



NORTH EAST SMALL FINANCE BANK LIMITED
Guwahati, Assam (CIN : U65100AS2016PLC017505)
BALANCE SHEET AS AT 30TH SEPTEMBER 2023

PARTICULARS	Schedule	(INR in '000)	
	No.	As at September 30, 2023	As at March 31, 2023
CAPITAL AND LIABILITIES			
Capital	1	36,93,804	34,68,468
Reserves and Surplus	2	(29,86,123)	(24,36,006)
Deposits	3	1,58,50,228	2,03,96,300
Borrowings	4	28,67,500	41,17,500
Other Liabilities and Provisions	5	10,10,400	15,58,133
TOTAL		2,04,35,809	2,71,04,395
ASSETS			
Cash and Balance with Reserve Bank of India	6	10,00,004	15,04,537
Balance with Banks and Money at call & short notice	7	21,86,802	40,38,298
Investments	8	34,79,214	34,82,944
Advances	9	1,25,02,462	1,60,32,595
Fixed Assets	10	2,78,898	2,86,131
Other Assets	11	9,88,429	17,59,890
TOTAL		2,04,35,809	2,71,04,395
Contingent Liabilities	12		
Bill for collection			
Significant Accounting Policies and notes to the financial statements	17 & 18		

Schedules referred to above form an integral part of the Balance Sheet
The Balance Sheet has been prepared in conformity with the Form A of the Third Schedule to the Banking Regulation Act, 1949

For and on behalf of the Board of Directors

Ketan Kumar
Pravinchandra
Joshi

Ketan Kumar Joshi
Chief Financial Officer
M. No. 056916

Tapan Kumar
Hazarika

Tapan Kumar Hazarika
Chairman
DIN : 08088195

Place : Guwahati

Date : 28th December 2023

As per our review report of even date
For Chaturvedi & Co
Chartered Accountants
Firm Registration Number : 302133

CA Amit Kumar
Partner

Membership No - 318210
UDIN- 25318210BHBRNL8615

Place : Kolkata

Date : 28th December 2023



SANJEEB
KUMAR MISHRA

Sanjeeb Kumar Mishra
Company Secretary
M. No. FCS6291

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Pritesh
Nath

Pritesh Nath
Interim CEO
Emp ID- 101714



NORTH EAST SMALL FINANCE BANK LIMITED
Guwahati, Assam (CIN : U65100AS2016PLC017505)
PROFIT AND LOSS ACCOUNT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023

PARTICULARS	Schedule No.	For the Year Ended September 30, 2023	(INR in '000) For the Year Ended September 30, 2022
I. INCOME			
Interest Earned	13	12,66,406	14,96,826
Other Income	14	3,43,524	1,29,115
TOTAL		16,09,930	16,25,940
II. EXPENDITURE			
Interest Expended	15	6,99,864	6,09,043
Operating Expenses	16	8,04,079	7,91,019
Provisions and Contingencies		5,34,154	5,46,911
TOTAL		20,38,097	19,46,973
III. PROFIT			
Net Profit After Tax		(4,28,167)	(3,21,033)
Add: Balance in Profit & Loss Account Brought Forward from Previous Year		(28,89,755)	(7,59,697)
TOTAL		(33,17,922)	(10,80,730)
IV. APPROPRIATIONS			
Transfer to Statutory Reserve		-	-
Transfer to Investment Fluctuation Reserve		-	-
Balance Carried to Balance Sheet		(33,17,922)	(10,80,730)
TOTAL		(33,17,922)	(10,80,730)

Significant Accounting Policies and notes to the financial statements 17 & 18
Schedules referred to above form an integral part of the Profit & Loss Account

The Profit & Loss Account has been prepared in conformity with the Form B of the Third Schedule to the Banking Regulation Act, 1949

For and on behalf of the Board of Directors

Ketan Kumar
Pravinchandra
Joshi

Ketan Kumar Joshi
Chief Financial Officer
M. No. 056916

Tapan Kumar
Hazarika

Tapan Kumar Hazarika
Chairman
DIN : 08088195

Place : Guwahati

Date : 28th December 2023

As per our review report of even date

For Chaturvedi & Co

Chartered Accountants

Firm Registration Number : 38437E

Amit Kumar

CA Amit Kumar

Partner

Membership No - 318210

UDIN- 23318210 BHCRNL815

Place : Kolkata

Date : 28th December 2023

**SANJEEB
KUMAR
MISHRA**

Sanjeeb Kumar Mishra
Company Secretary
M. No. FCS6291

**Pritesh
Nath**

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Interim CEO
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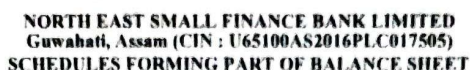
NORTH EAST SMALL FINANCE BANK LIMITED
Guwahati, Assam (CTN : U65100AS2016PLC017505)
SCHEDULES FORMING PART OF BALANCE SHEET

PARTICULARS	(INR in '000)	
	As at September 30, 2023	As at March 31, 2023
SCHEDULE 1 - Share Capital		
Authorised Share Capital:		
Equity Share Capital 60,00,00,000 Shares of INR 10 each (Previous Year 70,00,00,000 Shares of INR 10 each)	60,00,000	70,00,000
Non-cumulative Compulsorily Convertible Preference Share Capital (CCPS):		
10,00,00,000 CCPS of INR 10 each (Previous Year 30,00,00,000 CCPS of INR 10 each)	10,00,000	30,00,000
	70,00,000	1,00,00,000
Issued, Subscribed and Paid up Capital		
Equity Share Capital- 36,93,80,361 Shares of INR 10 each (Previous year 32,77,00,276 Shares of INR 10 each)	36,93,804	32,77,003
Non-cumulative Compulsorily Convertible Preference Share Capital (CCPS)- Nil (Previous Year 1,914,531 shares of INR 10 each)	-	1,91,465
Total	36,93,804	34,68,468
SCHEDULE 2 - Reserves and Surplus		
I. Statutory Reserve		
Opening Balance	1,97,658	1,97,658
Additions during the year	-	-
Closing Balance	1,97,658	1,97,658
II. Investment Fluctuation Reserve		
Opening Balance	1,10,710	1,20,719
Additions during the year	-	-
Less: Drawdown during the year	-	10,009
Closing Balance	1,10,710	1,10,710
III. Share premium		
Opening Balance	1,45,382	97,736
Add: Addition during the year	-	47,646
Less: Conversion made during the year	1,21,951	-
Closing Balance	23,431	1,45,382
IV. Balance in Profit and Loss Account	(33,17,922)	(28,89,754)
Total (I to IV)	(29,86,123)	(24,36,006)
SCHEDULE 3 - Deposits		
A.I. Demand Deposits		
(i) From Banks	2,015	3,561
(ii) From Others	5,93,732	8,56,955
II. Savings Bank Deposits	40,51,666	83,68,442
III. Term Deposits		
(i) From Banks	38,00,821	40,49,668
(ii) From Others	74,01,994	71,17,674
Total (I to III)	1,58,50,228	2,03,96,300
B.I. Deposits of Branches in India	1,58,50,228	2,03,96,300
B.II. Deposits of Branches outside India	-	-
Total (B.I and B.II)	1,58,50,228	2,03,96,300
SCHEDULE 4 - Borrowings		
I. Borrowings in India		
i) Reserve Bank of India	-	-
ii) Other Banks	18,70,000	23,65,000
iii) Other Institutions and Agencies	9,97,500	17,52,500
iv) Others (Non-Convertible Redeemable Debentures) (Refer note below)	-	-
Total	28,67,500	41,17,500
II. Borrowings outside India	-	-
Total (I and II)	28,67,500	41,17,500



Ketan Kumar
Pravinchand
ra Joshi

**SANJEEB
KUMAR
MISHRA**

**SCHEDULES FORMING PART OF BALANCE SHEET**

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MISHRA**

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NORTH EAST SMALL FINANCE BANK LIMITED
Guwahati, Assam (CIN : U65100AS2016PLC017505)
SCHEDULES FORMING PART OF BALANCE SHEET

PARTICULARS	(INR in '000)	
	As at September 30, 2023	As at March 31, 2023
SCHEDULE 9 - Advances		
A. i) Cash Credits, Overdrafts and Loans repayable on demand		
ii) Term Loans	2,77,813	3,28,490
Total	<u>1,22,24,649</u>	<u>1,57,04,105</u>
B. i) Secured by Tangible Assets	<u>1,25,02,462</u>	<u>1,60,32,595</u>
ii) Covered by Banks/Government Guarantees	87,92,395	1,05,51,344
iii) Unsecured	-	-
Total	<u>37,10,067</u>	<u>54,81,251</u>
C.I. Advances in India	<u>1,25,02,462</u>	<u>1,60,32,595</u>
i) Priority Sectors		
ii) Public Sectors		
iii) Banks	1,10,03,781	1,47,42,553
iv) Others		
Total C.I	<u>14,98,681</u>	<u>12,90,042</u>
C.II. Advances outside India	<u>1,25,02,462</u>	<u>1,60,32,595</u>
Total C.II	-	-
Total C (I and II)	<u>1,25,02,462</u>	<u>1,60,32,595</u>
SCHEDULE 10 - Fixed Assets		
I. Owned Assets :		
a) Premises		
b) Fixed Assets (Including Furnitures and Fixtures)		
At the beginning of the year	6,88,308	6,04,491
Additions during the year	31,455	89,886
Deductions during the year	1,078	6,069
Total (I)	<u>7,18,685</u>	<u>6,88,308</u>
II) Depreciation		
At the beginning of the year	4,02,177	3,21,412
Charge for the year	38,647	81,858
Deductions during the year	1,037	1,093
Total (II)	<u>4,39,787</u>	<u>4,02,177</u>
Net Block (I - II)	<u>2,78,898</u>	<u>2,86,131</u>
Total	<u>2,78,898</u>	<u>2,86,131</u>
SCHEDULE 11 - Other Assets		
i. Inter-office adjustments(net)	22	-
ii. Interest Accrued	3,49,382	11,11,203
iii. Tax paid in advance (net of provision for tax)	48,083	47,742
iv. Deferred Tax Assets	4,11,532	4,09,907
v. Others	1,79,410	1,91,038
Total	<u>9,88,429</u>	<u>17,59,890</u>
SCHEDULE 12 - CONTINGENT LIABILITIES		
I. Claims Against the Bank not Acknowledged as debts	-	-
II. Liability for partly paid investments	-	-
III. Liability on accounts of outstanding forward exchange and derivative contracts:	-	-
IV. Guarantees Given on behalf of constituents	-	-
V. Acceptances, endorsements and other Obligations	-	-
VI. Other Items for which the bank is constitutently liable.	-	-
Total	-	-

Note:- Also refer Note No 13 of Schedule 18



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NORTH EAST SMALL FINANCE BANK LIMITED
Guwahati, Assam (CIN : U65100AS2016PLC017505)
SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT

PARTICULARS	For the Year Ended September 30, 2023	For the Year Ended September 30, 2022
	(INR in '000)	
SCHEDULE 13 - Interest Earned		
I. Interest on Advances		
II. Income on Investments	10,31,548	13,55,791
III. Interest on Balances with RBI and Other Inter-Bank Funds	1,19,030	97,992
IV. Other interest Income	1,15,799	43,025
Total (I to IV)	<u>29</u>	<u>18</u>
	12,66,406	14,96,826
SCHEDULE 14 - Other Income		
I. Commission, Exchange & Brokerage	7,706	98,904
II. Profit on sale of Investments		
Less: Loss on Sale of Investments	(3,385)	
III. Profit on sale of land, buildings and other assets	-	(28,346)
IV. Miscellaneous Income*	11	(44)
Total (I to IV)	<u>3,39,192</u>	<u>58,601</u>
	3,43,524	1,29,115
SCHEDULE 15 - Interest Expended		
I. Interest on Deposits	5,38,864	4,56,876
II. Interest on all other borrowings	1,61,000	1,52,167
Total (I to II)	<u>6,99,864</u>	<u>6,09,043</u>
SCHEDULE 16 - Operating Expenses		
I. Payments and Provisions for Employees	4,21,389	4,23,957
II. Rent, Taxes and Lighting	59,819	53,228
III. Printing and Stationery	3,598	6,024
IV. Advertisement and Publicity	5,910	5,441
V. Depreciation on Bank's property	38,647	44,047
VI. Director's Fees's, Allowances & Expenses	3,640	3,540
VII. Auditors fees and expenses	1,560	2,000
VIII. Law Charges	61	51
IX. Postage, Telegrams, Telephones, etc.	903	2,101
X. Repairs and Maintenance	39,748	36,137
XI. Insurance	22,080	21,595
XII. Other expenditure	1,25,176	1,35,667
XIII. IT Cost (FIS)	81,548	57,231
Total (I to XIII)	<u>8,04,079</u>	<u>7,91,019</u>



Ketan Kumar
Pravinchandra
ra Joshi

Signature of Ketan Kumar
Signature of Pravinchandra Joshi
Date: 30/09/2023
Place: Guwahati

YANKEE KUMAR



NORTH EAST SMALL FINANCE BANK LIMITED

Guwahati, Assam (CIN : U65100AS2016PLC017505)

CASH FLOW STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023

₹ in '000

PARTICULARS	For the Year Ended September 30, 2023	For the Year Ended September 30, 2022
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax	(4,29,791)	(3,17,438)
Adjustment For:		
(Profit)/Loss on sale of Fixed Assets	11	(44)
Fair value gain on SG securities	(3,385)	(28,344)
Contingent Provisions for Standard Assets	(92,642)	2,77,780
Adhoc Provision against NPA	-	-
Depreciation & Amortisation	38,647	44,647
Drawdown from Investment fluctuation reserve	-	(10,669)
Provision for Non Performing / Bad Assets	6,28,420	2,65,536
Operating Profit before Working Capital Changes	1,41,260	2,31,528
Adjustments for:		
Decrease/(Increase) in Other Assets	7,73,086	(1,94,680)
Decrease/(Increase) in Term Deposits with other Banks	5,00,000	-
Increase/(Decrease) in Other liabilities and Provisions	(4,55,091)	1,90,669
Decrease/(Increase) in Advances	29,01,713	(4,30,107)
Decrease/(Increase) in Investments	7,115	(1,79,923)
Increase/(Decrease) in Deposits	(45,46,072)	4,82,298
Cash generated from / (used) in Operations:	(8,19,249)	(1,31,743)
Taxes Paid	-	-
Net Cash Flow from / (used) in Operating Activities	(A) (6,77,989)	99,785
CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets	(31,455)	(44,047)
Sale of Fixed Assets	29.74	10,935
Net Cash Flow used in Investing Activities	(B) (31,425)	(33,112)
Borrowings		
CASH FLOW FROM FINANCING ACTIVITIES:		
Increase/(Decrease) in Capital (net)	2,25,336	59,277
Increase/(Decrease) in Share Premium	(1,21,951)	40,723
Increase/(Decrease) in Borrowings (Net)	(12,50,000)	(6,19,150)
Net Cash Flow from / (Used in) Financing Activities	(C) (11,46,615)	(5,19,150)
Net Increase / (Decrease) in Cash or Cash Equivalents (A+B+C)	(18,56,029)	(4,52,478)
Opening Cash and Cash Equivalents	49,42,836	19,78,475
Cash and Cash Equivalents at the end of the year	30,86,806	15,25,997
Break up cash and cash equivalent		
Cash and Balance with RBI	10,00,004	8,69,587
Balance in current account with other banks	86,802	1,56,410
Deposits	20,00,000	5,00,000
Money at Call & Short Notice	-	-
Total Cash & Cash Equivalent	30,86,806	15,25,997

Notes:

- The above Cash Flow Statement has been prepared under the Indirect Method as set out in Accounting Standard 3 of Cash Flow Statements
- Figures in bracket indicate cash outflow.



Ketan Kumar
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ra Joshi

Chartered Accountant
Firm Name: CHATURVEDI & CO.
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Firm Phone: 9856111111, 9856111112
Firm Email: info@chaturvedi.co

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For and on behalf of the Board of Directors

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Pritesh Nath

Pritesh Nath
Interim CEO
Emp ID- 101714

Place : Guwahati

Date : 28th December 2023

As per our review report of even date

For Chaturvedi & Co

Chartered Accountants

Firm Registration Number : 302137E

CA Amit Kumar
Partner

Membership No - 318210

UDIN- **23318210 BH BRNL8615**



Place : Kolkata

Date : 28th December 2023



NORTH EAST SMALL FINANCE BANK LIMITED
Guwahati, Assam (CIN : U65100AS2016PLC017505)

Schedule 17- Significant Accounting Policies

1. Background

North East Small Finance Bank Limited (the "Bank") is a public limited Company incorporated on July 25, 2016 under the provisions of the Companies Act, 2013 having CIN- U65100AS2016PLC017505, received in principle approval from the Reserve Bank of India ("RBI") to establish a small finance bank in the private sector under section 22 of the Banking Regulation Act, 1949 on September 16, 2015. The bank received license from the Reserve Bank of India (RBI) to operate as a Small Finance Bank under the Banking Regulation Act, 1949 with effect from March 31, 2017 and commenced its banking operations on October 17, 2017.

The Bank provides Retail banking services and wide range of financial services to economically poor in urban, semi-urban and rural areas. The Bank has its headquarter in Guwahati with nine zonal offices. The Bank operates in India concentrating in North East Region and West Bengal at present and does not have a branch in any foreign country.

2. Basis of Preparation

The financial statements have been prepared in accordance with the requirements prescribed under the Banking Regulation Act, 1949. The accounting and reporting policies of the Bank used in the preparation of these financial statements is the accrual method of accounting and historical cost convention and it conforms with Generally Accepted Accounting Principles in India ("Indian GAAP"), the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other relevant provisions of the Companies Act, 2013 ("the Act") and the Companies (Accounting Standards) Amendment Rules 2016, in so far as they apply to banks and the guidelines issued by the RBI.

3. Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liability) and the reported income and expenses during the period. The management believes that the estimates used in preparation of financial statements are prudent and reasonable. Future results could differ from actuals and the differences between the actual results and the estimates are recognized prospectively in which the results are known. Any revision to accounting estimates is recognized prospectively in current and future periods.

4. Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Bank and the revenue can be reliably measured.

Interest Income is recognized in the statement of profit and loss on accrual basis, except in the case of non-performing assets. Interest on non-performing assets is recognized upon realization as per the prudential norms of the RBI.

Processing fees and commission collected on loans disbursed, along with related loan acquisition cost are recognised upfront at Inception of loan. However any processing fees collected at the time of restructuring as a result of renegotiations or rescheduling of outstanding dates are recognised on accrual basis over the period of time covered by the renegotiated or rescheduled extension of credit.

Interest on Government securities, debentures and other fixed income securities is recognized on a period proportion basis. Income on discounted instruments is recognized over the tenor of the instrument on a constant Yield to Maturity method.

Commission on sale of insurance products are recognised on accrual basis on sale of number of policies of respective insurance companies.

5. Investments

Classification and valuation of the Bank's investments are carried out in accordance with the RBI guidelines which are as follows:

Categorisation of Investments

The Bank classifies its investment at the time of purchase into one of the following three categories:

- Held to Maturity (HTM) – Securities acquired with the intention to hold till maturity
- Held for Trading (HFT) – Securities acquired with the intention to trade.
- Available for Sale (AFS) – Securities which do not fall within the above two categories

Subsequent shifting amongst the categories is done in accordance with the RBI guidelines.

Classification of Investments

For the purpose of disclosure in the Balance Sheet, investments are classified under six groups viz., (i) Government Securities, (ii) Other Approved Securities, (iii) Shares, (iv) Debentures and Bonds, (v) Investments in Subsidiaries and Joint Ventures, and (vi) Other Investments.

Acquisition cost

- Broken period interest on debt instruments is treated as revenue item.
- Brokerage, commission, etc. pertaining to investments, paid at the time of acquisition is charged to the Profit and Loss account.
- Cost of investments is computed based on the First in First Out basis.

Transfer Between Categories

Transfer between categories is done at the lower of the acquisition cost / book value / amortised cost / market value on the date of the transfer and depreciation, if any, on such transfer is fully provided for, in accordance with the RBI guidelines.



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NORTH EAST SMALL FINANCE BANK LIMITED
Guwahati, Assam (CIN : U65100AS2016PLC017505)

Schedule 17- Significant Accounting Policies
Valuation of Investments

- i. Held to Maturity – Each security in this category is carried at its acquisition cost. Any premium on acquisition of the security is amortized over the balance period to maturity. The amortized amount is classified under Interest earned – Income on investments (Item II of Schedule 13). The book value of the security is reduced to the extent of amount amortized during the relevant accounting period. Diminution, other than temporary, is determined and provided for each investment individually.
- ii. Held for Trading – Securities are valued scrip-wise and depreciation / appreciation is aggregated for each classification. Net appreciation in each classification is ignored, while net depreciation is provided for.
- iii. Available for Sale – Securities are valued scrip-wise and depreciation / appreciation is aggregated for each classification. Net appreciation in each classification, is ignored, while net depreciation is provided for.
- iv. Market value of government securities (excluding treasury bills) is determined on the basis of the prices / YTM declared by Primary Dealers Association of India (PDAI) jointly with Fixed Income Money Market and Derivatives Association (FIM- MDA) / Financial Benchmarks India Private Limited.
- v. Treasury bills are valued at carrying cost, which includes discount amortized over the period to maturity.
- vi. Purchase and sale transaction in securities are recorded under Settlement Date method of accounting, except in the case of the equity shares where Trade Date method of accounting is followed.
- vii. Provision for non-performing investments is made in conformity with RBI guidelines.
- viii. In the event, provisions created on account of depreciation in the AFS or HFT categories are found to be in excess of the required amount in any year, the excess is credited to the Profit and Loss account and an equivalent amount (net of taxes, if any, and net of transfer to Statutory Reserves as applicable to such excess provisions) is appropriated to an Investment Reserve Account (IRA). The balance in IRA account is used to meet provision on account of depreciation in AFS and HFT categories by transferring an equivalent amount to the Profit and Loss Appropriation account as and when required.
- ix. Unquoted equity shares are valued at their break-up value which is ascertained from the company's latest balance sheet. In case the latest balance sheet is not available the shares are valued at ₹ 10 per share.

Disposal of Investment

Investments classified as HFT or AFS - Profit or loss on sale or redemption is recognised in the Profit and Loss Account. Profit in respect of sale or redemption of investments from HTM category is included in the Profit on Sale of Investments and an equivalent amount (net of taxes, if any, and net of transfer to Statutory Reserves as applicable to such profits) is appropriated from the Profit and Loss Appropriation account to Capital Reserve account. Loss on sale or redemption is recognised in the Profit and Loss Account.

6. Loans/Advances and Provision thereon

6.1 Classification:

Advances are classified as per RBI guidelines into standard, sub-standard, doubtful and loss assets after considering subsequent recoveries to date.

6.2 The accrued interest on advances are part of loans w.e.f. 22nd April 2023 on migration to new CBS system namely BSG Turing.

6.3 Provision:

Specific loan loss provisions are made for NPAs based on management's judgment of the degree of impairment of the loan subject to the minimum requirements as per the extant guidelines prescribed by the RBI. The provisions towards Standard Assets is made as per the extant RBI notifications and shall not be netted from gross advances but shall be shown separately as 'Contingent Provisions against Standard Assets' under 'Other Liabilities and Provisions'.

Apart from the general provision made on standard assets as above, the Bank is also maintaining additional provisions to cover potential credit losses which are inherent in any loan portfolio but not identified from time to time basis approvals received from their Board of Directors.

Amounts recovered during the year against bad debts written off in earlier years are recognised in the Profit and Loss Account.

6.4 Floating Provision:

Provisions made in excess of the Bank's policy for specific loan loss provisions for non-performing assets and regulatory general provisions are categorised as floating provisions. Creation of floating provisions is approved by the Board of Directors in accordance with the RBI guidelines. Floating provisions are used only for contingencies under extraordinary circumstances and for making specific provisions for impaired accounts as per Board approval and regulatory approval. Floating provisions, if any, are shown under "Other liabilities and Provisions" (Schedule 5).



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NORTH EAST SMALL FINANCE BANK LIMITED
Guwahati, Assam (CIN : U65100AS2016PLC017505)

Schedule 17- Significant Accounting Policies

7. Fixed Assets (Tangible and Intangible)

7.1 Fixed assets are stated at cost, net of accumulated depreciation and impairment. The cost of an asset comprises its purchase price and any cost directly attributable to bringing the asset to its working condition and location for its intended use. Subsequent expenditure on fixed assets after its purchase is capitalized only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

7.2 Fixed assets are reviewed for impairment whenever events or changes in circumstances indicate that carrying amount of an asset may not be recoverable. An asset's recoverable amount is the higher of an asset's net selling price and its value in use. If such assets are considered to be impaired, the impairment is recognized by debiting the profit and loss account and is measured as the amount by which the carrying amount of the assets exceeds the fair value of the assets. An Impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An Impairment loss is reversed only to the extent that the asset carrying value does not exceed the carrying value that would have been determined net of depreciation or amortization, if no impairment loss had been recognized.

7.3 Receipt of any Grant / Subsidy either from NABARD / SIDBI / other FIs shall be adjusted in the cost of Fixed Assets for which such Grant / Subsidy has been received.

7.4 Capital work-in-progress includes costs incurred towards creation of fixed assets that are not ready for their intended use.

7.5 Item costing less than INR 5,000/- shall be fully depreciated in the year of purchase.

8. Depreciation & Amortization

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013. Leasehold improvements are amortized over the duration of the lease. The estimated useful life of the intangible assets and the amortization period are reviewed at the end of each financial year and the amortization period is revised to reflect the changed pattern, if any.

The useful life being followed by the Bank as prescribed in Schedule II to the Companies Act, 2013 is as follows

Asset	Useful Life as per
Computer	3
Furniture	10
Office equipment	5
Motor Vehicle	8
Server	6
Software	3
Goodwill	5

9. Employee Benefits

Provident Fund: Contribution towards provident fund for certain employees is made to the regulatory authorities, where the Bank has no further obligations. Such benefits are classified as Defined Contribution Schemes as the Bank does not carry any further obligations, apart from the contributions made on a monthly basis.

Gratuity: The Gratuity scheme of the Bank is a defined benefit scheme and the expense for the period is recognized on the basis of actuarial valuation at the Balance Sheet date. The present value of the obligation under such benefit plan is determined based on independent actuarial valuation using the Projected Unit Credit Method which recognizes each period of service that gives rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. Actuarial losses/ gains are recognized in the Profit and Loss Account in the year in which they arise.

Leave Encashment: Provision for compensated absences is made on the basis of actuarial valuation as at the Balance Sheet date. The actuarial valuation is carried out using the Projected Unit Credit Method. Actuarial losses/ gains are recognized in the Profit and Loss Account in the year in which they arise.

10. Taxes

Tax expenses comprise of current and deferred taxes. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961. Deferred taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the Balance Sheet date. Deferred tax assets are recognized, in general, only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized; where there are unabsorbed depreciation and/or carry forward of losses under tax laws, deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that such deferred tax asset can be realized against future taxable income.



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NORTH EAST SMALL FINANCE BANK LIMITED
Guwahati, Assam (CIN : U65100AS2016PLC017505)

Schedule 17- Significant Accounting Policies

11. Cash and Cash equivalent

Cash and cash equivalents include cash in hand, balances with RBI, balances with other banks and money at call and short notice (excluding fixed deposits with original maturity of more than three months)

12. Segment Reporting

In accordance with the guidelines issued by the RBI vide DBOD.No.BP.BC.81/21.01.018/2006-07 dated April 18, 2017 and accounting standard 17 (AS-17) on "Segment Reporting", the Bank's business has been segregated into Treasury and Retail banking segments, the Bank has adopted Segment Reporting as under:

Treasury includes all investment portfolios, Profit / Loss on sale of Investments, income from money market operations. The expenses of this segment consist of interest expenses on funds borrowed from external sources as well as internal sources and depreciation / amortization of premium on Held to Maturity category investments as well as relevant operating expenses.

Retail Banking includes lending to and deposits from retail customers and identified earnings and expenses of the segment

Unallocated Revenue consists of loss on sale of assets, unallocated expenses includes depreciation, directors' sitting fees & remuneration, audit fees etc

Unallocated Liabilities consists of outstanding expenses like rent, advertisement and the taxes payable etc. while unallocated assets include balances with RBI, Fixed assets, input tax credits etc.

13. Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for events of bonus issue, bonus element in a rights issue to existing shareholders and share split.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares. Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year.

14. Provisions and contingent assets/liabilities

A provision is recognized when there is an obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

A disclosure of contingent liability is made when there is:

- a possible obligation arising from a past event, the existence of which will be confirmed by occurrence or non-occurrence of one or more uncertain future events not within the control of the Bank; or
- a present obligation arising from a past event which is not recognized as it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets, if any, are not recognized in the financial statements since this may result in the recognition of income that may never be realized.

15. Leases

Lease rentals under operating lease are charged to the Profit and Loss Account on straight line basis over the lease term.

Lease arrangements where risk and rewards incidental to ownership of an assets substantially vest with the lessor are recognised as operating leases.

16. Investment Fluctuation Reserve

In accordance with RBI Guidelines, banks are required to create a minimum Investment Fluctuation Reserve (IFR) equivalent to 5% of Total Investment Portfolio, within a period of five years from its commencement.

17. Statutory Reserve

Pursuant to the requirements of Section 17 of the Banking Regulation Act, 1949 and RBI guidelines dated September 23, 2000, the Bank is required to appropriate 25% of profit after tax for the year to the statutory reserve.

18. Share Issue Expenses

The bank shall consider the share issue expenses as " Preliminary Expenses" and shall amortise over a period of five years.



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NORTH EAST SMALL FINANCE BANK LIMITED
Guwahati, Assam (CIN : U65100AS2016PLC017505)

SCHEDULE - 18 NOTES TO INTERIM FINANCIAL STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023

1. Statement of Compliance

The interim financial statement comprise of Balance Sheet as at September 30, 2023, Statement of Profit and Loss and interim cash flow statement for the six month period ended September 30, 2023 and other explanatory information's. The financial statements have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP).

The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014 and Companies (Accounting Standards) Amendment Rules 2016 in so far as they apply to banks and the guidelines issued by RBI.

The financial statements have been prepared on an accrual basis and under the historical cost.

These interim financial statements are prepared in accordance with Accounting Standard 25 'Interim Financial Reporting' specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Accounting Standard) Amendment Rules 2016.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year / period.

2. Capital

2.1 Capital Infusion (Tier-I Capital)

During the period ended September 2023, Bank has received an amount of INR 1,01,061 thousands (Year ended 31st March 2023- INR 2,60,818 thousands) as capital funds as under at a premium of INR 2,324 thousands (Year ended 31st March 2023- INR 1,79,182 thousands) (INR in '000)

Name of Investor	Number of Equity Shares	Respective Consideration (including share premium)
Garagepreneurs Internet Pvt Ltd (Slice)	1,01,06,089	1,03,385

As on 30th September 2023, the total no of equity shares including the above fresh infusion is as under:- (INR in '000)

Particulars	Number of Equity Shared	Number of CCPS	Amount of CCPS Capital	Amount of Capital
Opening Balance as on 01.04.2023	32,77,00,276	1,91,46,531	1,91,465	34,68,468
Add Fresh issuance during the period	1,01,06,089	-	-	1,03,385
Add equity converted from CCPS	3,15,73,996	-	-	3,13,416
Sub Total	36,93,80,361	1,91,46,531	1,91,465	38,85,269
Less converted into equity shares	-	(1,91,46,531)	(1,91,465)	(1,91,465)
Closing Balance as on 30.09.2023	36,93,80,361	-	-	36,93,804

3. During the period Bank has received a No Objection Certificate from RBI vide their letter no CO.DOR.HGG.No.S3684/16-02-010/2023-24 dated 28th Sept 2023 towards application made by Bank seeking approval of composite scheme of amalgamation of all the companies under the group of Garagepreneurs Internet Pvt Ltd. (Slice) as well as reverse merger of Bank's holding Company RGVN(NE) Microfinance Ltd with the Bank.

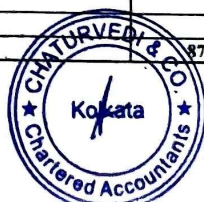
4. Approval of financial statement

These interim financial statements have been prepared by management in accordance of AS 25 'Interim Financial Statements' specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Accounting Standard) Amendment Rules 2016, for the purpose of submission to Board of Directors purely for internal Management purposes and for the purpose of preparation of consolidated financial statement by its holding company, RGVN(North East) Microfinance Limited.

5. Resolution of Stressed Assets

In line with Covid 2.0 stress resolution vide RBI circular RBI/2020-21/16 DOR No BP.BC/3/21.04.048/2020-21 dt 5th May 2021 bank has restructured 3,18,389 accounts aggregating to INR 87,76,847 thousands. Accordingly bank has created an overall provision of 10% for these accounts amounting to INR 8,77,685 thousands. During the period ended 30th September 2023 bank has recovered an amount of INR 1,18,725 thousands and written back the provision to the extent of INR 3,490 thousands, as the recovery in these accounts are more than 20%.

Type of Borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of 30th September 2021 (A)	Of (A), aggregate debt that slipped into NPA during the period	Of (A) amount written off during the period	Of (A) amount paid by the borrowers during the period	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this period
Personal Loans / Individual Loans	87,76,847	1,88,736	NIL	1,18,725	1,57,783
Corporate persons	NIL	NIL	NIL	NIL	NIL
Of which MSME's	NIL	NIL	NIL	NIL	NIL
Others	NIL	NIL	NIL	NIL	NIL
Total	87,76,847	1,88,736	NIL	1,18,725	1,57,783





NORTH EAST SMALL FINANCE BANK LIMITED
Guwahati, Assam (CIN : U65100AS2016PLC017505)

SCHEDULE - 18 NOTES TO INTERIM FINANCIAL STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023

6. Resolution Plan under Flood identified as natural calamity in the State of Assam

During FY 2022-23, Govt. of Assam Revenue Department issued a notification no RDM-16015/100/2022-I:STT (HQ)-REB-Revenue & D.M. 1/40199/2022 dated 2nd August 2022 considering the large scale devastation across 34 districts of state of Assam except Karbi Anglong as due to current flood season starting from 6th April 2022 as natural disaster affecting the state of Assam. Accordingly, Bank has taken necessary steps in line with RBI guidelines/SLBC directives in this regard to provide relief measures to the affected borrowers in these 34 districts. The bank implemented the said resolution plan to 1,44,379 accounts involving a total amount of INR 46,33,505 thousands. Out of these 1,25,401 nos of accounts are also covered under Covid 2 Restructuring involving an amount of INR 29,74,152/- thousands as on 31st March 2023. So far bank could able to upgrade 42,940 nos of NPA accounts involving a total outstanding amount of INR 9,23,221 thousands.

The position of flood restructuring accounts are as under:-

Asset Class	Position as on September 30, 2023		Position as on March 31, 2023	
	Nos of accounts	INR in '000'	Nos of accounts	INR in '000'
Standard Regular	2,289	29,023	59,743	12,11,063
Standard Irregular(SMA-0)	2,174	37,877	7,554	2,39,215
Standard PNPA-Stage I(SMA-1)	2,367	53,532	4,912	2,03,884
Standard PNPA-Stage II(SMA-2)	7,151	1,89,177	410	11,789
Sub Standard	4,010	2,36,625	813	32,500
Doubtful	69,294	22,43,136	61,518	18,95,687
Grand Total	87,285	27,89,371	1,34,950	35,94,138

7. Implementation of Relief Measures on account of violence and unrest in the state of Manipur

During the period Govt. of Manipur has issued a notification No OTH-IF-2/3/2023 DIF-DIF dated 21/06/2023 declaring that the whole State of Manipur has been affected by riots/disturbances since 03/05/2023 and that the provision of relief measures as per the RBI Master Direction RBI/FIDD/2018-19/64 and RBI/FIDD/2018-19/65 dated 17/10/2018 may be taken up. Accordingly, Bank has taken necessary steps in line with RBI guidelines/SLBC directives in this regard to provide relief measures to the affected borrowers in the State of Manipur. The bank implemented the said resolution plan to 2,499 accounts involving a total amount of INR 2,67,472 thousands. All these accounts are classified as "Standard" account.

8. Disclosure of Fraud

Particulars	INR in '000	
	For the half year ended 30th Sept 2023	For the year ended 31st March 2023
Number of frauds reported	NIL	3
Amount Involved in fraud	NIL	2,800
Amount of provision made for such frauds	NIL	434
Amount of Unamortised provision debited from 'other reserves' as at the end of the year	NIL	NIL

9. Floating Provision

Particulars	INR in '000	
	As on 30th Sept 2023	As on 31st March 2023
a) Opening Balance in the Floating Provision account	1,50,000	1,50,000
b) Add : Floating provision made during the period	-	-
c) Less: Floating provision utilised during the period*	1,50,000	-
Closing balance in the Floating provisions account	-	1,50,000

* As per communication received from RBI, the above provisions cannot be categorised as floating provision and hence reversed.

10. Priority sector lending certificates (PSLCs)

Bank's transaction of PSLCs during the period ended 30th September 2023

Particulars	Period ended Sep 30, 2023		Period ended March 31, 2023	
	PSLC Purchased	PSLC Sold	PSLC Purchased	PSLC Sold
PSLC Small & Marginal Farmers	8,00,000	NIL	31,00,000	NIL
PSLC Micro Enterprise	NIL	NIL	13,00,000	NIL
TOTAL PSLCs	8,00,000	NIL	44,00,000	NIL



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NORTH EAST SMALL FINANCE BANK LIMITED
Guwahati, Assam (CIN : U65100AS2016PLC017505)

₹ in '000

SCHEDULE - 18 NOTES TO INTERIM FINANCIAL STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023

11. Related Party Transactions

As per AS 18 Related party Disclosures notified under section 133 of the companies Act 2013, read together with Paragraph 7 of the Companies (Accounts) Rule 2014, the related parties of the Bank during the year ended March 31, 2023 are disclosed below:

Nature of Related Party	Name and Relationship
Key Management Personnel (KMP)	Rupali Kalita - Managing Director and Chief Executive Officer Ketan Kumar Joshi - Chief Financial Officer Sanjeeb Kumar Mishra - Company Secretary (From 04/09/2023)
Director	Ram Krishna Garg- Independent Director & Part Time Chairman Gautam Barua- Independent Director Manjula Saikia Bhuyan- Independent Director
Holding Company	RGVN (North East) Microfinance Limited
Relatives of KMP	Kiran Kalita - Mother of Rupali Kalita Sangeeta Ketan Joshi - Spouse of Ketan Kumar Joshi Hemant Kumar Joshi - Brother of Ketan Kumar Joshi

a) Transactions during the year

Particulars	For the period ended September 30, 2023				For the period ended September 30, 2022			
	Holding Company	Director	Key Management Personnel	Relatives of KMP	Holding Company	Director	Key Management Personnel	Relatives of KMP
Liabilities								
Term Deposit	(48,214)	1,524	408	-	(14,216)	13,436	1,753	(508)
Saving Deposit (Net of withdrawal)		(1,514)	736	(21)		726	(447)	(296)
Assets								
Long Term Deposit receivables	1,635				2,637	-	-	-
Expense								
Interest paid on deposits:								
RGVN (North East) Microfinance Limited	2,936				4,044	-	-	-
Ram Krishna Garg		12				0		
Gautam Barua		704				601		
Manjula Saikia Bhuyan		104				94		
Ketan Kumar Joshi			3		-	-	4	-
Rupali Kalita			401		-	-	339	-
Sanjeeb Kumar Mishra			0		-	-	2	-
Kiran Kalita				6	-	-	-	35
Sangeeta Ketan Joshi				64	-	-	-	51
Hemant Kumar Joshi				-	-	-	-	13
Net Interest paid on Deposits	2,936	820	403	70	4,044	696	344	99
Payment of Remuneration:*								
Rupali Kalita	-	-	3,417		-	-	3,915	-
Sanjeeb Kumar Mishra	-	-	214		-	-	657	-
Ketan Kumar Joshi	-	-	2,679		-	-	2,552	-
Total Remuneration	-	-	6,310	-	-	-	7,123	-
Reimbursement of Expenses	-	-	-	-	(312)	-	-	-

* The above remuneration excludes Bonus, Leave encashment & Gratuity

b) Balance outstanding as at year end are as follows

Particulars	For the period ended September 30, 2023				For the period ended September 30, 2022			
	Holding Company	Director	Key Management Personnel	Relatives of KMP	Holding Company	Director	Key Management Personnel	Relatives of KMP
Outstanding as at Year end								
Deposits	60,736	22,094	11,140	1,902	1,06,195	20,813	9,773	1,827
Other Liabilities and Provisions	-	-	-	-	-	-	-	-
Receivable as at year end								
Other Assets	1,635				2,637			

c) Maximum Balance outstanding during the year

Particulars	For the period ended September 30, 2023				For the period ended September 30, 2022			
	Holding Company	Director	Key Management Personnel	Relatives of KMP	Holding Company	Director	Key Management Personnel	Relatives of KMP
Deposits	60,736	22,094	11,140	1,902	1,20,394	20,813	9,773	1,827
Other Liabilities and Provisions	-	-	-	-	-	-	-	-
Other Assets	1,635				2,949			



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NORTH EAST SMALL FINANCE BANK LIMITED
Guwahati, Assam (CIN : U65100AS2016PLC017505)

SCHEDULE - 18 NOTES TO INTERIM FINANCIAL STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023

12. Segment reporting

(INR in '000)

Particulars	Treasury		Retail Banking		Total	
	Sep-23	Sep-22	Sep-23	Sep-22	Sep-23	Sep-22
Segment Revenue	5,63,193	6,79,103	13,78,446	9,46,864	19,41,640	16,25,967
Segment Results	3,47,584	7,637	(1,09,879)	4,60,840	2,37,745	4,68,451
Unallocated Expenses					1,31,758	2,42,572
Operating Profits					1,05,987	2,25,878
Provisions and Contingencies other than Tax	-	-	5,35,778	5,43,316	5,35,778	5,43,316
Tax Expenses (including deferred tax)					(1,625)	3,595
Extraordinary profit/loss					-	-
Net profit					(4,28,167)	(3,21,033)
Other Information:						
Segment Assets	37,29,729	31,14,679	1,36,78,290	1,84,92,705	1,74,08,019	2,16,07,384
Unallocated Assets	-	-	-	-	30,27,789	20,13,156
Total Assets	37,29,729	31,14,679	1,36,78,290	1,84,92,705	2,04,35,808	2,36,20,540
Segment Liabilities	43,19,168	44,11,541	1,53,38,781	1,66,19,174	1,96,57,949	2,10,30,715
Unallocated Liabilities	-	-	-	-	70,179	88,337
Total Liabilities	43,19,168	44,11,541	1,53,38,781	1,66,19,174	1,97,28,128	2,11,19,053

Note 1 The Bank has no corporate banking business.

Note 2 Assets, liabilities, expenses and income which cannot be allocated to any business segment has been presented as Unallocated

Note 3 The Treasury Segment primarily consists of net interest earnings from the Bank's Investment in SLR securities upto mandatory SLR prescribed by RBI, money market borrowing and lending and gains or losses on Investment operations.

Part B: Geographic Segment

The Bank's entire operations, customers and assets are in India and hence no separate geographical segment disclosures are given.

13. The Holding Company of the Bank had received income tax demand order of Rs. 35,25,135 thousands from income tax authorities for the financial year 2016-17 (Assessment year 2017-18) before the formation of the Bank on 17/10/2017. This majority includes the demand towards Share capital raised by the Holding Company during the assessment year, cash deposits done during the period of demonetization on account of collection from various customers and interest thereon. The Holding Company has filed an appeal against order before Commissioner of Income Tax (Appeals) and is hopeful of favorable decision as the additions are unsustainable. As per the terms of Business Transfer Agreement executed between the Holding Company and the Bank, in the event of crystallization of this contingent liability, the Bank may have to reimburse the same to the Holding Company. However the Board of Directors of the bank has noted in its meeting held on 24th February 2021 that Income Tax Department has passed an ex parte assessment order with a demand. As per the GAAP principles of accounting, any event occurring in the books of Holding Company cannot be shown in the books of the subsidiary company. Hence it is shown as a Note to Accounts in its financial statements of the Bank.

14. Deferred Tax

Particulars of (Asset)/ Liability	September 30, 2023	September 30, 2022
Depreciation	(2,865)	(2,895)
Provision not allowed under Income Tax Act, 1961	(3,79,735)	-
Expense allowed on cash basis under Income Tax Act, 1961	(27,765)	(13,155)
Other	(1,167)	-
Total	(4,11,532)	(16,050)

15. Recent development on sale to ARC as on 23rd November 2023: -

As approved by Board a deal was signed on 23rd November 2023 between Bank and Edelweiss ARC by forming a separate trust to carry out the ARC transaction. The trust is named as "EARC Trust SC-491". On the same day, Bank has subscribed to investment in security receipts issued by such Trust amounting to INR 127.38 Crores and received an amount of INR 149.86 Crore towards sales consideration of stressed loan portfolio of INR 535.23 Crore involving 1,80,825 accounts as on 30th September 2023 as cut-off date. Also as per assignment agreement dated 23rd November 2023, Bank (assignor) has assigned Edelweiss ARC (assignee) entire stressed loan portfolio of INR 535.23 Cr. Thus w.e.f. 1st October 2023 this portfolio will no longer exist with Bank. Bank has also been appointed by Trust as a collection agent at a facilitator fee of 1% on gross recovery payable every quarter through a separate service agreement dated 23rd November 2023.



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NORTH EAST SMALL FINANCE BANK LIMITED
Guwahati, Assam (CIN : U65100AS2016PLC017505)

SCHEDULE - 18 NOTES TO INTERIM FINANCIAL STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023

16. Disclosure under Rule 11 (e) of the Companies (Audit and Auditors) Rules, 2014 :

The Bank, as part of its normal banking business, grants loans and advances to its constituents excluding foreign entities with permission to lend / invest / provide guarantee or security or the like in other entities identified by such constituents. Similarly, the Bank accepts deposits from its constituents, who may instruct the Bank to lend / invest / provide guarantee or security or the like against such deposit in other entities identified by such constituents. These transactions are part of Bank's normal banking business, which is conducted after exercising proper due diligence including adherence to "Know Your Customer" guidelines as applicable in respective jurisdiction. Other than the nature of transactions described above, the Bank has not advanced / lent / invested / provided guarantee or security to or in any other person with an understanding to lend / invest / provide guarantee or security or the like to or in any other person. Similarly, other than the nature of transactions described above, the Bank has not received any funds from any other person with an understanding that the Bank shall lend / invest / provide guarantee or security or the like to or in any other person.

17. Figures for the previous periods have been regrouped/ reclassified wherever necessary to conform to the current period's classification.

For and on behalf of the Board of Directors

Ketan Kumar
Pravinchandra
Joshi

Ketan Kumar Joshi
Chief Financial Officer
M. No. 056916

Tapan Kumar
Hazarika

Tapan Kumar Hazarika
Chairman
DIN : 08088195

SANJEEB
KUMAR
MISHRA

Sanjeeb Kumar Mishra
Company Secretary
M. No. FCS6291

RAM
KRISHNA
GARG
Digitally signed
by RAM
KRISHNA GARG
Date: 2023.12.28
15:49:13 +05'30'
Independent Director
DIN : 02164119

Pritesh
Nath

Pritesh Nath
Interim CEO
Emp ID- 101714

Place : Guwahati

Date : 28th December 2023

As per our review report of even date

For Chaturvedi & Co

Chartered Accountants

Firm Registration Number : 302157E

Amit Kumar



CA Amit Kumar

Partner

Membership No - 318210

UDIN- 23318210BHBRNL8615

Place : Kolkata

Date : 28th December 2023