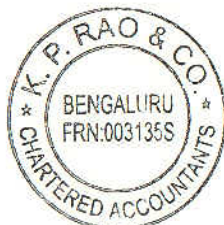


Company Master Data	
CIN	U74999KA2017NPL103474
Company / LLP Name	HIGHER EDUCATION FINANCING AGENCY
	RoC-Bangalore
Registration Number	103474
Company Category	Company limited by Shares
Company Subcategory	Union Govt company
Class of Company	Private
Authorised Capital (Rs)	1,00,00,00,00,000
Paid up Capital (Rs)	52,93,75,00,000
Number of Members (Applicable in case of company without Share Capital)	-
Date of Incorporation	31-05-2017
Registered Address	Stock Exchange Towers, No. 51, 1st Floor, 1st Cross, J C Road, Bengaluru, Karnataka, India - 560027
Email ID	info@hefa.co.in
Whether Listed or not	Unlisted
Date of last AGM	17-11-2023
Date of Balance Sheet	31-03-2024
Company Status (for E-Filing)	Active

Charges				
Assets under charge	Charge Amount	Date of Creation	Date of Modification	Status
Book Debts	5,00,00,00,000	02-09-2023	-	Open
Book Debts	20,00,00,00,000	12-05-2020	-	Closed
Book debts; Floating charge	3,00,00,00,000	16-12-2020	-	Closed
Book debts	17,00,00,00,000	29-12-2021	-	Closed

Directors/Signatory Details			
DIN/PAN	Name	Begin date	End date
03532374	SANJAY MURTHY KONDRU	01-10-2021	-
00064067	RISHIKESHA THIRUVENKATA KRISHNAN	12-06-2017	-
00454113	VIRANDER SINGH CHAUHAN	12-06-2017	-
01914155	RAMAMURTHI BHASKAR	12-06-2017	-
10118049	MOHAMMAD THOPHIC	17-04-2023	-
00006051	ASHOK MISRA	12-06-2017	-
07610634	SUNIL KUMAR BARNWAL	18-10-2023	-
09322823	ASHOK CHANDRA	18-10-2023	-
EYTPS9366E	RAHUL SAINI	01-02-2023	-
DWMP2003G	GOURAV SUNIL	17-06-2023	-



HIGHER EDUCATION FINANCING AGENCY

(CIN:U74999KA2017NPL103474)

(A Non Banking Financial Company Licensed under Section 8 of the Companies Act, 2013)

[Private Limited & Government Company]

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

BALANCE SHEET AS AT MARCH 31, 2024

	Particulars	Note No.	As at 31.03.2024	As at 31.03.2023
I	ASSETS			
(1)	Financial Assets			
(a)	Cash and Cash Equivalents	3	169.27	734.39
(b)	Bank Balance other than (a) above	4	-	-
(c)	Loans	5	7,555.32	6,159.39
(d)	Other Financial Assets	6	101.67	110.42
	Total Financial Assets		7,826.26	7,004.20
(2)	Non-financial Assets			
(a)	Current Tax Assets (Net)	7	19.97	11.33
(b)	Property, Plant and Equipment		-	-
(c)	Other Non-Financial Assets		-	-
	Total Non-Financial Assets		19.97	11.33
	Total Assets		7,846.23	7,015.53
II	LIABILITIES AND EQUITY			
	LIABILITIES			
(1)	Financial Liabilities			
(a)	Payables	8		
	(I) Trade Payables			
	(i) total outstanding dues of micro enterprises and small enterprises		-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		33.73	31.43
(b)	Borrowings (Other than Debt Securities)	9	475.00	-
(c)	Other Financial Liabilities	10	11.33	4.45
	Total Financial Liabilities		520.06	35.88
(2)	Non-Financial Liabilities			
(a)	Contingent Provisions Against Standard Assets	11	-	-
(b)	Other Non-Financial Liabilities	12	4.82	3.12
	Total Non-Financial Liabilities		4.82	3.12
(3)	Equity			
(a)	Equity Share Capital	13(A)	5,293.75	5,293.75
(b)	Other Equity	13(B)	2,027.60	1,682.78
	Total Equity		7,321.35	6,976.53
	Total Liabilities and Equity		7,846.23	7,015.53

The accompanying notes (1-46) are an integral part of the financial statements.

In terms of our report attached.

For K.P.RAO & CO.

Chartered Accountants

Firm's Registration No. 003135S

Prashanth S

Partner

M. No.- 228407

For and on behalf of the Board of

HIGHER EDUCATION FINANCING AGENCY**Mohammad Thopic**

Managing Director & CEO

DIN-10118049

Rahul Saini

Chief Financial Officer

EYTPS9366E

K. Sanjay Murthy

Chairman

DIN-3532374

Gourav Sunil

Company Secretary

DWMPS2003G

Place: Bengaluru

Date: 30/05/2024



HIGHER EDUCATION FINANCING AGENCY

(CIN:U74999KA2017NPL103474)

(A Non Banking Financial Company Licensed under Section 8 of the Companies Act,2013)

[Private Limited & Government Company]

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

STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED MARCH 31, 2024

	Particulars	Note No.	For the year ended 31.03.2024	For the year ended 31.03.2023
	Income :			
(I)	Revenue from Operations			
	Interest Income	14	396.67	445.48
	Total Revenue from Operations		396.67	445.48
(II)	Other Income	15	-	0.33
(III)	Total Income (I+II)		396.67	445.81
(IV)	Expenditure			
(a)	Finance Costs	16	4.03	0.64
(b)	Impairment on Financial Instruments	17	2.19	5.47
(c)	Employee Benefits Expenses		-	-
(d)	Depreciation, Amortization and Impairment		-	-
(f)	Management Fees		31.23	29.10
(g)	CSR Expenditure	18	8.58	8.03
(h)	Others Expenses	18	5.82	5.31
	Total Expenses (IV)		51.85	48.55
(V)	Excess of Income over Expenditure(Surplus) before Exceptional Items and Tax (III- IV)		344.82	397.26
(VI)	Exceptional items		-	-
(VII)	Surplus Before Tax (V -VI)		344.82	397.26
(VIII)	Tax Expense:			
	(1) Current Tax	21	-	-
	(2) Deferred Tax		-	-
(IX)	Excess of Income over Expenditure(Surplus) from continuing operations (VI - VII)		-	-
(X)	Excess of Income over Expenditure(Surplus) from discontinued operations		-	-
(XI)	Tax Expense of discontinued operations		-	-
(XII)	Excess of Income over Expenditure(Surplus) from discontinued operations (After tax) (X - XI)		-	-
(XIII)	Excess of Income over Expenditure(Surplus) for the year (VII - VIII)		344.82	397.26
(XIV)	Other Comprehensive Income			
	(i) Items that will not be reclassified to Surplus or Deficit		-	-
	(ii) Income tax relating to items that will not be reclassified to Surplus or Deficit		-	-
	Other Comprehensive Income		-	-
	Total Comprehensive Income for the year (IX+X)		344.82	397.26
	(Comprising Surplus and other Comprehensive Income for the year)			
(XV)	Earnings per Equity Share	19		
	Basic (Rs.)		0.65	0.75
	Diluted (Rs.)		0.65	0.75

The accompanying notes (1-46) are an integral part of the financial statements.

In terms of our report attached.

For **K.P.RAO & CO.**

Chartered Accountants

Firm's Registration No. 003135S

Prashanth S

Partner

M. No.- 228407

For and on behalf of the Board of

HIGHER EDUCATION FINANCING AGENCY

Mohammad Thophic

Managing Director & CEO

DIN-10118049

Rahul Saini

Chief Financial Officer

EYTPS9366E

K. Sanjay Murthy

Chairman

DIN-3532374

Gourav Sundh

Company Secretary

DWMPS2003G

Place: Bengaluru

Date: 30/05/2024



HIGHER EDUCATION FINANCING AGENCY

(CIN:U74999KA2017NPL103474)

(A Non Banking Financial Company Licensed under Section 8 of the Companies Act,2013)

[Private Limited & Government Company]

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

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2024

Particulars	For the year ended 31.03.2024	For the year ended 31.03.2023
A. Cash Flow from Operating Activities		
Net Surplus before Taxation	344.82	397.26
Adjustments for:		
Interest Income from Banks	(16.51)	(43.54)
Finance Costs	4.03	0.64
Impairment on Financial Instruments	2.19	5.47
Operating Surplus before working capital changes	334.53	359.83
Changes in Working Capital:		
(Increase)/Decrease in Other Non-Financial Assets	-	-
(Increase)/Decrease in Other Financial Assets	3.43	(7.97)
(Increase)/Decrease in Loans	(1398.12)	(1026.31)
Increase/(Decrease) in Trade Payables	2.30	3.06
Increase/(Decrease) in Other Financial Liabilities	6.88	1.05
Increase/(Decrease) Provisions	-	-
Increase/(Decrease) in Other Non-Financial Liabilities	1.70	0.47
Cash generated from Operations	(1049.28)	(669.87)
Net Income Taxes Paid	(8.65)	(2.81)
Net cash generated from operating activities - A	(1057.93)	(672.68)
B. Cash Flow from Investing Activities		
Bank Balances not considered as Cash and Cash Equivalent	0.00	0.00
Interest Received	21.84	38.21
Net Cash from Investing Activities-B	21.84	38.21
C. Cash flow from Financing Activities		
Proceed from Term Loan	500.00	-
Repayment of Term Loan	(25.00)	(1282.57)
Proceeds from issue of Equity Share	-	-
Share premium on Equity Shares Allotted	-	-
Finance Cost Paid	(4.03)	(0.64)
Net Cash raised in Financing Activities-C	470.97	(1283.21)
Net Increase in Cash and Cash Equivalents (A+B+C)	(565.12)	(1917.68)
Cash and Cash Equivalents at the beginning of the year	734.39	2652.07
Cash and Cash Equivalents at the end of the year	169.27	734.39

The accompanying notes (1-46) are an integral part of the financial statements.

In terms of our report attached.

For K.P.RAO & CO.

Chartered Accountants

Firm's Registration No. 003135S

Prashanth S

Partner

M. No.- 228407

For and on behalf of the Board of

HIGHER EDUCATION FINANCING AGENCY**Mohammad Thopic**

Managing Director & CEO

DIN-10118049

K. Sanjay Murthy

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DIN-3532374

Rahul Saini

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Place: Bengaluru

Date: 30/05/2024



HIGHER EDUCATION FINANCING AGENCY

(CIN:U74999KA2017NPL103474)

(A Non Banking Financial Company Licensed under Section 8 of the Companies Act,2013)

[Private Limited & Government Company]

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

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2024**A. EQUITY SHARE CAPITAL****1. Current Reporting Period**

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
5,293.75	-	-	-	5,293.75

2. Previous Reporting Period

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
5,293.75	-	-	-	5,293.75

B. OTHER EQUITY

Particulars	Application Money Pending Allotment	Reserves and Surplus			Total
		Statutory Reserves	Impairment Reserve	Retained Earnings	
Balance at the beginning of the reporting period	-	336.55	19.39	1,326.84	1,682.78
Surplus for the year	-	-	-	344.82	344.82
Other comprehensive income for the year (net of tax)	-	-	-	-	-
Transfer to special reserve u/s 45 IC of the RBI Act, 1934	-	68.96	-	(68.96)	-
Transfer to Impairment Reserve	-	-	2.05	(2.05)	-
Balance at the end of the reporting period	-	405.51	21.44	1,600.65	2027.60

The accompanying notes (1-46) are an integral part of the financial statements.

In terms of our report attached.

For K.P.RAO & CO.

Chartered Accountants

Firm's Registration No. 003135S

Prashanth S

Partner

M. No.- 228407

For and on behalf of the Board of

HIGHER EDUCATION FINANCING AGENCY**Mohammad Thopic**

Managing Director & CEO

DIN-10118049

K. Sanjay Murthy

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DIN-3532374

Rahul Saini

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Gourav Sunil

Company Secretary

DWMPS2003G

Place: Bengaluru

Date: 30/05/2024



HIGHER EDUCATION FINANCING AGENCY

[CIN:U74999KA2017NPL103474]

[A Non Banking Financial Company Licensed under Section 8 of the Companies Act,2013]

[Private Limited & Government Company]

1 CORPORATE INFORMATION

HIGHER EDUCATION FINANCING AGENCY(Referred as HEFA or the Company) has been incorporated as a Private limited company under Section 8 of the Companies Act, 2013 & Government Company as a Joint Venture Company of Ministry of Education (MOE) and Canara Bank, pursuant to Certificate of Incorporation issued by the Registrar of Companies dated 31st May 2017 [CIN:U74999KA2017NPL103474] with an object of financing India's higher education institutions.

HEFA is engaged in providing timely finance at competitive interest rates for capital assets creation in India's higher educational institutions. At present, the company is functionally managed by Canara Bank.

HEFA would incentivise better internal resource generation and at the same time allow substantial investments through market borrowings that can be repaid over a longer period.

The Company has received its Licence no. 109468 dated 30th May 2017 under Section 8 of Companies Act, 2013.

The Company has also been granted Registration under Section 12AB of the Income Tax Act, 1961 as a Public Charitable Company with effect from 2nd February 2018 and a renewal application made on 10.03.2022 has been approved and valid till AY 2026-27.

The Company has obtained registration with Reserve Bank of India as a 'Non-deposit taking non-systemically important NBFC' i.e. (i.e. NBFC-ND-Type II) vide COR No. 02.00289 dated 21st November, 2017 for the purpose of carrying out Non Banking Finance business. Subsequently, the status of the Company has been changed from 'Not Accepting Public Deposits and Non Systemically Important Non-Banking Financial Company (NBFC-ND-TYPE III)' to 'Not Accepting Public Deposits And Systemically Important Non-Banking Financial Company (NBFC-ND-SI)' on crossing of asset size of Rs. 500 crore as on 29th December, 2018.

The company's registered office is at 1st Floor Stock Exchange Tower No.51 1st Cross J. C.Road Bangalore -560027 Karnataka

2 MATERIAL ACCOUNTING POLICIES FORMING PART OF FINANCIAL STATEMENTS

2.1 Basis of Preparation of Financial Statements

The financial statements of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time). The financial statements have been prepared under the historical cost convention, as modified by the application of fair value measurements required or allowed by relevant Accounting Standards. Accounting policies have been consistently applied to all periods presented, unless otherwise stated.

The Company has adopted Indian Accounting Standards ("Ind AS") with effect from 1 April, 2018 and the effective date of transition being 31 May, 2017. Accordingly, the above financial statements have been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India mainly considering the Master Directions issued by the Reserve Bank of India ('RBI') as applicable to Non-Banking Finance Companies - ND-SI.

The preparation of financial statements requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses and the disclosed amount of contingent liabilities. Areas involving a higher degree of judgement or complexity, or areas where assumptions are significant to the Company are discussed in Note 2.3 - Material accounting judgements, estimates and assumptions.

The financial statements are presented in Indian Rupees (INR) and all values are rounded to the nearest lacs, except when otherwise indicated.

2.2 Presentation of Financial Statements

a)

These financial statements include the Balance Sheet, the Statement of Changes in Equity, the Statement of Income and Expenditure, the Statement of Cash flows and Notes, comprising a summary of material accounting policies and other explanatory information and comparative information in respect of the preceding year. The Balance Sheet and the Statement of Income and Expenditure are prepared and presented in the format prescribed in the Schedule III to the Companies Act, 2013 ("the Act"). The statement of Cash Flow has been prepared and presented as per the requirements of Ind-AS 7 "Statement of Cash flows". The disclosure requirements with respect to items in the Balance Sheet and Statement of Income and Expenditure, as prescribed in the Schedule III to the Act, are presented by way of notes forming part of accounts along with the other notes required to be disclosed under the notified Accounting Standard.

b)

Other Comprehensive Income for the period 2023-24 is considered to be Nil as no such transactions under the Company complying with Ind AS provisions for the preparation of financial statements have taken place.



2.3 Material accounting Policies, Judgements, Estimates and Assumptions

a) Use of Estimates

The preparation of financial statements in conformity with Indian Accounting Standard requires Management to make estimates and assumptions that affect the reported amounts of Assets and liabilities and disclosure of contingent Assets and liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon Management's best knowledge of current events and actions, actual results may differ from these estimates.

b) Revenue Recognition

Revenue is recognised based on the nature of activity when consideration can be reasonably measured and there exists reasonable certainty of its recovery. Revenue is measured at the fair value of the consideration received or receivable.

c) Income from Operations

The Company derives revenue primarily from financial assistance for creation of educational infrastructure and R&D in India's premier educational Institutions. Interest will be accrued on monthly basis as interest is paid by the Ministry of Education which will be calculated on the basis of outstanding balance. Interest Income for all financial instruments are calculated at gross carrying amount, are recognised in interest income as interest on deposits with banks and Interest on Loan in the Statement of Income and Expenditure using effective rate of Interest (EIR).

d) Other Income

In case of other Income, revenue is recognized during the period in which the services are rendered. Interest income is recognized on a time proportion basis, taking into account the amount outstanding and at an effective interest rate, as applicable.

e) Cash and Cash Equivalents

Cash and cash equivalents comprise the net amount of short-term, highly liquid investments that are readily convertible to known amounts of cash (short-term deposits with an original maturity of three months or less) and are subject to an insignificant risk of change in value, cheques on hand and balances with banks. They are held for the purposes of meeting short-term cash commitments (rather than for investment or other purposes). For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above.

f) Cash Flow Statement

Cash flows are reported using the indirect method, whereby surplus for the year is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

g) Property, Plant and Equipment (PPE)

PPE is recognized when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can have measured reliably. PPE is stated at original cost net of tax/duty credits availed, if any, less accumulated depreciation and cumulative impairment. Cost comprises the purchase price and any attributable costs of bringing the asset to its working condition for its intended use as estimated by the management. Any trade discounts and rebates are deducted in arriving at the purchase price. PPE not ready for the intended use, on the date of the Balance Sheet are disclosed as "Capital Work-in-Progress".

h) Intangible Assets

Intangible Assets are stated at original cost net of tax/duty credits availed, if any, less accumulated amortisation and cumulative impairment. Intangible Assets are recognised when it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably. Intangible Assets not ready for the intended use on the date of the Balance Sheet are disclosed as "Intangible Assets under development".

i) Leases

The determination of whether an agreement is, or contains, a lease is based on the substance of the agreement at the date of inception.

i. Finance Leases: There are no Finance leases entered into by the Company.

ii. Operating Leases: Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item are classified as operating leases. Operating lease rentals/payments are charged as an expense in the Income and Expenditure account on a straight-line basis over the lease term.

j) Provisions

Provisions are recognised when the enterprise has a present obligation (legal or constructive) as a result of past events, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

When the effect of the time value of money is material, the enterprise determines the level of provision by discounting the expected cash flows at a pre-tax rate reflecting the current rates specific to the liability. The expense relating to any provision is presented in the statement of Statement of Income and Expenditure net of any reimbursement.



k) Earnings Per Share

The Company reports basic and diluted earnings per share in accordance with Ind AS 33 on Earnings per share. Basic EPS is calculated by dividing the net surplus or deficit for the year attributable to equity shareholders (after attributable taxes) by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net surplus or deficit 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. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless they have been issued at a later date. In computing the dilutive earnings per share, only potential equity shares that are dilutive and that either reduces the earnings per share or increases deficit per share are included.

l) Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM). The Board of Directors (BOD) of the Company assesses the financial performance and position of the Company, and makes strategic decisions. The BOD, which has been identified as being the chief operating decision maker. The Company is engaged in the single business operation of "financial assistance for creation of educational infrastructure and R&D in India's premier educational Institutions".

m) Financial Instruments

Financial Assets and Financial Liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments. Financial Assets and Financial Liabilities are initially measured at fair value.

Financial Assets

All recognised Financial Assets are subsequently measured in their entirety at amortised cost.

A Financial Asset shall be measured at amortised cost if both of the following conditions are met:

- i. The Financial Asset is held within a business model whose objective is to hold Financial Assets in order to collect contractual cash flows and
- ii. The contractual terms of the Financial Asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Interest income on Financial Asset measured at amortised cost, is measured at effective interest rate on the gross carrying amount.

Financial Liabilities

Financial Liabilities are subsequently carried at amortised cost using the effective interest method for trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

n) Impairment of Asset

Impairment of financial assets The Company recognises impairment allowance for expected credit loss on financial assets held at amortised cost. The Company has created a reserve as per prudential norms of RBI. The Company recognises loss allowances (provisions) for expected credit losses on its financial assets (including non-fund exposures) that are measured at amortised costs. The Company applies a three-stage approach to measuring expected credit losses (ECLs) for the financial assets that are not measured at fair value through Surplus or Deficit:

Financial assets migrate through the following three stages based on the change in credit risk since initial recognition:

Stage 1: 12-months ECL For exposures where there has not been a significant increase in credit risk since initial recognition and that are not credit impaired upon origination, the portion of the lifetime ECL associated with the probability of default events occurring within the next 12 months is recognised.

Stage 2: Lifetime ECL – not credit impaired For exposures where there has been a significant increase in credit risk since initial recognition but are not credit impaired, a lifetime ECL (i.e. reflecting the remaining lifetime of the financial asset) is recognised.

Stage 3: Lifetime ECL – credit impaired Exposures are assessed as credit impaired when one or more events that have a detrimental impact on the estimated future cash flows of that asset have occurred. For exposures that have become credit impaired, a lifetime ECL is recognised and interest revenue is calculated by applying the effective interest rate to the amortised cost (net of provision) rather than the gross carrying amount. Determining the stage for impairment At each reporting date, the Company assesses whether there has been a significant increase in credit risk for exposures since initial recognition by comparing the risk of default occurring over the expected life between the reporting date and the date of initial recognition. The Company considers reasonable and supportable information that is relevant and available without undue cost or effort for this purpose. This includes quantitative and qualitative information and also, forward-looking analysis. An exposure will migrate through the ECL stages as asset quality deteriorates. If, in a subsequent period, asset quality improves and also reverses any previously assessed significant increase in credit risk since origination, then the loss allowances reverts from lifetime ECL to 12-months ECL.

o) Income Tax

The Company has been incorporated as a 'Not for Profit Company' under section 8 of Companies Act 2013, and granted registration under section 12AB of the Income Tax Act, 1961. The Company is prohibited by its objective to carry out any activity on commercial basis and thereby claims to be eligible for tax exemption.

p) Contingent Liabilities and Commitments

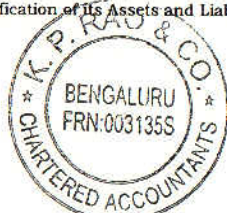
Contingent Liabilities, if any, are disclosed in the Notes to Accounts. Provision is made in the Accounts if it becomes probable that an outflow of resources embodying economic benefits will be required to settle the obligation. Commitments are future liabilities for contractual expenditure.

q) Borrowing Costs

Borrowing costs are interest and other costs (including exchange differences relating to foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs) incurred in connection with the borrowing of funds. Other borrowing costs are recognised as an expense in the period in which they are incurred.

r) Operating Cycle

Based on the nature of its activities, the Company has determined its operating cycle as 12 months for the purpose of classification of its Assets and Liabilities as current and non-current.



HIGHER EDUCATION FINANCING AGENCY

(CIN:U74999KA2017NPL103474)

[A Non Banking Financial Company Licensed under Section 8 of the Companies Act,2013]

[Private Limited & Government Company]

(All amounts are in crore of Indian Rupees, unless otherwise stated)**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR YEAR ENDED MARCH 31, 2024****3 CASH AND CASH EQUIVALENTS**

Particulars	As at 31.03.2024	As at 31.03.2023
Cash and Cash equivalents		
Cash on hand	-	-
Balances with Banks		
In Savings Account @	166.84	482.79
In Current Account	0.00	0.01
In CSR Unspent Account*	2.43	1.59
Deposits with original maturity for less than 3 months **	-	250.00
Total	169.27	734.39

@ includes an amount of Rs. 8.58 crore for FY 2023-24 (Rs.2.86 Cr for FY 2022-23) relating to unspent amount of CSR expenditure, subsequently transferred to Unspent CSR Account on 24.04.2024 (on 26.04.2023 for FY)

* Fund available in CSR Unspent Account is towards ongoing projects sanctioned under CSR by the company.

** The deposits maintained by the company with banks with original maturity of less than 3 months. On premature withdrawal interest will be paid at rate applicable for short term deposits.

4 BANK BALANCE OTHER THAN ABOVE

Particulars	As at 31.03.2024	As at 31.03.2023
Deposits with original maturity for more than 3 months but less than 12 months	-	-
Deposits with maturity for more than 12 months	-	-
Total	-	-

6 OTHER FINANCIAL ASSETS

Particulars	As at 31.03.2024	As at 31.03.2023
Interest accrued on loan portfolio (Secured, considered good)	100.53	105.09
Interest accrued on loan portfolio (Unsecured, considered good)	-	-
Interest accrued on fixed deposits and investment	-	5.33
Other Receivables*	1.14	-
Total	101.67	110.42

*Amount debitted twice by branch which has been recovered on 19th April 2024

NON-FINANCIAL ASSETS**7 CURRENT TAX ASSETS (NET)**

Particulars	As at 31.03.2024	As at 31.03.2023
Tax deducted at source *	19.97	11.33
Total	19.97	11.33

* Year wise break up of TDS

Financial Year	As at 31.03.2024	As at 31.03.2023
2020-21 @	2.89	2.89
2022-23 @	8.44	8.44
2023-24	8.64	-
	19.97	11.33

@ ITR has been processed with refund by IT department however refund yet to be credited to our account



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NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR YEAR ENDED MARCH 31, 2024

5. LOANS

Particulars	As at 31.03.2024					As at 31.03.2023				
	At Fair Value			Total	Total	At Fair Value			Total	Total
	Amortised Cost	Through Other Comprehensive Income	Through Surplus or Deficit	Designated at fair value through Surplus or Deficit		Amortised Cost	Through Other Comprehensive Income	Through Surplus or Deficit	Designated at fair value through Surplus or Deficit	
(1)	(2)	(3)	(4)	5 = (1+2+3+4)	(1)	(2)	(3)	(4)	5 = (1+2+3+4)	
(A)										
(i) Term Loans (Civil works & Plant and Equipment)	7,564.54	-	-	-	7,564.54	6,166.42	-	-	-	6,166.42
(ii) Others to be Specified	-	-	-	-	-	-	-	-	-	-
Total (A) - Gross	7,564.54	-	-	-	7,564.54	6,166.42	-	-	-	6,166.42
Less: Impairment Loss Allowance	9.22	-	-	-	9.22	7.03	-	-	-	7.03
Total (A) - Net	7,555.32	-	-	-	7,555.32	6,159.39	-	-	-	6,159.39
(B)										
I Secured by Intangible Assets	-	-	-	-	-	-	-	-	-	-
II Secured by Tangible Assets: Secured by receivables and Escrow account and equipment and furniture's purchased *	7,564.54	-	-	-	7,564.54	6,166.42	-	-	-	6,166.42
(iii) Covered by Bank/Government Guarantees	-	-	-	-	-	-	-	-	-	-
(iv) Unsecured	-	-	-	-	-	-	-	-	-	-
Total (B) - Gross	7,564.54	-	-	-	7,564.54	6,166.42	-	-	-	6,166.42
Less: Impairment Loss Allowance	9.22	-	-	-	9.22	7.03	-	-	-	7.03
Total (B) - Net	7,555.32	-	-	-	7,555.32	6,159.39	-	-	-	6,159.39
(C I) Loans in India										
(i) Public Sector	-	-	-	-	-	-	-	-	-	-
(ii) Others - Higher Education Institutions	7,564.54	-	-	-	7,564.54	6,166.42	-	-	-	6,166.42
Total (C I) - Gross	7,564.54	-	-	-	7,564.54	6,166.42	-	-	-	6,166.42
Less: Impairment Loss Allowance	9.22	-	-	-	9.22	7.03	-	-	-	7.03
Total (C I) - Net	7,555.32	-	-	-	7,555.32	6,159.39	-	-	-	6,159.39
(C II) Loans Outside India										
Total (C II) - Gross	-	-	-	-	-	-	-	-	-	-
Less: Impairment loss allowance	-	-	-	-	-	-	-	-	-	-
Total (C II) - Net	-	-	-	-	-	-	-	-	-	-

*Security: Charge over the Receivables and Escrow account balance which is opened jointly and Hypothecation of equipment and furniture for which loan is availed. Receivables - Shall mean all receivables of the Loan Borrowers from: (a) the fees and other academics proceeds collected from students enrolled with loan Borrowers; and (b) all receivables in the form of grant and / or aid received by the Borrower from the Government of India or any State Government.
Impairment Loss Allowance- The Company's impairment allowance is derived from estimates including default on interest payments. The company has considered a PD of 0.4% for calculating the impairment allowance.

Details of No. of Projects, Sanctioned and Disbursement of Loans

	As at 31.03.2024			As at 31.03.2023		
	No of Projects	Sanction amount	Disbursed Amount	No of Projects	Sanction amount	Disbursed Amount
Project fully disbursed	12	1,903.73	1,903.67	10	1,636.22	1,636.22
Project partially disbursed	143	31,369.99	18,064.59	123	28,052.81	15,208.99
Project not disbursed	19	6,446.03	-	24	6,402.63	-
Total	174	39,719.75	19,968.26	157	36,091.66	16,845.21

Above figures includes sanction and disbursement of term loan made under window iv & v (Sanctioned:- Rs. 15980.42 Crore & Disbursed:- Rs. 6212.71 Crore) which has been closed by MoE, further it also includes sanction of Rs. 596.11 Cr (SPA Delhi, IIT DM, Jabalpur & CU Odisha) which has been cancelled by HEFA board meeting dated 17.11.2023 due to non-commencement of project and non-execution of loan agreement.

Summary of ECL provisions

Particulars	As at 31.03.2024	As at 31.03.2023
Allowance for Impairment on Term Loans		
(i) Term Loans (Civil works & Plant and Equipment)	9.22	7.03
Total	9.22	7.03

Provision as per RBI Prudential Norms

Particulars	As at 31.03.2024	As at 31.03.2023
Performing Assets		
Standard Assets	30.66	25.09
Non-Performing Asset (NPA)	-	-
Total	30.66	25.09

Loan Portfolio Classification and Provision for Non Performing Assets (As per RBI Prudential Norms)

Particulars	Gross Loan Outstanding		Provision/Transfer to		Net Loan Outstanding	
	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23
Term Loans						
Performing Assets						
Standard Assets	7,564.54	6,166.42	30.66	25.09	7,533.88	6,141.33
Non-Performing Asset (NPA)	-	-	-	-	-	-

Note:

ECL (Expected Credit Loss) Provisions

Ind AS 109 requires management, when determining whether the credit risk on a financial asset has increased significantly, to consider reasonable and supportable information available, in order to compare the risk of a default occurring at the balance sheet date with the risk of a default occurring at initial recognition of the financial Assets.

When estimating ECL, management should consider information that is reasonably available, including information about past events, current conditions and reasonable and supportable forecasts of future events and economic conditions. The degree of judgement that is required for the estimates depends on the availability of detailed information.

Since inception, the company has not come across any default or any delay in repayment for more than 60 days. The company follows a strong escrow mechanism wherein the borrower escrows one instalment in advance in their escrow account on the date of first disbursement. The interest charged on all loans are paid by the Ministry of Education as per specified window for financing. The Company finances only the infrastructure requirements of higher educational Institutions under Ministry of Education, hence the chances of default are minimal.



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Exposure at Default (EAD)

The outstanding balance of penal charged accounts during F.Y 2023-24 at the reporting date is considered as EAD by the Company including accrued interest.

Loss Given Default (LGD)

LGD is an estimate of the loss from a transaction given that a default occurs. Based on past performance, the recovery rate has been 100% and all accounts are Standard assets.

Probability of default (PD):

PD is defined as the probability of whether borrowers will default on their obligations in the future. For Assets in Stage 1, a 12 month PD is required.

Based on the past trend, the company had not come across any default or delay in principal repayment by borrower Institutions. Though there has been delay in prompt payment of interest on loans. The company has worked out ECL as per the past trend and the nature of loan. As per workings the Company's impairment allowance is derived from estimates including default on interest payments. Collective impairment allowances are calculated using ECL model which approximate credit conditions on portfolios of loans. Thus, a minimum PD of 0.4% is considered taking into account the outstanding liability of penal charged accounts to the total outstanding liability as on 31.03.2024. As the Impairment allowance is lower than the provisioning of standard assets required under IRACP, the difference is appropriated to a separate Impairment Reserve.

Asset classification and Provision Disclosure of Loan for March 31, 2024

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross carrying amount as per Ind AS	Provisions as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Diff between Ind AS 109 provisions and IRACP norms*
Performing Assets						
Standard Asset	Stage 1	7,564.54	9.22	7,555.32	30.66	(21.44)
Subtotal		7,564.54	9.22	7,555.32	30.66	(21.44)
Non-Performing Assets (NPA)						
Substandard, Doubtful, Loss Assets	Stage 3	-	-	-	-	-
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
Total	Stage 1	7,564.54	9.22	7,555.32	30.66	(21.44)

* For the difference between Ind AS 109 and IRACP norms the company has maintained impairment reserve to the extent of Rs. 21.44 Cr.

Asset classification and Provision Disclosure of Loan for March 31, 2023

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross carrying amount as per Ind AS	Provisions as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Diff between Ind AS 109 provisions and IRACP norms*
Performing Assets						
Standard Asset	Stage 1	6,166.42	7.03	6,159.39	25.09	(18.06)
Subtotal		6,166.42	7.03	6,159.39	25.09	(18.06)
Non-Performing Assets (NPA)						
Substandard, Doubtful, Loss Assets	Stage 3	-	-	-	-	-
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
Total	Stage 1	6,166.42	7.03	6,159.39	25.09	(18.06)

* For the difference between Ind AS 109 and IRACP norms the company has continued earlier impairment reserve of Rs. 19.39 Cr against requirement of Rs. 18.06 Cr



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NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR YEAR ENDED MARCH 31, 2024

8 TRADE PAYABLE

Particulars	As at 31.03.2024	As at 31.03.2023
Total outstanding dues of micro enterprises and small enterprises \$	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises*	33.73	31.43
Total	33.73	31.43

* Management Fees payable to Canara Bank - Rs. 31.23 Cr (1% of Disbursement Rs. 3,123.01 Cr) plus GST @ 18% Rs. 5.62 Cr minus TDS @ 10% Rs. 3.12 Cr i.e Rs. 33.73 Cr for FY 2023-24

* (For FY 2022-23 Management Fees payable to Canara Bank - Rs. 29.10 Cr (1% of Disbursement Rs. 2,909.86 Cr) plus GST @ 18% Rs. 5.24 Cr minus TDS @ 10% Rs. 2.91 Cr i.e Rs. 31.43 Cr)

As at 31.03.2024

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
1. Dues of micro enterprises and small enterprises	-	-	-	-	-
2. Others	33.73	-	-	-	33.73
3. Disputed dues - MSME	-	-	-	-	-
4. Disputed dues - Others	-	-	-	-	-
Total	33.73	-	-	-	33.73

As at 31.03.2023

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
1. Dues of micro enterprises and small enterprises	-	-	-	-	-
2. Others	31.43	-	-	-	31.43
3. Disputed dues - MSME	-	-	-	-	-
4. Disputed dues - Others	-	-	-	-	-
Total	31.43	-	-	-	31.43

9 BORROWINGS (OTHER THAN DEBT SECURITIES)

Particulars	As at 31.03.2024	As at 31.03.2023
At amortised cost:		
(a) Term Loan -Indian Rupee Loan from Banks (Secured)		
Canara Bank	475.00	-
(b) Working Capital Demand Loan	475.00	-
Indian rupee loan from banks (Unsecured)*	-	-
(c) Loans from related parties	-	-
At Fair Value through profit or loss:		
(a) Term Loan -Indian Rupee Loan from Banks (Secured)	-	-
(b) Working Capital Demand Loan	-	-
Indian rupee loan from banks (Unsecured)*	-	-
(c) Loans from related parties	-	-
Designated at Fair Value through profit or loss:		
(a) Term Loan -Indian Rupee Loan from Banks (Secured)	-	-
(b) Working Capital Demand Loan	-	-
Indian rupee loan from banks (Unsecured)*	-	-
(c) Loans from related parties	-	-
Total	475.00	-
Borrowings in India	475.00	-
Borrowings outside India	-	-
Total	475.00	-

Security : Hypothecation of receivables in respect of the specified standard loan assets of the Company with an asset coverage ratio of 1.00 times



(a) Term Loan -Indian Rupee Loan from Banks (Secured)

As at 31 March, 2024		
Tenure (from the date of Balance Sheet)	Rate of Interest	Amount
Above 2 year	8.40%	375.00
Due within 1-2 years	8.40%	50.00
Due within 3month - 1 years	8.40%	50.00
Due within 3 Month*	8.40%	-
Total		475.00
Effective interest rate adjustment**		-
Net Amount		-

(b) Term Loan -Indian Rupee Loan from Banks (Secured)

As at 31 March, 2023		
Tenure (from the date of Balance Sheet)	Rate of Interest	Amount
Above 2 year	0.00%	-
Due within 1-2 years	0.00%	-
Due within 1 years	0.00%	-
Due within 3 Month*	0.00%	-
Total		-
Effective interest rate adjustment**		-
Net Amount		-

*Interest is paid monthly while principal to be repaid half year after the date of first disbursement.

** Effective interest rate adjustment is Nil because there is no processing fee or other charges on Term Loan .
There is no default as on the balance sheet date in repayment of borrowings and interest.

10 OTHER FINANCIAL LIABILITIES

Particulars	As at 31.03.2024	As at 31.03.2023
Interest accrued on Borrowings	0.33	-
CSR Unspent Account	11.00	4.45
Total	11.33	4.45

11 CONTINGENT PROVISIONS AGAINST STANDARD ASSETS

Particulars	As at 31.03.2024	As at 31.03.2023
Provisions on Standard Assets	-	-
Total	-	-

12 OTHER NON-FINANCIAL LIABILITIES

Particulars	As at 31.03.2024	As at 31.03.2023
Provision for Audit Fees	0.02	0.02
Provision for TDS receivable	1.67	-
Statutory dues payable	-	-
TDS Payable *	3.13	2.91
Other Payables	-	0.19
Total	4.82	3.12

* TDS Payable includes on Management Fees Rs. 3.12 Cr (PY 2.91 Cr) and on Audit Fees 0.002 Cr



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13(A) EQUITY SHARE CAPITAL

Particulars	As at 31.03.2024	As at 31.03.2023
Authorised Share Capital (1000,00,00,000 equity shares of Rs.10 each)	10,000.00	10,000.00
Issued and Subscribed and fully Paid-up (529,37,50,000 equity shares of Rs.10 each issued & fully paid)	5,293.75	5,293.75
Total Issued and Subscribed and fully Paid-up	5,293.75	5,293.75

Reconciliation of number of Shares

Equity Shares:	As at 31.03.2024		As at 31.03.2023	
	Number of Shares	Amount	Number of Shares	Amount
Balance as at the beginning of the previous year	5,29,37,50,000	5,293.75	5,29,37,50,000	5,293.75
Add: Shares issued during the year	-	-	-	-
Balance as at the end of the year	5,29,37,50,000	5,293.75	5,29,37,50,000	5,293.75

Terms/ rights attached to equity shares

The Company has only one class of shares referred to as equity shares having a par value of Re.10/-. Each holder of equity shares is entitled to one vote per share held.

Company is a Not for profit Company licensed under section 8 of the Companies Act, 2013 and hence no portion of the surplus, other income or property shall be paid or transferred, directly or indirectly, by way of dividend or bonus or otherwise by way of surplus to the members of the company. Upon winding up or dissolution of the company, the remaining property after the satisfaction of all the debts and liabilities shall not be distributed amongst the members of the company, but shall be given or transferred to such other company having similar objects; and also if that remaining property is sold on order of any authority, the proceeds of it will be credited to the Rehabilitation and Insolvency Fund.

Details of Shares held by shareholders, holding more than 5% of the aggregate shares in the Company and Shareholding of Promoter.

Particulars	As at 31.03.2024		As at 31.03.2023	
	No. of shares	% holding in	No. of shares	% holding in
1. Ministry of Education (Government of India)	4,81,25,00,000	90.91	4,81,25,00,000	90.91
2. Canara Bank	48,12,50,000	9.09	48,12,50,000	9.09
	5,29,37,50,000	100.00	5,29,37,50,000	100.00

As per the records of the Company, including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares. There is no movement in Shareholding of Promoter.

13(B) OTHER EQUITY

Particulars	As at 31.03.2024	As at 31.03.2023
1. Statutory Reserve pursuant to Section 45-IC of the RBI Act, 1934 (Refer Note 1 below)		
Opening balance	336.55	257.10
Add: Transfer from surplus balance in the Statement of Income and Expenditure	68.96	79.45
Balance as at the end of the year	405.51	336.55
2. Impairment Reserve (Refer Note 2 below)		
Opening balance	19.39	19.39
Add: Transfer from surplus balance in the Statement of Income and Expenditure	2.05	-
Balance as at the end of the year	21.44	19.39
3. Retained Earnings		
Opening balance	1,326.84	1,009.03
Add: Surplus for the year	344.82	397.26
Less: Appropriation	-	-
Transfer to Statutory Reserve	68.96	79.45
Transfer to Impairment Reserve	2.05	-
Balance as at the end of the year	1,600.65	1,326.84
4. Other Comprehensive Income		
Opening balance	-	-
Movements during the year	-	-
Balance as at the end of the year	-	-
Total	2,027.60	1,682.78

Nature and purpose of Reserves

1. Statutory Reserve (Statutory Reserve pursuant to Section 45-IC of The RBI Act, 1934):

Section 45IC of Reserve Bank of India Act, 1934 ("RBI Act, 1934") defines that every non banking finance institution which is a Company shall create a reserve fund and transfer therein a sum not less than twenty percent of its net surplus every year as disclosed in the statement of Income and Expenditure before any dividend is declared. The Company has transferred an amount of Rs. 68.96 Crores (2023 - 79.45 Cr.) to Statutory reserve pursuant to Section 45-IC of RBI Act, 1934

2. Impairment Reserve As Per RBI circular (RBI/2019-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/2019-20) Where impairment allowance under Ind AS 109 is lower than the provisioning required under IRACP (including standard asset provisioning), NBFCs/ARCs shall appropriate the difference from their net surplus or deficit after tax to a separate 'Impairment Reserve'. The balance in the 'Impairment Reserve' shall not be reckoned for regulatory capital. Further, no withdrawals shall be permitted from this reserve without prior permission from the Department of Supervision, RBI.



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14 INTEREST INCOME

Particulars	For Year Ended 31.03.2024	For Year Ended 31.03.2023
On financial assets measured at fair value through OCI:		
Interest on Loans	-	-
Interest On Deposit/Savings	-	-
On financial assets measured at amortised cost: *		
Interest on Loans	380.16	401.94
Interest On Deposit/Savings	16.51	43.54
Interest Income on Financial Assets Classified at fair value through profit or loss		
Interest on Loans	-	-
Interest On Deposit/Savings	-	-
Total*	396.67	445.48

* The revenue from operations is earned in India and accrued at effective interest rate on assets, further interest rate will be decided as per the Interest policy of the HEFA board.

* To further support the infrastructure activities of higher education institutions, the company has reduced ROI to 5.55% p.a during FY 2023-24 (PY 7% p.a) leading to reduction in overall interest income despite substantial increase in loan book.

Disaggregated revenue disclosures:

The company being a Non Banking Financial Company is dealing in Financial Instruments within the scope of Ind AS 109 and provisions of Ind AS 115 are not applicable to the company as such disaggregated revenue disclosures (Window-wise revenue disaggregation) are not given. Further Interest Income is same for all the windows and is being borne by Government primarily irrespective of financing windows of HEFA, thereby carrying similar degree of risk.

Particulars	For Year Ended 31.03.2024	For Year Ended 31.03.2023
Revenue by products / services		
Interest on Loans	380.16	401.94
Others-Interest on Deposits with Bank	8.55	37.49
Interest on Savings with Bank	7.96	6.05
Total Revenue from operations	396.67	445.48

15 OTHER INCOME

Particulars	For Year Ended 31.03.2024	For Year Ended 31.03.2023
Others (Interest on IT Refund)	-	0.33
Total	-	0.33

16 FINANCE COSTS

Particulars	For Year Ended 31.03.2024	For Year Ended 31.03.2023
On financial liabilities measured at fair value through profit or loss:		
Interest paid on borrowings	-	-
On financial liabilities measured at amortised cost:		
Interest paid on borrowings	4.03	0.64
Total	4.03	0.64

17 IMPAIRMENT / PROVISION ON FINANCIAL INSTRUMENTS

Particulars	For Year Ended 31.03.2024	For Year Ended 31.03.2023
On financial liabilities measured at fair value through profit or loss:		
Loans :		
- Standard assets	-	-
On financial assets measured at amortised cost:		
Loans :		
- Standard assets	2.19	5.47
Total	2.19	5.47



18 OTHER EXPENSES

Particulars	For Year Ended 31.03.2024	For Year Ended 31.03.2023
Audit Fees	0.02	0.02
Rates and taxes	5.73	5.24
Legal and professional charge	-	-
Other expenditure	0.07	0.05
Total	5.82	5.31

Note (i) Payment to auditor:

Particulars	For Year Ended 31.03.2024	For Year Ended 31.03.2023
As auditors:		
Statutory audit fee	0.02	0.02
Taxation matters	-	-
Company law matters	-	-
Other services	-	-
Reimbursement of expense	-	-
Total	0.02	0.02

Note (ii) Details of CSR expenditure

Particulars	For Year Ended 31.03.2024	For Year Ended 31.03.2023
Gross Amount required to be spent by the Company during the year	8.58	8.03

Financial Year	Gross Amount to spent in the Financial Year	Amount spent till the reporting financial year	Amount remaining to be spent as on reporting Financial year
2023-24	8.58	-	8.58
2022-23	8.03	6.05	1.98
2021-22	5.53	5.20	0.33
2020-21 *	2.70	2.59	0.11
Total	24.84	13.84	11.00

* FY 2020-21 CSR Unspent balance will be transferred to Govt notified fund under Sch 7 within 6 months from 31.03.2024

Note (iii) Disclosure of CSR expenditure

	F.Y 2023-24	F.Y 2022-23
Amount Required to be spent by the company	8.58	8.03
Amount of Expenditure incurred	NIL	5.17
Shortfall at the end of the year	8.58	2.86
Total of previous years shortfall	2.42	1.59
Reason for Shortfall	Provision is made for an amount of Rs. 8.58 Cr. and credited to CSR Unspent Account as the amount is sanctioned for ongoing research projects in centrally funded Institutes.	Provision is made for an amount of Rs. 2.86 Cr. and credited to CSR Unspent Account as the amount is sanctioned for ongoing research projects in centrally funded Institutes.
Nature of CSR Activities	Promoting Research in Centrally funded higher education Institutes - Rs. 8.58 Cr.	PMNRF contribution - Rs. 5.17 Cr. Promoting Research in Centrally funded higher education Institutes - Rs. 2.86 Cr.
Details of related party transaction e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard	NA	NA
Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year should be shown separately.	Provision is made for an amount of Rs. 8.58 Cr. and credited to CSR Unspent Account as the amount is sanctioned for ongoing research projects in centrally funded Institutes.	Provision is made for an amount of Rs. 2.86 Cr. and credited to CSR Unspent Account as the amount is sanctioned for ongoing research projects in centrally funded Institutes. (Out of which Rs. 0.88 Cr used during the FY 2023-24 towards ongoing projects)



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(CIN:U74999KA2017NPL103474)
(A Non Banking Financial Company Licensed under Section 8 of the Companies Act,2013)
(Private Limited & Government Company)
(All amounts are in crore of Indian Rupees, unless otherwise stated)

NOTE 19: EARNINGS PER SHARE

Basic EPS amounts are calculated by dividing the surplus for the year attributable to equity holders of the Company by the weighted average number of Equity shares outstanding during the year

Diluted EPS amounts are calculated by dividing the surplus attributable to equity holders of the Company by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

Particulars	For the year ended 31.03.2024	For the year ended 31.03.2023
Net surplus for calculation of basic earnings per share	344.82	397.26
Weighted average number of equity shares in calculating basic earnings per share (Nos in Crs.)	529.38	529.38
Nominal Value per share (Rs.)	10.00	10.00
Basic Earnings Per Share (Rs.)	0.65	0.75
Diluted Earnings Per Share (Rs.)	0.65	0.75

NOTE 20: CONTINGENT LIABILITIES, COMMITMENTS AND LEASING ARRANGEMENTS

Particulars	For the year ended 31.03.2024	For the year ended 31.03.2023
Claims not acknowledged as debts	-	-
Guarantees given on behalf of constituents - in India	-	-
Undisbursed Commitment excluding LC Commitment*	8,949.30	9,465.95
LC Commitment to vendor on behalf of Institute [Refer Note Below]	32.30	12.80
Total	8,981.60	9,478.75

Note: The LC commitment shall be met out of future term loan disbursement.

The Undisbursed commitment amount for FY 2023-24 pertains to loan accounts wherein loan documents have been executed. As disbursements under Window IV & V have been discontinued w.e.f 01.10.2020, the amount sanctioned to the Institutions under Window IV & V is not included in the undisbursed commitment amounts.

NOTE 21: INCOME TAX

The Company was incorporated as a 'Not for Profit Company' under Section 8 of the Companies Act, 2013 and the Company has been granted Registration under Section 12AB of the Income Tax Act, 1961 as a Public Charitable Company with effect from 2nd February 2018. The Company was granted license by RBI under Non-deposit taking non-systemically important NBFC' i.e. (i.e. NBFC-ND-Type II) vide CoR no. 02.00289 dated 21st November, 2017 for the purpose of carrying out Non Banking Finance business.

As per Memorandum and Articles of Association of the Company, no objects shall be carried out on a commercial basis. The Management is of the view that the income received from financial assistance for creation of educational infrastructure and R&D in India's premier educational Institutions is only incidental as the Company has not carried out the same on commercial basis and hereby claim to be eligible for Tax Exemption.

NOTE 22: EMPLOYEES BENEFIT PLAN

As of March 31, 2024 there are no employees on the roll of the company and all the operations are managed by the employees deputed from Canara Bank.

NOTE 23: MATURITY ANALYSIS OF ASSETS AND LIABILITIES

Particulars	As at 31.03.2024			As at 31.03.2023		
	Within 12 months (current)	After 12 months (non-current)	Total	Within 12 months (current)	After 12 months (non-current)	Total
ASSETS						
Financial Assets						
Cash and Cash Equivalents	169.27	-	169.27	734.39	-	734.39
Bank Balance other than (a) above	-	-	-	-	-	-
Loans	1,858.92	5,696.40	7,555.32	1,531.11	4,628.28	6,159.39
Other Financial Assets	101.67	-	101.67	110.42	-	110.42
Non-financial Assets						
Current Tax Assets (Net)	19.97	-	19.97	11.33	-	11.33
Property, Plant and Equipment	-	-	-	-	-	-
Other Non-Financial Assets	-	-	-	-	-	-
Total Assets	2,149.83	5,696.40	7,846.23	2,387.25	4,628.28	7,015.53
LIABILITIES						
Financial Liabilities						
Payables	33.73	-	33.73	31.43	-	31.43
Borrowings (Other than Debt Securities)	50.00	425.00	475.00	-	-	-
Other Financial Liabilities	11.33	-	11.33	4.45	-	4.45
Non-Financial Liabilities						
Provisions	-	-	-	-	-	-
Other Non-Financial Liabilities	4.82	-	4.82	3.12	-	3.12
Equity						
Equity Share Capital	-	5,293.75	5,293.75	-	5,293.75	5,293.75
Other Equity	-	2,027.60	2,027.60	-	1,682.78	1,682.78
Total Liabilities	99.88	7,746.35	7,846.23	39.00	6,976.53	7,015.53
Net	2,049.95	-2,049.95	-	2,348.25	-2,348.25	-

NOTE 24: CHANGE IN LIABILITIES ARISING FROM FINANCING ACTIVITIES

Changes in liabilities arising from financing activities

Particulars	As at 31.3.2024	Cash Inflow	Cash Outflow	As at 31.3.2023
Borrowings (Other than Debt Securities)	475.00	500.00	25.00	-
Total	475.00	500.00	25.00	-

NOTE 25 - LEASING ARRANGEMENTS

The Company is carrying out its operation at Canara bank premise. The Company has taken over an area of 3500 sq.foot on sub lease basis from Canara Bank for functioning of its office and the lease deed was executed on 27th of October 2020 with them for three years w.e.f 2nd November 2020 for a Monthly rent of Rs. 217,000/- and it was also agreed in the lease deed that the sub lessee shall punctually pay the rent to the sub lessor on the 5th day of every succeeding month clear of all deductions without any demand. In addition to this, the electricity, water charges, property and other applicable taxes for the premises shall be payable by the sub lessee. The Company is paying the Management Fees i.e 1% on disbursement for managing entire company operations including Premises provided. As per JV Agreement, Management Fees is charged for all services put together and the same is not defined for each category therefore bifurcated lease amount is not shown separately.



NOTE 26: SEGMENT REPORTING

1 Operating segment/s are defined as components of an enterprise for which discrete financial information is available that is evaluated regularly by the Chief Operating Decision Maker, in deciding how to allocate resources and assessing performance. The Company's Chief Operating Decision Maker (CODM) is the Managing Director and Chief Executive Officer. The Company has only one identified business segments (industry practice) namely "financial assistance for creation of educational infrastructure and R&D in India's premier educational institutions". The Financial Statements itself may be considered to be the segment result as per disclosure requirement of Indian Accounting Standard 108.

2 Geographical segment : The entity is domiciled in India and operates only in India. So geographical information is not required and No single customers contributed 10% or more to the Company's revenue for both 2022-2023 and 2023-2024

NOTE 27: RELATED PARTY DISCLOSURES

Related party disclosures, as required by notified Ind AS 24 - 'Related Party Disclosures' are given below:

Ind AS 24 exempts Reporting Entity (RE) from disclosure requirements in relation to related party transactions and balances with:

Name of related parties	Relationship
Ministry of Education	Entity having joint control/significant influence over the Company
Canara Bank	Entity having joint control/significant influence over the Company and Entity with common director
Canarabank Computer Services Limited	Subsidiary of Entity having joint control/significant influence over the Company and Entity with common director

Name of related party	Nature of transaction	For the year ended 31.03.2024	For the year ended 31.03.2023
Transactions with related parties			
Canara Bank	Management Service Fee	31.23	29.10
	Capital Contribution	-	-
	Deposits Created	700.19	2,150.00
	Deposits Withdrawn	950.19	1,900.00
	Borrowings during the year	500.00	-
	Borrowings repaid during the year	25.00	1,282.57
	Interest Received on Savings A/c	7.96	6.05
	Interest received on Deposits	8.55	37.49
	Interest Paid on Borrowings	4.03	0.64
Amount payable to related parties:			
Canara Bank	Deposits Outstanding	-	-
Canara Bank	Borrowings (Outstanding)	475.00	-
Canara Bank	Trade Payable	33.73	31.43
Canara bank Computer Services Limited	Trade Payable	-	-
Amount receivable from related parties:			
Canara Bank	Deposits Outstanding	-	250.00

Items	Related Party	Parent (as per ownership or control)	
		For the year ended 31.03.2024	For the year ended 31.03.2023
Borrowings		475.00	-
Deposits		-	250.00
Placement of deposits		-	-
Advances		-	-
Investments		-	-
Purchase of fixed/other assets		-	-
Sale of fixed/other assets		-	-
Interest paid		4.03	0.64
Interest received		16.51	43.54
Others *		31.23	29.10

* Other related party transaction pertains to management fees payable by the company for mangement services obtained. All transactions with these related parties are made in the normal course of business and on terms equivalent to those that prevail in arm's length transactions.

NOTE 28: DISCLOSURE OF THE ASSETS, WHETHER TANGIBLE OR INTANGIBLE, PROVIDED BY CANARA BANK

The Company is paying 1% of total disbursements made in a financial year to Canara Bank as Management Fees as per master JV Agreement between Ministry of Education & Canara Bank. Canara bank is providing following service under the management service and Fee charged all service put together and not defined for each categories of the service.

- a) Premises for office.
- b) Required Computer and Other Office Equipment (referred below).
- c) Software and other intangible Asset required for operation.
- d) Manpower for running the business.
- e) Management of finance operation end to end.

LIST OF TANGIBLE ASSETS & INTANGIBLE ASSETS PROVIDED BY CANARA BANK

Sl.No	Particulars	Quantity
1	Personal Computer's	18
2	Printer birkub	1
3	HP Scanner + Printer	3
4	Lenovo Tablet	15
5	ERP Software	2



NOTE 29: LIQUIDITY COVERAGE RATIO (LCR) DISCLOSURE

Disclosure pursuant to Reserve Bank of India Circular DOR.NBFC (PD) CC. No.102/03.10.001 /2019-20 dated November 4, 2019 pertaining to Liquidity Risk Management Framework for Non-Banking Financial Companies.

The RBI has issued guidelines on Liquidity Risk Management Framework for Non-Banking Financial Companies on November 04, 2019. As per the said guidelines, LCR requirement shall be binding on all non-deposit taking, systemically important NBFCs with asset size of ₹ 5,000 crore and above from December 1, 2020, with the minimum LCR to be 30%, progressively increasing, till it reaches the required level of 100%, by December 1, 2024.

As per RBI guidelines, the company has been monitoring the LCR at daily intervals for the period from April 2023 to March 2024.

The Company follows the criteria laid down by RBI for calculation of High Quality Liquid Assets (HQLA), gross outflows and inflows within the next 30-day period. HQLA predominantly comprises cash and balance with other banks in current and savings account. All significant outflows and inflows determined in accordance with RBI guidelines are included in the prescribed LCR computation template.

The disclosure on Liquidity Coverage Ratio of the Company for the F.Y ended March 31, 2024 is as under:

Sl.No.	Particulars	Mar. 24		Dec. 23		Sep. 23		Jun-23	
		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									
1	**Total High Quality Liquid Assets (HQLA)	165.74	165.74	270.29	270.29	216.48	216.48	342.94	342.94
Cash Outflows									
2	Deposits (for deposit taking companies)	-	-	-	-	-	-	-	-
3	Unsecured wholesale funding	-	-	-	-	-	-	-	-
4	Secured wholesale funding	-	-	-	-	-	-	-	-
5	Additional requirements, of which	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-
6	Other contractual funding obligations	373.48	429.5	331.75	381.51	333.33	383.33	331.88	381.66
7	Other contingent funding obligations	7.03	8.08	0.01	0.01	-	-	-	-
8	TOTAL CASH OUTFLOWS	380.51	437.58	331.76	381.52	333.33	383.33	331.88	381.66
Cash Inflows									
9	Secured lending	-	-	-	-	-	-	-	-
10	Inflows from fully performing exposures	147.78	110.84	128.63	96.47	136.79	102.59	118.92	89.19
11	Other cash inflows	365.95	274.46	89.42	67.07	84.18	63.14	181.70	136.28
12	TOTAL CASH INFLOWS	513.73	385.30	218.05	163.54	220.97	165.73	300.62	225.47
13	TOTAL HQLA		165.74		270.29		216.48		342.94
14	TOTAL NET CASH OUTFLOWS		109.40		217.99		217.6		156.20
15	LIQUIDITY COVERAGE RATIO (%)		152.00%		124.00%		99.48%		219.56%

		Mar. 23	
		Total Unweighted Value (Average)	Total Weighted Value (Average)
High Quality Liquid Assets			
1	**Total High Quality Liquid Assets (HQLA)	179.31	179.31
Cash Outflows			
2	Deposits (for deposit taking companies)	-	-
3	Unsecured wholesale funding	-	-
4	Secured wholesale funding	-	-
5	Additional requirements, of which	-	-
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	-	-
6	Other contractual funding obligations	283.33	325.83
7	Other contingent funding obligations	-	-
8	TOTAL CASH OUTFLOWS	283.33	325.83
Cash Inflows			
9	Secured lending	0	0
10	Inflows from fully performing exposures	166.04	124.53
11	Other cash inflows	88.26	66.20
12	TOTAL CASH INFLOWS	254.3	190.73
13	TOTAL HQLA		179.31
14	TOTAL NET CASH OUTFLOWS		135.10
15	LIQUIDITY COVERAGE RATIO (%)		132.72%

Unweighted values calculated as outstanding balances maturing or callable within one month (for inflows and outflows). Averages are calculated on basis of simple average of day-end observations for Weighted values calculated after the application of respective haircuts for HQLA and stress factors on inflow (75%) and outflow (115%).

HQLA consists of cash balances maintained in Savings and Current account without any haircut. All the HQLA are in rupee terms and there is no currency mismatch.

Company for purpose of computing outflows, have considered: (1) all the contractual debt repayments, (2) committed credit facilities contracted with the customers

Inflows comprises of: (1) expected receipt from all performing loans, and (2) lines of credit available from sanctioned lenders.

To compute stressed cash outflow, all expected and contracted cash outflows are considered by applying a stress of 115%. Similarly, inflows for the Company is arrived at by considering all expected and contracted inflows by applying a haircut of 25%.



NOTE 30: CAPITAL MANAGEMENT

The primary objectives of the Company's capital management policy are to ensure that the Company complies with externally imposed capital requirements and maintains strong credit ratings and healthy capital ratios in order to support its business and to maximise shareholder value.

The Company manages its capital structure and makes adjustments to it according to changes in economic conditions and the risk characteristics of its activities. In order to maintain or adjust the capital structure, the Company may issue capital securities. No changes have been made to the objectives. Capital management related policies and processes from the previous years. However, they are under constant review by the Board.

Particulars	For the year ended 31.03.2024	For the year ended 31.03.2023
Capital Fund		
Tier -1		
Tier -2	7,299.91	6,957.14
Total Capital Fund	7,299.91	6,957.14
Risk weighted assets (along with the adjusted value of Balance sheet items including Accrued Interest)*	12,172.02	11,017.29
CRAR		
CRAR – Tier I Capital	59.97%	63.15%
CRAR – Tier II Capital	59.97%	63.15%
	0.00%	0.00%

*Risk Weighted Assets includes Loan outstanding, Accrued interest on loan, Undisbursed Commitment and amount towards LC commitment.

NOTE 31: FINANCIAL INSTRUMENTS
FAIR VALUE MEASUREMENT

i) **Valuation principles** : Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions, regardless of whether that price is directly observable or estimated using a valuation technique. In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques.

ii) **Valuation governance** : The Company's process to determine fair values is part of its periodic financial close process. The Board exercises the overall supervision over the methodology and models to determine the fair value as part of its overall monitoring of financial close process and controls. The responsibility of ongoing measurement resides with business units. Once submitted, fair value estimates are also reviewed and challenged by the Risk and Finance functions.

The carrying value and fair value of financial instruments by categories are as follows

Particulars	Carrying Value		Fair Value	
	As at 31.03.2024	As at 31.03.2023	As at 31.03.2024	As at 31.03.2023
Financial Assets				
Cash and Cash Equivalents				
Bank Balance other than (a) above	169.27	734.39	169.27	734.39
Loans				
Other Financial Assets	7,555.32	6,159.39	7,555.32	6,159.39
Total Financial Assets	7,724.59	6,893.78	7,724.59	6,893.78
Financial Liabilities				
Payables				
Borrowings (Other than Debt Securities)	33.73	31.43	33.73	31.43
Other Financial Liabilities	475.00	-	475.00	-
Total Financial Liabilities	508.73	31.43	508.73	31.43
Note :	520.06	35.88	520.06	35.88

The management assessed that cash and cash equivalents, trade receivables, trade payables, bank overdrafts and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

Borrowings: floating rate loans, the carrying values are a reasonable approximation of their fair value.

NOTE 32: RISK MANAGEMENT

Risk is an integral part of the Company's business and sound risk management is critical to the success. As a financial intermediary, the Company is exposed to risks that are particular to its lending and the environment within which it operates and primarily includes credit, liquidity and market risks. The Company has a risk management policy which covers risk associated with the financial assets and liabilities. The Board of Directors of the company are responsible for the overall risk management approach, approving risk management strategies and principles. The company has a risk management policy which covers all the risk associated with its assets and liabilities.

The Company has implemented comprehensive policies and procedures to assess, monitor and manage risk throughout the Company. The risk management process is continuously reviewed, improved and adapted in the changing risk scenario and the agility of the risk management process is monitored and reviewed for its appropriateness in the changing risk landscape. The process of continuous evaluation of risks includes taking stock of the risk landscape on an event-driven basis.

The Company has an elaborate process for risk management. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis.

Credit risk

Credit risk is the risk that a customer or counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company's main income generating activity is lending to customers and therefore credit risk is a principal risk. Credit risk mainly arises from loans and advances.

The credit risk management policy of the Company seeks to have following controls and key metrics that allows credit risks to be identified, assessed, monitored and reported in a timely and efficient manner in compliance with regulatory requirements.

The company gives loan only to higher educational institutions under Ministry of Education. The company has a robust accounts receivable collection mechanism which has ensured zero level of credit risk since inception. The company maintains an appropriate credit administration and loan review system.

The following table gives details in respect of % of revenue generated from top customer and top 5 customers:

Particulars	For the year ended 31.03.2024	For the year ended 31.03.2023
Revenue from top customer	18.82	20.15
Revenue from top 5 customers	80.02	91.87

Credit risk exposure

Existing expected credit loss (ECL) model of the company was primarily based on historical data and related factors. The increased delay in payment of Interest by Institutes has necessitated a consideration of additional scenarios while measuring ECL.

The Management estimates impairment provision using Expected Credit loss (ECL) model for the loan exposure.

The Company's impairment allowance is derived from estimates including delay on interest payments. Collective impairment allowances are calculated using ECL model which approximate credit conditions on portfolios of loans.

Asset & Liability management

Asset and Liability Management (ALM) is defined as the practice of managing risks arising due to mismatches in the asset and liabilities. Company's funding consists of both long term as well as short term sources with different maturity patterns and varying interest rates. On the other hand, the asset book also comprises of loans of different duration and interest rates. Maturity mismatches are therefore common and has an impact on the liquidity and surplus of the company. It is necessary for Company's to monitor and manage the assets and liabilities in such a manner to minimize mismatches and keep them within reasonable limits.

Liquidity Risk :

The table below provide details regarding the contractual maturities of significant financial assets and liabilities as on:



Maturity pattern of assets and liabilities as on 31 March, 2024

Particulars	1 - 30 days	31D - 3M	3M - 6M	6M - 1Y	1Y - 3Y	3Y - 5Y	Over 5Y	Total
Borrowings (Other than Debt Securities)	-	-	25.00	25.00	100.00	100.00	225.00	475.00
Loans	137.33	283.68	491.15	955.98	3,103.75	2,015.98	576.67	7,564.54

The tenure of the loans is for 10 years having 20 equal installments i.e. Sanction amount divided by 20 installments and interest will accrue monthly and paid quarterly.

Maturity pattern of assets and liabilities as on 31 March, 2023

Particulars	1 - 30 days	31D - 3M	3M - 6M	6M - 1Y	1Y - 3Y	3Y - 5Y	Over 5Y	Total
Borrowings (Other than Debt Securities)	-	-	-	-	-	-	-	-
Loans	114.18	211.55	443.34	769.07	2,331.29	1,453.79	843.20	6,166.42

Market Risk

Market Risk is the risk that the fair value or the future cash flows of a financial instrument will fluctuate because of changes in market factor. Such changes in the values of financial instruments may result from changes in the interest rates, credit, liquidity, and other market changes. The Company exposure to market is very minimal due to Interest rate are fixed and paid by the Ministry of Education.

Operational and business risk

Operational risk is the risk of loss arising from systems failure, human error, fraud or external events. When controls fail to operate effectively, operational risks can cause damage to reputation, have legal or regulatory implications, or lead to financial loss. The Company cannot expect to eliminate all operational risks, but it endeavours to manage these risks through a control framework and by monitoring and responding to potential risks. Controls include effective segregation of duties, access, authorisation and reconciliation procedures, staff education and assessment processes, such as the use of internal audit.

NOTE 33: PROVISIONS AND CONTINGENCIES

Particulars	For the year ended 31.03.2024	For the year ended 31.03.2023
Provision for Standard Assets under Impairment Loss Allowance	-	-
Provision made towards Current Tax	9.22	7.03
	-	-

NOTE 34: DRAW DOWN FROM RESERVES

For the year ended March 31, 2024 the Company has not withdrawn any amount from Impairment Reserves. The details of Impairment Reserves are provided in Statement of Changes in Equity to these financial statements.

NOTE 35: CONCENTRATION OF ADVANCES, EXPOSURES AND NPAs

i) Concentration of Advances

Particulars	As at 31.03.2024	As at 31.03.2023
Total advances to twenty largest borrowers	8,342.67	6,548.31
Percentage of advances to twenty largest borrowers to total advances of the Company	60.65%	61.69%

ii) Concentration of Exposures

Particulars	As at 31.03.2024	As at 31.03.2023
Total exposure to twenty largest borrowers/customers	4,706.01	4,065.80
Percentage of exposures to twenty largest borrowers/customers to total exposure of the Company on borrowers/customers	61.40%	64.82%

iii) Concentration of NPAs

Particulars	As at 31.03.2024	As at 31.03.2023
Total exposure to top four NPA accounts	-	-

iv) Sector-wise NPAs

Percentage of NPAs to Total Advances in that Sector

Particulars	As at 31.03.2024	As at 31.03.2023
Agriculture & allied activities	0%	0%
MSME	0%	0%
Corporate borrowers	0%	0%
Services	0%	0%
Unsecured personal loans	0%	0%
Auto loans	0%	0%
Other personal loans	0%	0%

v) Movement of NPAs

Particulars	As at 31.03.2024	As at 31.03.2023
I) Net NPAs to Net Advances (%)	0%	0%
II) Movement of NPAs (Gross)		
a) Opening balance	-	-
b) Addition during the year	-	-
c) Reduction during the year	-	-
d) Closing balance	-	-
III) Movement of NPAs (Net)		
a) Opening balance	-	-
b) Addition during the year	-	-
c) Reduction during the year	-	-
d) Closing balance	-	-
IV) Movement of provisions for NPAs (excluding provisions on standard assets)		
a) Opening balance	-	-
b) Provision made during the year	-	-
c) Write-off/write-back of excess provisions	-	-
d) Closing balance	-	-



NOTE 36: CUSTOMER COMPLAINTS

Sl.No	Particulars	As at 31.03.2024	As at 31.03.2023
	Compliants received by the NBFC from its customers		
1	Number of complaints pending at the beginning of the year	-	-
2	Number of complaints received during the year	-	-
3	Number of complaints disposed during the year	-	-
3.1	Of which, number of complaints rejected by the NBFC	-	-
4	No. of complaints pending at the end of the year	-	-
	Maintainable complaints received by the NBFC from Office of Ombudsman		
5*	Number of maintainable complaints received by the NBFC from Office of Ombudsman	-	-
5.1	Of S, number of complaints resolved in favour of the NBFC by Office of Ombudsman	-	-
5.2	Of S, number of complaints resolved through conciliation/mediation/advisories issued by Office of Ombudsman	-	-
6*	Number of Awards unimplemented within the stipulated time (other than those appealed)	-	-

NOTE 37: DERIVATIVES DISCLOSURES AS PER RBI

The Company has no transactions / exposure in derivatives in the current and previous year.
The Company has no unhedged foreign currency exposure as on March 31, 2024 (March 31, 2023: NIL)

NOTE 38: MISCELLANEOUS

i) No penalties have been imposed by RBI and other Regulators during the year ended 31 March, 2024, 31 March, 2023
ii) The Company is registered with the following Financial Sector Regulators (Financial Sector Regulators as described by Ministry of Finance)

- a) Reserve Bank of India
b) Ministry of Finance (Financial Intelligence Unit) - FINBF15251

Others Registrations

- a) Central Registry of Securitisation Asset Reconstruction and Security Interest of India(CERSAI) - IN2805
b) Legal Entity Identifier (LEI) - 984500DB0605ESD5B063 Valid till 23rd May 2024.

iii) Ratings assigned by credit rating agencies and migration of ratings during the year

Credit rating Agency	Type of Facility	As at 31.03.2024	As at 31.03.2023
ICRA	Term Loan	AA (Stable)	AA (Stable)
ICRA	Issuer Rating	AA (Stable)	AA (Stable)

NOTE 39: EXPENDITURE IN FOREIGN CURRENCY

There is no expenditure incurred in foreign currency during the financial year 2023-24 and 2022-23

NOTE 40: FRAUD

During the year and previous year there have been no fraud reported or identified by the management.

NOTE 41: BALANCE OF INSTITUTE ESCROW ACCOUNT WITH BANK

Particulars	As at 31.03.2024	As at 31.03.2023
Balance in principal Repayment Account		
(For availing the proposed loan, every institute (borrowers) has to open an escrow account with the Canara bank by crediting the one advance instalment to the "Principal Repayment account "The Escrow amount received in the principal repayment account with Canara bank is to be invested first in short term deposit as per the borrower's instruction till the period for the purpose of coinciding with the due date of term loan repayment.)	2,685.08	1,890.24

NOTE 42: PROPERTY, PLANT AND EQUIPMENT(PPE)

Company does not own any asset however Company use the tangible and intangible Assets of Canara bank which is the part of management service as per master JV Agreement where Canara Bank has to manage the entire operation including bringing asset required in such operation. All assets are owned by the Canara Bank & hence not capitalized by the Company.



NOTE 43: ANALYTICAL RATIOS

SL.No.	Ratio		Current Period	Previous Period	% Variance	Reason for variance
1	Current Ratio	Current Assets / Current Liabilities	24.19	61.97	-60.97%	Due to increase current liability (current portion of bank borrowing) ratio has decreased
2	Debt-Equity Ratio	Total Debt / Total Equity	0.06	0.00	100.00%	New borrowing (term loan) has been taken
3	Debt Service Coverage Ratio	Net operating Income / Debt Service	12.02	0.00	100.00%	New borrowing (term loan) has been taken
4	Return on Equity Ratio	Net Income / Total Average Shareholders Equity	4.71%	5.69%	-17.29%	Due to reduction in Rate of Interest, Return on Equity has reduced y-o-y basis.
5	Inventory turnover ratio	NA	NA	NA	NA	
6	Trade receivables turnover ratio	Sales / Loan Receivable	0.05	0.07	-27.41%	Due to reduction in Rate of Interest income has reduced and due to disbursement during the year loan receivable has increased which has led to reduction in ratio.
7	Trade payables turnover ratio	Credit Operating Expenses / Accounts Payable	1.10	1.18	-7.08%	
8	Net capital turnover ratio	Sales/Working Capital	0.19	0.21	-9.33%	
9	Net profit ratio	Net Profit/Net Sales	0.87	0.89	-2.52%	
10	Return on Capital employed	EBIT /Average Capital Employed	4.50%	5.69%	-20.97%	Due to reduction in EBIT and increase in Capital Employed, Ratio has decreased
11	Return on Total Asset	EBIT / Total Assets	4.45%	5.66%	-21.48%	Due to reduction in EBIT and increase in Capital Employed, Ratio has decreased

Note 44: Sectoral exposure

Sectors	Current Year			Previous Year		
	Total Exposure (includes on balance sheet and off-balance sheet exposure)	Gross NPAs	Percentage of Gross NPAs to total exposure in that sector	Total Exposure (includes on balance sheet and off-balance sheet exposure)	Gross NPAs	Percentage of Gross NPAs to total exposure in that sector
1. Agriculture and Allied Activities						
2. Industry						
i....						
ii....						
Others						
Total of Industry (i+ii+...+Others)						
3. Services						
i. Term Loans	7,555.32	-	0.00%	6,159.39	-	0%
ii. Others	-	-	0.00%	-	-	0%
Total of Services (i+ii+...+Others)	7,555.32	-	0.00%	6,159.39	-	0%
4. Personal Loans						
i....						
ii....						
Others						
Total of Personal Loans (i+ii+...+Others)						
5. Others, if any (please specify)						

NOTE 45: Previous year's figures have been regrouped, reclassified & rearranged to conform to current period presentation wherever necessary.

NOTE 46: For the financial year ending March 31, 2024, the company's accounting software has an audit trail functionality. This feature remained operational throughout the year, capturing a chronological record of all relevant transactions processed within the software. The audit trail has not been tampered with during the year.

For and on behalf of the Board of
HIGHER EDUCATION FINANCING AGENCY

Mohammad Thopfic
Managing Director & CEO
DIN-10118049

Rahul Saini
Chief Financial Officer
EYTPS9366E

K. Sanjay Murthy
Chairman
DIN-3532374

Sourav Saini
Company Secretary
DWMPS2003G

Place: Bengaluru
Date: 30/05/2024

