.7	19.7	19.7	19.7	19.7
Expected volatility	45.64%	43.01%	44.95%	43.07%	42.58%
Option life (years)	3.54	4.54	5.54	6.54	7.54
Risk-free interest rate	5.30%	5.30%	5.40%	5.40%	5.40%

Particulars	ESOP 2019 Additional Grant			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	29	29	29	29
Exercise price (₹)	19.95	19.95	19.95	19.95
Expected volatility	42.48%	44.97%	47.17%	44.18%
Option life (years)	1.34	2.34	3.34	4.34
Risk-free interest rate	4.35%	4.95%	5.41%	5.78%

Particulars	ESOP 2019 (Senior Hire) Additional Grant-2				
	Vesting 1	Vesting 2	Vesting 3	Vesting 4	Vesting 5
Grant date share price (₹)	18.95	18.95	18.95	18.95	18.95
Exercise price (₹)	19.05	19.05	19.05	19.05	19.05
Expected volatility	46.95%	43.90%	41.83%	43.58%	42.73%
Option life (years)	3.56	4.56	5.56	6.56	7.56
Risk-free interest rate	5.30%	5.30%	5.40%	5.40%	5.40%

Particulars	ESOP 2019 (Senior Hire) Additional Grant-3				
	Vesting 1	Vesting 2	Vesting 3	Vesting 4	Vesting 5
Grant date share price (₹)	16.55	16.55	16.55	16.55	16.55
Exercise price (₹)	16.6	16.6	16.6	16.6	16.6
Expected volatility	46.95%	43.90%	41.83%	43.58%	42.73%
Option life (years)	3.56	4.56	5.56	6.56	7.56
Risk-free interest rate	5.30%	5.30%	5.30%	5.30%	5.30%

Particulars	ESOP 2019 additional Grant 4			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	16.7	16.7	16.7	16.7
Exercise price (₹)	16.6	16.6	16.6	16.6
Expected volatility	46.95%	43.90%	41.83%	43.58%
Option life (years)	3.56	4.56	5.56	6.56
Risk-free interest rate	5.30%	5.30%	5.30%	5.30%

Particulars	ESOP 2019 Senior Hire_6			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	27.75	27.75	27.75	27.75
Exercise price (₹)	26.39	26.39	26.39	26.39
Expected volatility	46.58%	43.53%	44.95%	44.98%
Option life (years)	1.34	2.34	3.34	4.34
Risk-free interest rate	6.61%	6.87%	7.03%	7.13%

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for the year ended March 31, 2026

SCHEDULE -18

Particulars	ESOP 2019_MD_2		
	Vesting 1	Vesting 2	Vesting 3
Grant date share price (₹)	27.75	27.75	27.75
Exercise price (₹)	26.39	26.39	26.39
Expected volatility	46.58%	43.53%	44.95%
Option life (years)	1.34	2.34	3.34
Risk-free interest rate	6.61%	6.87%	7.03%

Particulars	ESOP 2019_Additional Grant Jan 2023			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	27.5	27.5	27.5	27.5
Exercise price (₹)	27.5	27.5	27.5	27.5
Expected volatility	43.70%	44.05%	44.13%	46.06%
Option life (years)	1.34	2.34	3.34	4.34
Risk-free interest rate	6.76%	6.98%	7.11%	7.20%

Particulars	ESOP 2019 Senior Hire_&-2023			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	27.5	27.5	27.5	27.5
Exercise price (₹)	27.5	27.5	27.5	27.5
Expected volatility	43.70%	44.05%	44.13%	46.06%
Option life (years)	1.34	2.34	3.34	4.34
Risk-free interest rate	6.76%	6.98%	7.11%	7.20%

Particulars	ESOP 2019_Additional Grant Oct 2023			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	60.1	60.1	60.1	60.1
Exercise price (₹)	48.5	48.5	48.5	48.5
Expected volatility	29.63%	34.14%	33.36%	32.41%
Option life (years)	3.5	4	4.5	5
Risk-free interest rate	7.24%	7.26%	7.28%	7.29%

Particulars	ESOP 2019_Senior Grant Oct 2023			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	60.1	60.1	60.1	60.1
Exercise price (₹)	48.5	48.5	48.5	48.5
Expected volatility	29.63%	34.14%	33.36%	32.41%
Option life (years)	3.5	4	4.5	5
Risk-free interest rate	7.24%	7.26%	7.28%	7.29%

Particulars	ESOP 2019_MD Grant Oct 2023		
	Vesting 1	Vesting 2	Vesting 3
Grant date share price (₹)	53.3	53.3	53.3
Exercise price (₹)	51.46	51.46	51.46
Expected volatility	26.68%	34.11%	33.36%
Option life (years)	3.5	4	4.5
Risk-free interest rate	7.27%	7.28%	7.29%

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for the year ended March 31, 2026

SCHEDULE -18

Particulars	ESOP 2019_Senior Grant May 2024			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	53.05	53.05	53.05	53.05
Exercise price (₹)	51.8	51.8	51.8	51.8
Expected volatility	37.68%	41.44%	41.45%	45.39%
Option life (years)	1.34	2.34	3.34	4.34
Risk-free interest rate	6.95%	6.97%	6.98%	6.99%

Particulars	UFSL - Special Grant May 2024	
	Vesting 1	
Grant date share price (₹)	53.05	
Exercise price (₹)	33.2	
Expected volatility	37.68%	
Option life (years)	1.34	
Risk-free interest rate	6.95%	

Particulars	ESOP_2019_Senior Hire_Aug 2024			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	53.05	53.05	53.05	53.05
Exercise price (₹)	41.92	41.92	41.92	41.92
Expected volatility	37.68%	41.44%	41.45%	45.39%
Option life (years)	1.34	2.34	3.34	4.34
Risk-free interest rate	6.95%	6.97%	6.98%	6.99%

Particulars	ESOP_2019_MRT_Aug 2024			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	53.05	53.05	53.05	53.05
Exercise price (₹)	43.78	43.78	43.78	43.78
Expected volatility	37.68%	41.44%	41.45%	45.39%
Option life (years)	1.34	2.34	3.34	4.34
Risk-free interest rate	6.95%	6.97%	6.98%	6.99%

Particulars	CSAR for Ex-MD			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	35.49	35.49	35.49	35.49
Exercise price (₹)	35.49	35.49	35.49	35.49
Expected volatility	35.03%	36.88%	39.35%	40.64%
Option life (years)	1.25	2.25	3.25	4.25
Risk-free interest rate	6.56%	6.58%	6.60%	6.62%

Particulars	ESOP 2019_Senior Hire Mar 2025			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	35.49	35.49	35.49	35.49
Exercise price (₹)	34.3	34.3	34.3	34.3
Expected volatility	35.03%	36.88%	39.35%	40.64%
Option life (years)	1.25	2.25	3.25	4.25
Risk-free interest rate	6.56%	6.58%	6.60%	6.62%

NOTES TO FINANCIAL STATEMENTS

for the year ended March 31, 2026

SCHEDULE -18

Particulars	ESOP 2019_Senior Hire May 2025			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	35.49	35.49	35.49	35.49
Exercise price (₹)	38.88	38.88	38.88	38.88
Expected volatility	35.03%	36.88%	39.35%	40.64%
Option life (years)	1.25	2.25	3.25	4.25
Risk-free interest rate	6.56%	6.58%	6.60%	6.62%

Particulars	ESOP 2019_Senior Hire Jul 2025			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	47.86	47.86	47.86	47.86
Exercise price (₹)	46.18	46.18	46.18	46.18
Expected volatility	36.23%	36.84%	39.23%	40.09%
Option life (years)	1.34	2.34	3.34	4.34
Risk-free interest rate	5.58%	5.70%	5.82%	5.93%

Particulars	ESOP 2019_Aug'25			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	43.07	43.07	43.07	43.07
Exercise price (₹)	43.07	43.07	43.07	43.07
Expected volatility	34.62%	36.76%	38.56%	40.02%
Option life (years)	1.34	2.34	3.34	4.34
Risk-free interest rate	5.58%	5.73%	5.86%	5.99%

Particulars	ESOP 2019_MRT_Sep'25			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	45.51	45.51	45.51	45.51
Exercise price (₹)	45.51	45.51	45.51	45.51
Expected volatility	35.00%	36.65%	38.29%	40.03%
Option life (years)	1.34	2.34	3.34	4.34
Risk-free interest rate	5.69%	5.85%	5.99%	6.13%

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for the year ended March 31, 2026

SCHEDULE -18

Particulars	ESOP Scheme 2019_Senior Hire_Oct'25			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	45.51	45.51	45.51	45.51
Exercise price (₹)	45.38	45.38	45.38	45.38
Expected volatility	35.00%	36.65%	38.29%	40.03%
Option life (years)	1.34	2.34	3.34	4.34
Risk-free interest rate	5.69%	5.85%	5.99%	6.13%

Particulars	ESOP Scheme 2019_Senior Hire_Jan'26			
	Vesting 1	Vesting 2	Vesting 3	Vesting 4
Grant date share price (₹)	45.51	45.51	45.51	45.51
Exercise price (₹)	54.15	54.15	54.15	54.15
Expected volatility	35.00%	36.65%	38.29%	40.03%
Option life (years)	1.34	2.34	3.34	4.34
Risk-free interest rate	5.69%	5.85%	5.99%	6.13%

27 (A) (3) Movements in share options issued

During the year ended March 31, 2026

Particulars (Nos.)	Options granted and outstanding as at beginning of year	Granted during the year	Exercised during the year	Forfeited/ Expired during the year	Option exercisable at the end of the year
ESOP 2019	1,48,14,502	-	18,97,259	23,52,151	1,05,65,092
ESOP 2019 - Senior Hire	65,166	-	-	-	65,166
ESOP 2019 (Senior Hire) Additional	1,27,614	-	-	-	1,27,614
ESOP 2019 Additional Grant	1,42,74,188	-	31,53,570	7,90,117	1,03,30,501
ESOP 2019 (Senior Hire) Additional Grant-2	-	-	-	-	-
ESOP 2019 (Senior Hire) Additional Grant-3	22,872	-	7,624	-	15,248
ESOP 2019 additional Grant 4	-	-	-	-	-
ESOP 2019 Senior Hire_6	1,32,876	-	59,793	-	73,083
ESOP 2019 _MD_2	1,48,078	-	-	-	1,48,078
ESOP 2019 Senior Hire_&-2023	1,44,746	-	7,831	-	1,36,915
ESOP 2019_Additional Grant Jan 2023	3,70,58,506	-	30,86,818	23,98,783	3,15,72,905
ESOP 2019_Additional Grant Oct 2023	2,44,73,614	-	2,59,217	17,93,360	2,24,21,037
ESOP 2019_Senior Grant Oct 2023	-	-	-	-	-
ESOP 2019_MD Grant Oct 2023	10,24,751	-	-	-	10,24,751
ESOP 2019_Senior Grant May 2024	69,742	-	-	-	69,742
UFSL - Special Grant May 2024	-	-	-2,192	2,192	-
ESOP_2019_Senior Hire_Aug 2024	66,375	-	-	-	66,375
ESOP_2019_MRT_Aug 2024	10,99,211	-	57,914	-	10,41,297
CSAR for Ex-MD	23,09,415	-	-	-	23,09,415
ESOP 2019_Senior Hire Mar 2025	30,40,164	-	3,00,000	-	27,40,164
ESOP 2019_Senior Hire May 2025	-	40,105	-	-	40,105
ESOP 2019_Senior Hire Jul 2025	-	13,92,905	-	-	13,92,905

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SCHEDULE -18

Particulars (Nos.)	Options granted and outstanding as at beginning of year	Granted during the year	Exercised during the year	Forfeited/ Expired during the year	Option exercisable at the end of the year
ESOP 2019_Aug'25		1,52,26,323	-	3,59,448	1,48,66,875
ESOP 2019_MRT_Sep'25		9,32,154	-	-	9,32,154
ESOP Scheme 2019_Senior Hire_Oct'25		1,54,140	-	-	1,54,140
ESOP Scheme 2019_Senior Hire_Jan'26		2,83,559	-	-	2,83,559
Total	9,88,71,820	1,80,29,186	88,27,834	76,96,051	10,03,77,121
Weighted average exercise price	33.53	43.62	27.32	34.61	35.81

During the year ended March 31, 2025

Particulars (Nos.)	Options granted and outstanding as at beginning of year	Granted during the year	Exercised during the year	Forfeited/ Expired during the year	Option exercisable at the end of the year
ESOP 2019	1,62,73,535	-	4,74,718	9,84,315	1,48,14,502
ESOP 2019 - Senior Hire	65,166	-	-	-	65,166
ESOP 2019 (Senior Hire) Additional	1,50,456	-	-	22,842	1,27,614
ESOP 2019 Additional Grant	1,64,47,752	-	8,70,146	13,03,418	1,42,74,188
ESOP 2019 (Senior Hire) Additional Grant-2	-	-	-	-	-
ESOP 2019 (Senior Hire) Additional Grant-3	22,872	-	-	-	22,872
ESOP 2019 additional Grant 4	-	-	-	-	-
ESOP 2019 Senior Hire_6	1,47,639	-	14,763	-	1,32,876
ESOP 2019_MD_2	1,48,078	-	-	-	1,48,078
ESOP 2019 Senior Hire_&-2023	1,80,933	-	13,502	22,685	1,44,746
ESOP 2019_Additional Grant Jan 2023	4,12,58,035	-	8,79,804	33,19,725	3,70,58,506
ESOP 2019_Additional Grant Oct 2023	2,68,67,907	-	-	23,94,293	2,44,73,614
ESOP 2019_Senior Grant Oct 2023	61,348	-	-	61,348	-
ESOP 2019_MD Grant Oct 2023	10,24,751	-	-	-	10,24,751
ESOP 2019_Senior Grant May 2024	-	69,742	-	-	69,742
UFSL - Special Grant May 2024	-	28,48,007	10,19,420	18,28,587	-
ESOP_2019_Senior Hire_Aug 2024	-	66,375	-	-	66,375
ESOP_2019_MRT_Aug 2024	-	10,99,211	-	-	10,99,211
CSAR for Ex-MD	-	23,09,415	-	-	23,09,415
ESOP 2019_Senior Hire Mar 2025	-	30,40,164	-	-	30,40,164
Total	10,26,48,472	94,32,914	32,72,353	99,37,213	9,88,71,820
Weighted average exercise price	33.17	35.42	28.32	33.44	33.53

27 (A) (4) The weighted average remaining contractual life of 3.79 Years (Previous Year 4.36 Years).

27 (A) (5) Expense arising from share based payment transaction recognized in Statement of profit or loss as employee benefit expense are as follows:

Particulars	(₹ in Crore)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Employee benefit expense	20.47	20.99

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for the year ended March 31, 2026

SCHEDULE -18

- 28** The Bank received a notice on March 16, 2021, regarding non-remittance of statutory Provident Fund (PF) dues on the applicable wage components from February 2017 until March 2019 amounting to ₹ 22.70. Bank had filed the initial responses to the PF Commissioner and contented that said notice does not have a stand based on definition of basic wages under EPF Act, 1952 and various case laws. However, due to COVID 19 pandemic, the hearing has been adjourned until further notice.

The Bank had made a provision during the FY 2021-22 for an amount of ₹ 22.70 as a matter of prudence.

The Regional Provident Fund Commissioner (RPFC)-II, Bengaluru, in an inquiry held against the Bank under Section 7A of the Employees' Provident Fund and Miscellaneous Provisions Act, 1952, passed an Order dated 09-08-2021 against the Bank, directing the Bank to remit provident fund contribution of ₹ 22.70 on various allowances paid by the Bank to its employees during the period between February 2017 and March 2019. Against the said Order of the RPFC-II, the Bank preferred an appeal before the Central Government Industrial Tribunal (CGIT) in Appeal No. 43/2021. Since position of Presiding Officer in the CGIT was vacant, the Bank filed a writ petition before the Hon'ble High Court of Karnataka in W.P. No. 16635/2021. The Hon'ble High Court has disposed of the matter on 13/07/2022 holding that there would be stay on depositing the award amount (i.e., ₹ 22.70) till finality of the appeal pending before CGIT.

29 Dividend:

Particulars	(₹ in Crore)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Interim/ Final Equity Dividend Paid	-	290.08

- 30** The Bank, as part of its normal banking business, grants loans and advances, makes investments, provides guarantees, to and accepts deposits and borrowings from its customers and borrowing from entities. These transactions are part of Bank's normal banking business, which is conducted ensuring adherence to all regulatory requirements and banks internal policies as applicable.

Other than the transactions described above, no funds have been advanced or loaned or invested (either from borrowed funds or securities premium or any other sources or kind of funds) by the Bank to or in any other persons or entities, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Bank (Ultimate Beneficiaries). The Bank has not received any fund from any parties (Funding Party) with the understanding that the Bank shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

31 Comparative Figures

Figures of the previous year have been regrouped/ reclassified wherever necessary to confirm to the current year's presentation.

Signature to Notes on Accounts

For and on behalf of Board of Directors of
Ujjivan Small Finance Bank Limited

Sanjeev Nautiyal
DIN: 08075972
Managing Director & CEO

B A Prabhakar
DIN: 02101808
Independent Director

S Balakrishna Kamath
Chief Financial Officer

For and on behalf of Board of Directors of
Ujjivan Small Finance Bank Limited

Sudha Suresh
DIN: 06480567
Independent Director

Sanjeev Barnwal
Company Secretary

Bengaluru
May 08, 2026