

MKPS & ASSOCIATES

CHARTERED ACCOUNTANTS

Ref: MKPS/MUM/RK/ 280/2023-24

Nov 10, 2023

To:
The Compliance Officer,
Finance Department,
National Bank for Agriculture and Rural Development

INDEPENDENT AUDITORS' REPORT ON THE UTILISATION OF FUNDS RAISED BY NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT ('NABARD' OR THE 'BANK') THROUGH PUBLIC ISSUE/PRIVATE PLACEMENT OF SECURED/UNSECURED, RATED, LISTED, REDEEMABLE, NONCONVERTIBLE DEBENTURES THROUGH VARIOUS TRanches DURING THE QUARTER ENDED SEP 30, 2023.

1. We, MKPS & Associates, Chartered Accountants, the statutory auditors of the Bank have examined the unaudited books of account for the quarter ended Sep 30, 2023 and other relevant records and documents maintained by the Bank for the purpose of certifying the accompanying "End Use Utilisation certificate for NCDs issued during quarter ended Sep 30, 2023" (hereinafter referred to as the "Statement"), stamped and initialled for identification purposes for submission to the Debenture Trustee of the Non – Convertible Debentures under relevant and applicable regulations framed by SEBI.

Management Responsibility for the Statement

2. The preparation of the accompanying Statement from the unaudited Books of Account and other relevant records of the Bank for the quarter ended Sep 30, 2023 is the responsibility of the Management of the Bank, including the preparation and maintenance of all accounting and other relevant supporting records and documents. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of the Statement, and applying an appropriate basis of preparation and making estimates that are reasonable in the circumstances.

3. The Management of the Bank is also responsible for the adherence with the conditions mentioned in the applicable regulations framed by SEBI in relation to the end use of proceeds from issue of Secured/Unsecured, Rated, Listed, Redeemable Non-Convertible Debentures under Public Issue and Private Placement.

Independent Auditor's Responsibility

4. Pursuant to the requirements of the SEBI Debenture Trustees Regulations, our responsibility for the purpose of this certificate is to provide a reasonable assurance that the particulars contained in the Statement are in agreement with the unaudited books of account and other relevant records and documents maintained by the Bank as at and for the quarter ended Sep 30, 2023. This did not include the evaluation of adherence by the Bank with all the applicable guidelines.

5. We have carried out our examination in accordance with the Guidance Note on Reports or Certificates for Special Purposes, issued by the Institute of Chartered Accountants of India ("ICAI") and Standards on Auditing issued by ICAI, in so far as applicable for the purpose of this



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Also at: New Delhi, Bengaluru, Gurugram, Hyderabad, Kolkata, Raipur, Bhubaneswar, Cuttack, Sambalpur, Rourkela

report. This Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by ICAI.

6. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that perform Audits and Reviews of Historical Financial Information and Other Assurance and Related Service Engagements.

Opinion

7. Based on our examination, as above, and according to the information, explanations and representations provided to us by the Management of the Bank, we are of the opinion, that the particulars furnished by the Bank in the said Statement, are in agreement with the unaudited books of account and other relevant records and documents maintained by the Bank for the quarter ended Sep 30, 2023.

Restriction on Use

8. This report has been issued at the request of the Bank for submission to the Debenture Trustee of the Non - Convertible Debentures and is not to be used for any other purpose or to be distributed to any other parties. Accordingly, we do not accept or assume any liability or any duty of care or for any other purpose or to any other party to whom it is shown or into whose hands it may come without our prior consent in writing.

**For MKPS & Associates
Chartered Accountants**

Firm registration No: 302014E

M. Ramakrishnan Mani

CA. Ramakrishnan Mani
Partner

Membership No.: 032271

UDIN: 23032271BGWBFB4966

Date: 10 November 2023





NB(FD)/1757/BBO/10/2023-24

10 Nov 2023

M/s MKPS & Associates,
Chartered Accountants
Unit No. 122, 1st Floor, Nahar & Seth Industrial Estate,
Cardinal Gracious Rd, Chakala
Andheri (east), Mumbai – 400 099

Dear Sirs,

As per the requirements of SEBI's guidelines under sub-regulation 52(7) of SEBI LODR (Listing Obligations and Disclosure Requirement) Regulations 2015, the listed entity shall along with the quarterly financial results submit to the stock exchange, a statement indicating the utilization of issue proceeds of non-convertible securities, which shall be continued to be given till such time the issue proceeds have been fully utilised or the purpose for which these proceeds were raised has been achieved. Further, as per regulation 52(7A) of the Listing Regulations, a listed entity is required to submit to the Stock Exchange(s), information about deviation/ variation, if any, in the use of proceeds of issue of listed non-convertible securities, from the objects stated in the offer documents.

Under sub-regulation 56(1)(a) of SEBI LODR (Listing Obligations and Disclosure Requirement) Regulations 2015, the entity with listed debt may submit a copy of certificate from the listed entity's auditors to Debenture Trustee in respect of utilisation of funds till the funds have been fully utilised or the purpose for which these funds were intended has been achieved.

The details for certificate on Utilisation of Funds to be submitted to Debenture trustee for 30th September 2023 are as under:-

Sub: End Use Utilization Certificate for NCDs issued during Quarter (July-September) F.Y. 2023-24

A. Statement of utilization of issue proceeds:

We hereby confirm that amount raised from the NCDs issued during Quarter (July-September) F.Y. 2023-24, as given in table below, is used for the purposes for which the funds have been raised, as mentioned in their respective Term-Sheets.

Name of Issuer	ISIN number	Mode of fund raising (Public issue/Private Placement)	Type of Instrument	Date of raising funds	Amount Raised (Rs. In crore)	Funds utilized	Any deviation	If 8 is Yes, then specify the purpose of for which the funds were utilized	Remarks, if any
NABARD	INE261Fo8EA6	Private Placement	Non Priority Sector Bonds	28-July-23	3,555.00	3,555.00	No	NA	NA
NABARD	INE261Fo8EC2	Private Placement	Non Priority Sector Bonds	27-Sep-23	1,040.50	1,040.50	No	NA	NA

राष्ट्रीय कृषि और ग्रामीण विकास बैंक
National Bank for Agriculture and Rural Development

विकास विभाग

प्लॉट कर सी-24, 'जी' ब्लॉक, बान्द्रा-कुलार् कॉम्प्लेक्स, बान्द्रा (पूर्व), मुंबई - 400 051. टेली: +91 22 26530095 • फ़ैक्स: +91 22 26530099 • ई मेल: fd@nabard.org

Finance Department

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B. Statement of deviation/ variation in use of Issue proceeds:

Particulars	Remarks
Name of listed entity	National Bank for Agriculture and Rural Development
Mode of fund raising	Private placement
Type of instrument	Redeemable, Unsecured, Taxable, Non-Convertible, Non Priority Sector Bonds
Date of raising funds	a) 28-July-2023 b) 27-Sep-2023
Amount raised	a) Rs 3,555.00 b) Rs 1,040.50
Report filed for quarter ended	30 Sep 2023
Is there a deviation/ variation in use of funds raised	No
Whether any approval is required to vary the objects of the issue stated in the prospectus/ offer document?	NA
If yes, details of the approval so required?	NA
Date of approval	NA
Explanation for the deviation/ variation	NA
Comments of the audit committee after review	Nil
Comments of the auditors, if any	NA
Objects for which funds have been raised and where there has been a deviation/ variation, in the following table:	NA

Original Object	Modified Object, if any	Original Allocation	Modified allocation, if any	Funds Utilised	Amount of Deviation / Variation for the quarter according to applicable object (in Rs. Crore and in %)	Remarks, if any
			NA			

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Deviation could mean:

- Deviation in the objects or purposes for which the funds have been raised.
- Deviation in the amount of funds actually utilized as against what was originally disclosed.
- Change in terms of a contract referred to in the fund raising document i.e. prospectus, letter of offer, etc.

For **National Bank for Agriculture and Rural Development**



(Vinod Chandrasekharan)
Compliance officer



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