

Additional disclosures under Scale Based Regulation for NBFCs

RBI Circular dated April 19, 2022

Effective for annual financial statements for year ending March 31, 2023 and onwards

NBFC Base Layer

NBFC Middle Layer

NBFC Upper Layer

Additional disclosures in Annual Financial Statements [as per Scale Based Regulations (para 3.2.2.f)]

Exposures

- Exposure to real estate sector
- Exposure to capital market
- Sectoral exposure
- *(new)* Intra-group exposures
- *(new)* Unhedged foreign currency exposure & policies to manage currency induced risk

Related Party Disclosure *(new)*

- Related party – as per Companies Act, 2013 and applicable accounting standard
- Disclosures include: Borrowings[#], deposits[#], advances[#], investments[#], purchase/sale of assets, interest paid/received, etc.

The outstanding at the year end and the maximum during the year are to be disclosed.

Disclosure of Complaints

- Received from customer
- *(new)* Received from the office of Ombudsman
- *(new)* Top five grounds of complaints received from customers *(indicative list has also been provided)*

Corporate Governance Report *(new)*

- Listed NBFC: as per SEBI LODR Regulations
- Unlisted NBFC:
 - As per formats given in this Circular which includes Board & committees' composition
 - Details of non-compliances, penalties, etc., shareholding of directors, no. of meetings.

Other disclosures

- *(new)* Breach of covenant of loan availed/debt securities
- *(new)* Divergence in Asset Classification and Provisioning.
 - Based on the assessment by RBI/NHB
- Roadmap for compliance with disclosure requirements of SEBI LODR *(only for NBFC-UL)*

Corporate Governance Report

Disclosure on modified opinion, impact & views

Items of income and expenditure of exceptional nature

Breaches in covenants including incidences of default

Divergence in asset classification and provisioning.

These are **additional disclosures** and do not substitute disclosures specified under other laws, regulations, or accounting and financial reporting standards. However, if the disclosure is already covered in other places the same may not be required to be repeated again.