

A Partner For Life

SBI Funds Management Limited

Annual Report 2025-26

 **SBI FUNDS**
MANAGEMENT LIMITED



A Partner For Life

Financial journeys evolve with life itself, from building the habit of saving to planning wealth and financial security. SBI Funds Management Limited's ("SBIFML" or "the Company") diverse investment ecosystem is designed to support investors through every stage of that journey. As participation in India's capital markets expands across cities, generations, and income segments, the journey of SBI Funds Management Limited has remained closely intertwined with the aspirations of the investors it serves.

The theme, 'A Partner for Life,' captures the Company's long-term relationship with investors, built on trust, responsibility, and consistency.

As the country's investment landscape evolves, the Company remains focused on growing alongside its investors, enabling progress that is inclusive, responsible, and designed to create lasting value for generations.

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Corporate Overview

5.30 mn

New investors added in FY 2026

₹ 29,461.05 bn

Total QAAUM* across all business segments, as on March 31, 2026

₹ 30,673.76 mn

PAT (previous year ₹ 25,401.54 mn; an absolute growth of 20.75%)

₹ 12,149.32 bn

MF MAAUM** as on March 31, 2026



* QAAUM: Quarterly Average Assets Under Management
**MF MAAUM: Mutual Fund Monthly Average Assets Under Management



The Foundation of Progress

About SBIFML

SBI Funds Management Limited ("SBIFML") was incorporated in 1992 and received SEBI's approval to act as the asset management to SBI Mutual Fund in 1993. In 2004, the Company became a joint venture when Société Générale Asset Management S.A. acquired a 37% stake in SBIFML.

The Company serves a large unique investor base of 18.00 million as of March 31, 2026 in the mutual fund business comprising individuals as well as institutional customers and manage a diversified portfolio of 128 mutual fund schemes across equity and equity-oriented, debt, arbitrage, ETFs, index and overseas fund-of-funds, and liquid and overnight schemes, thereby offering both actively managed and passive investment strategies to cater to diverse investor risk profiles and financial objectives.

Disclaimer:

SBI Funds Management Limited (the "Company") is proposing, subject to receipt of requisite approvals, market conditions and other considerations, to make an initial public offer of its equity shares and has filed a draft red herring prospectus ("DRHP") with the Securities and Exchange Board of India. The DRHP is available on the websites of the Company, at www.sbimf.com, SEBI at www.sebi.gov.in, the websites of the book running lead managers, Kotak Mahindra Capital Company Limited, Axis Capital Limited, BofA Securities India Limited, HSBC Securities and Capital Markets (India) Private Limited, ICICI Securities Limited, Jefferies India Private Limited, JM Financial Limited, Motilal Oswal Investment Advisors Limited, and SBI Capital Markets Limited at www.investmentbank.kotak.com, www.axiscapital.co.in, www.business.bofa.com/bofas-india, www.business.hsbc.co.in, www.icicisecurities.com, www.jefferies.com, www.jmfl.com, www.motilaloswalgroup.com, and www.sbicaps.com, respectively, the website of the National Stock Exchange of India Limited at www.nseindia.com and the website of the BSE Limited at www.bseindia.com, respectively. Investors should note that investment in equity shares involves a high degree of risk. For details, potential investors should refer to the RHP which may be filed with the Registrar of Companies, Mumbai - I at Mumbai, in future including the section titled "Risk Factors". Potential investors should not rely on the DRHP filed with SEBI in making any investment decision.



Growing Together, Year After Year

1992

Incorporation of The Company as 'SBI Funds Management Private Limited'

2004

Registered as a portfolio manager under SEBI Portfolio Regulations



2006

Launch of offshore products through SBI Resurgent India Opportunities Fund, an offshore fund

2012

SBI Mutual Fund completes 25 years of operations

2013

Acquisition of Daiwa Mutual Fund schemes



2014

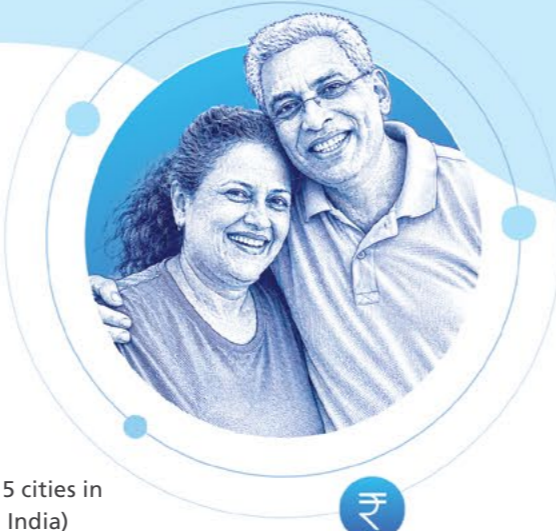
Inauguration of 51 branches across B-15 cities in India (cities beyond the top 15 cities in India)

2015

Launch of alternative investment fund business through registration of "SBI Alternative Equity Fund"

Became the first asset management company in India to adopt CFA Institute's Asset Manager Code of Professional Conduct in India

Crossed ₹ 100,000.00 million in AUM



2018

Became a signatory to the United Nations-supported Principles for Responsible Investment (UN-PRI)



2019

Employees' Provident Fund Organization appoints SBIMFL as its portfolio manager to manage its portfolio of investments

2020

Became the largest mutual fund company in India in passive QAAUM (quarterly average assets under management by market share)

Became the first asset management company in India to adopt and publish the Stewardship Code

2021

Collected the largest amount in a new fund offer with SBI Balanced Advantage Fund, an open-ended dynamic asset allocation fund launched by SBIMFL



2022

Highest fund-raising in a new fund offer in the multicap fund category with SBI Multicap Fund, an open-ended equity scheme investing across large, mid, and small cap stocks, launched by SBIMFL

2024

Crossed ₹ 1,000,000.00 million in AUM

2025

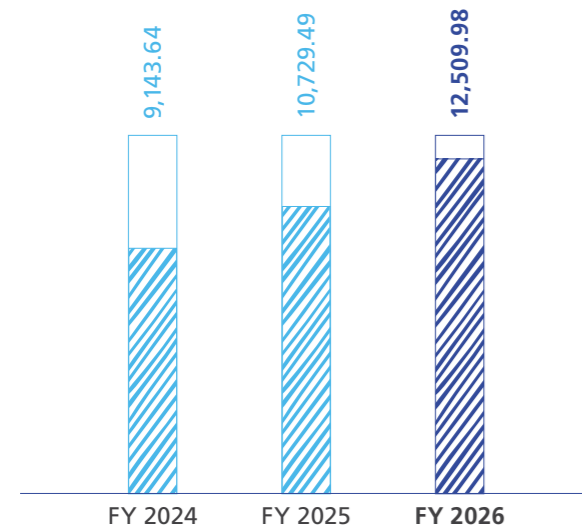
Launched 'Jannivesh SIP', which provides investments starting at ₹ 250.00, in partnership with fintech platforms



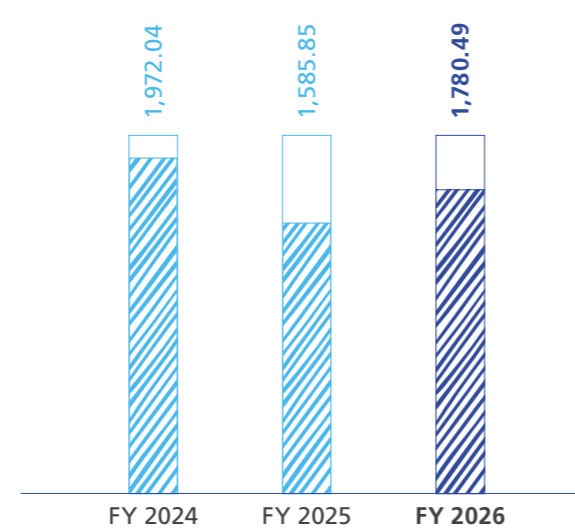
Key Performance Indicators

Business

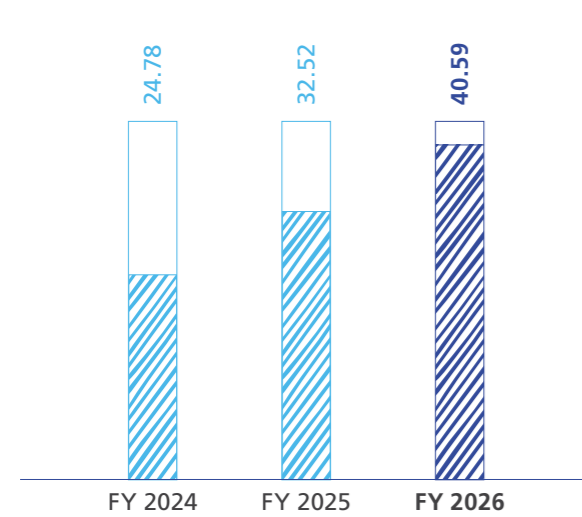
MF QAAUM
(₹ in billion)



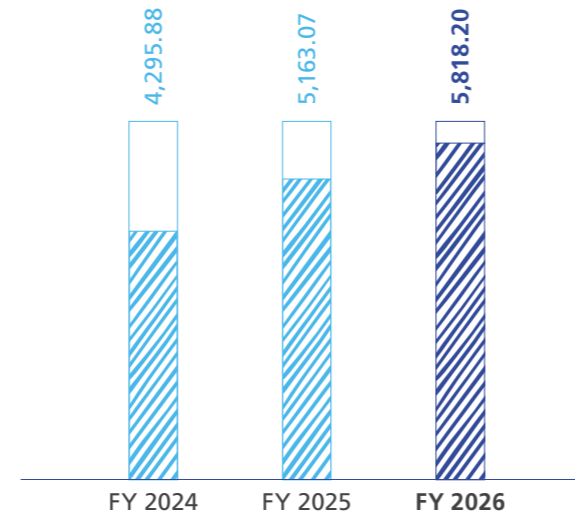
Growth in MF QAAUM (₹ in billion)
Three-year CAGR of 16.97%



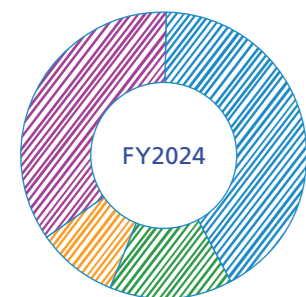
SBIMF SIP Trigger
(₹ in billion)



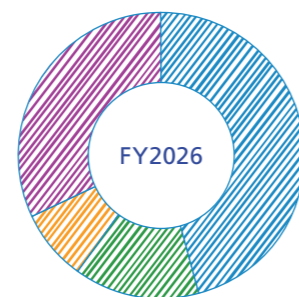
MF MAAUM - Investor Wise (Individual)
(₹ in billion)



MF QAAUM Asset Mix (in %)



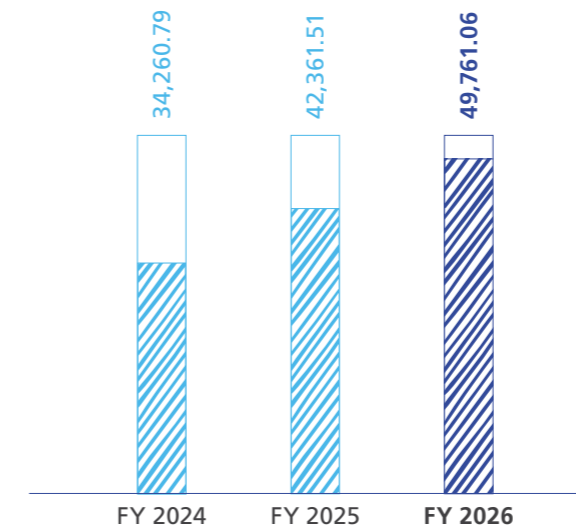
42% Equity
35% Passives
14% Fixed Income
9% Liquid



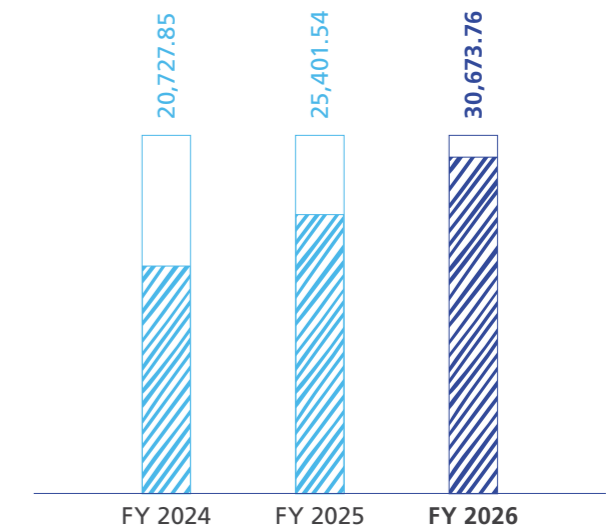
46% Equity
32% Passives
14% Fixed Income
8% Liquid

Financial

Total Income
(₹ in million)



Profit After Tax (PAT)
(₹ in million)



Message from the Chairman



“

Dear Investors,
India continues to move forward with steady economic progress and expanding participation in financial markets, demonstrating resilience amid an evolving global landscape. Supported by strong domestic demand, calibrated policy actions, and sustained progress on structural reforms, the economy remains well positioned to deliver stable and durable growth.

Macroeconomic fundamentals have strengthened over the past few years, supported by moderating inflation and continued fiscal discipline. Growth is expected to remain robust in the range of 6.5–7.0%, underpinned by sustained public investment, improving private sector participation, and a resilient services sector. The Government’s continued emphasis on capital expenditure, infrastructure development, and productivity enhancement is expected to support the medium-term growth outlook.



While global uncertainties persist, India’s economic trajectory remains firmly anchored, creating a strong foundation for financial market development and long term wealth creation. As the economy evolves, the role of financial markets in channelising savings into productive assets is becoming increasingly significant. The growing participation of households in capital markets is a defining feature of this transition, with mutual funds emerging as a key vehicle for disciplined and goal based investing.

An Industry in Transformation, Anchored in Trust

The mutual fund industry continues to expand, with average assets under management exceeding ₹ 81 lakh crore* as of March 2026, supported by a steadily expanding base of over 27 crore investor folios. The sustained growth in Systematic Investment Plans, with monthly contributions crossing ₹ 32,000 crore* and nearly 10 crore active SIP accounts*, further reinforces the shift towards disciplined investing. These trends highlight the increasing alignment of household savings with productive financial assets.

SBI Funds Management: Leadership with Scale and Responsibility

Against this backdrop, your company remains well positioned as the largest asset manager in India. The Company manages over ₹ 29 lakh crore^ in assets across its businesses, with mutual fund average assets under management exceeding ₹ 12.48 lakh crore* and a market share of 15.31%^ as of March 2026.

Serving more than 1.6 crore unique investors* and covering 97.69% of India’s pin codes*, the Company’s reach and accessibility remain unparalleled. Its strong distribution network, combined with a research driven and risk aware investment approach, enables it to deliver consistent value while upholding its fiduciary responsibilities. Your company’s research-led and risk-aware investment framework spans mutual funds, offshore funds, PMS, AIFs and GIFT City offerings, and now includes specialized investment funds – positioned as a bridge between traditional mutual funds and portfolio management services – thereby addressing the evolving needs of investors.

Customer-Centric Innovation: Simplifying the Investment Journey

Customer centricity remains at the core of your company’s strategy. Your company continues to invest in digital capabilities and analytics to make investing more intuitive, transparent, and accessible.

The launch of *InvesTap Nxt*, our AI enabled investment platform, represents a significant step forward. With conversational capabilities, portfolio insights, and

^Source: Internal

* Source: www.amfiindia.com.

Account Aggregator integration, it enables investors to access a consolidated view of their financial landscape. Enhancements in onboarding, transaction processes, and portfolio analytics further streamline the investment experience. These initiatives reflect the company’s commitment to moving beyond transactions towards meaningful and enduring investor relationships.

Strong Governance and Responsible Stewardship

As custodians of our investors’ capital, your company remains firmly committed to the highest standards of governance, transparency, and ethical conduct. The company’s investment philosophy is anchored in discipline, supported by robust risk management frameworks and strict adherence to regulatory standards.

Sustainability and responsible investing continue to guide our approach. Your company remains focused on integrating environmental, social, and governance considerations into our decision making processes, recognising their importance in creating long term stakeholder value.

Looking Ahead: Expanding Participation, Deepening Trust

As India moves towards a more inclusive and financially aware economy, the role of asset managers will become increasingly significant in guiding investors through evolving market conditions.

Your company’s strategic priorities remain focused on expanding access to investment solutions, deepening investor engagement through education and digital innovation, strengthening our product offerings across active, passive, and alternate strategies, and upholding the highest standards of governance and stewardship. Guided by the company’s vision to be the most trusted and respected asset manager in India, your company remains committed to supporting investors in achieving their financial goals while contributing to the broader development of the financial ecosystem.

I would like to express my sincere appreciation to the Board of Directors for their guidance, and to our employees for their unwavering commitment. I also extend my gratitude to our investors, partners, and stakeholders for the continued trust they repose in us.

With trust as our foundation, we look ahead with confidence and conviction.

Challa Sreenivasulu Setty
Chairman

Message from the MD & CEO



Dear Investors,
India's investment landscape continues to evolve, with sustained investor awareness efforts contributing to greater participation in capital markets. FY 2026 reflected this steady progression, reinforcing the importance of long-term wealth creation through disciplined investing.

At SBI Funds Management Limited, we believe that investing should be accessible to all, and we approach this responsibility with deliberate intent. Our focus is on building an institution that remains steady and relevant as investor needs evolve. We strive to create investment solutions that cater to diverse investing styles and investor objectives, built on sound investment processes, transparency, and investor centricity.



We increasingly view our role as extending beyond participation in markets to fostering informed and disciplined investing. As an institution with deep reach and long-standing trust, we seek to encourage healthy investment behaviour, reinforce confidence in capital markets, and enable broader participation in India's growth story. Along with broader participation, investor expectations are also evolving. Increasingly, investors are seeking not only ease of execution, but greater clarity—on portfolio composition, risks, and progress towards their goals. This shift from transaction led activity to more considered investing is shaping how we design engagement and service models for both investors and distribution partners.

Deepening investor engagement remains a core focus for us, supported by sustained investment in digital capabilities that make investing simpler, more transparent, and easier to navigate. The rollout of InvesTap Nxt, our next-generation investor app, reflects this direction. Designed to extend beyond transactional convenience, the platform enables intuitive interaction, conversational queries, and a holistic view of financial information through consent-based aggregation. These capabilities are intended to support informed decision-making and help investors manage their financial lives with greater ease and clarity.

Investor engagement continues to evolve, with growing expectations for relevance, responsiveness, and trust across both digital and physical touchpoints. Today, as investors begin their investment journeys earlier, our focus remains on being future-ready. Alongside our mutual fund business, our capabilities across Specialized Investment Funds (Funds), PMS, AIFs, and GIFT City enable us to partner with investors across wealth classes, offering solutions that evolve with their needs and remain aligned with their goals.

Investor awareness remains central to our role as an institution with national reach. Drawing on SBI's trusted legacy and presence across India, we seek not only to support investors in achieving their financial goals, but also to encourage informed and disciplined participation in capital markets. Through sustained, multilingual investor education and awareness initiatives, we engage with investors across geographies through regional languages, helping build familiarity and trust in mutual fund investing. These efforts are focused on building clarity and confidence, so that millions of savers can take their first step towards investing. We also remain clear that technology alone does not build trust. It is built over time through consistency, accessibility, and responsive support. Our distribution partners and on-ground teams therefore continue to play a vital role in guiding investors and supporting them as their needs change with time.

The balance between digital enablement and human engagement remains central to how we operate and reflects our commitment to deeper financial inclusion and responsible growth.

Investor preferences are also evolving, with growing interest in passive investment solutions driven by simplicity, transparency, and efficiency. We recognise this structural shift and are responding by strengthening our passive offerings alongside our active strategies. Our approach remains balanced – ensuring investors have access to solutions that are well governed and aligned to their goals, supported by strong investment and risk management frameworks.

Responsible investing and stewardship remain integral to our role as fiduciaries. Environmental, social, and governance considerations are embedded into our investment processes and guide our engagement with portfolio companies. These practices form an important part of how we manage risk and seek to safeguard value for investors over time.

Beyond our role as an asset manager, we remain conscious of our responsibility to society. Our CSR initiatives are focused on empowering communities, transforming lives, and driving sustainable development in the most deserving areas. Through our dedicated initiatives in the space of education, healthcare, environmental sustainability, and livelihood development, we seek to create meaningful and lasting impact for communities and the environment.

Our people remain central to the institution we are building. Their experience, expertise, diversity, and service orientation underpin how consistently we meet our investors' expectations.

Looking ahead, India's long-term economic direction, increasing financial participation, and strengthening digital public infrastructure provide a supportive backdrop. Our role is to remain prepared – through disciplined processes, thoughtful innovation, and clear communication that supports investors as they work towards their financial goals.

I thank you for your continued trust and faith in SBI Funds Management Limited.

Warm regards,

Nand Kishore
Managing Director & Chief Executive Officer
SBI Funds Management Limited

Our Leadership

Board of Directors



Mr. Challa Sreenivasulu Setty
Chairman & Non-Executive Director



Mr. Ashwini Kumar Tewari
Non-Executive Director



Mr. Nand Kishore
Managing Director & CEO



Mr. Denys De Campigneulles
Executive Director & Deputy CEO



Mr. Olivier Philippe Mariée
Associate Director



Mr. Moiz Mohsin Miyajiwala
Independent Director



Ms. Sudha Krishnan
Independent Director



Mr. Shekhar Bhatnagar
Independent Director



Dr. Hemant Ratnakar Adarkar
Independent Director



Mr. Sanjay Prakash
Independent Director

Management Team



Mr. Nand Kishore
Managing Director & CEO



Mr. Denys De Campigneulles
Executive Director & Deputy CEO



Mr. D.P. Singh
Joint CEO



Mr. Srinivas Jain
Chief of Strategy, Digital & Technology
and Head of Investor Relations



Ms. Aparna Nirgude
Chief Risk Officer



Mr. Ramakrishna Balasubramanian
Chief Operating Officer



Mr. Rama Iyer Srinivasan
Chief Investment Officer – Equity



Mr. Rajeev Radhakrishnan
Chief Investment Officer –
Fixed Income



Mr. Rajat Grover
Chief Human Resources Officer
& Head – CSR

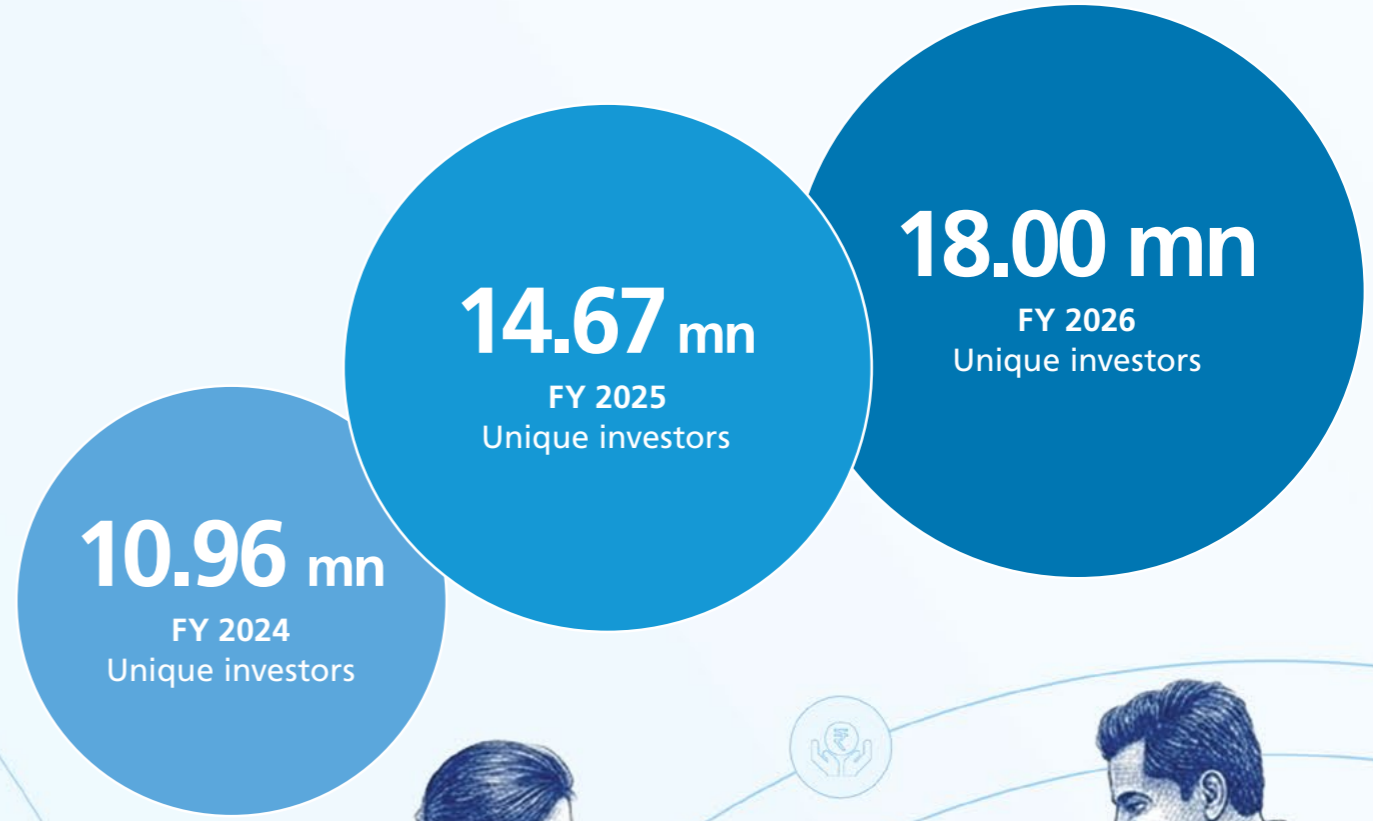
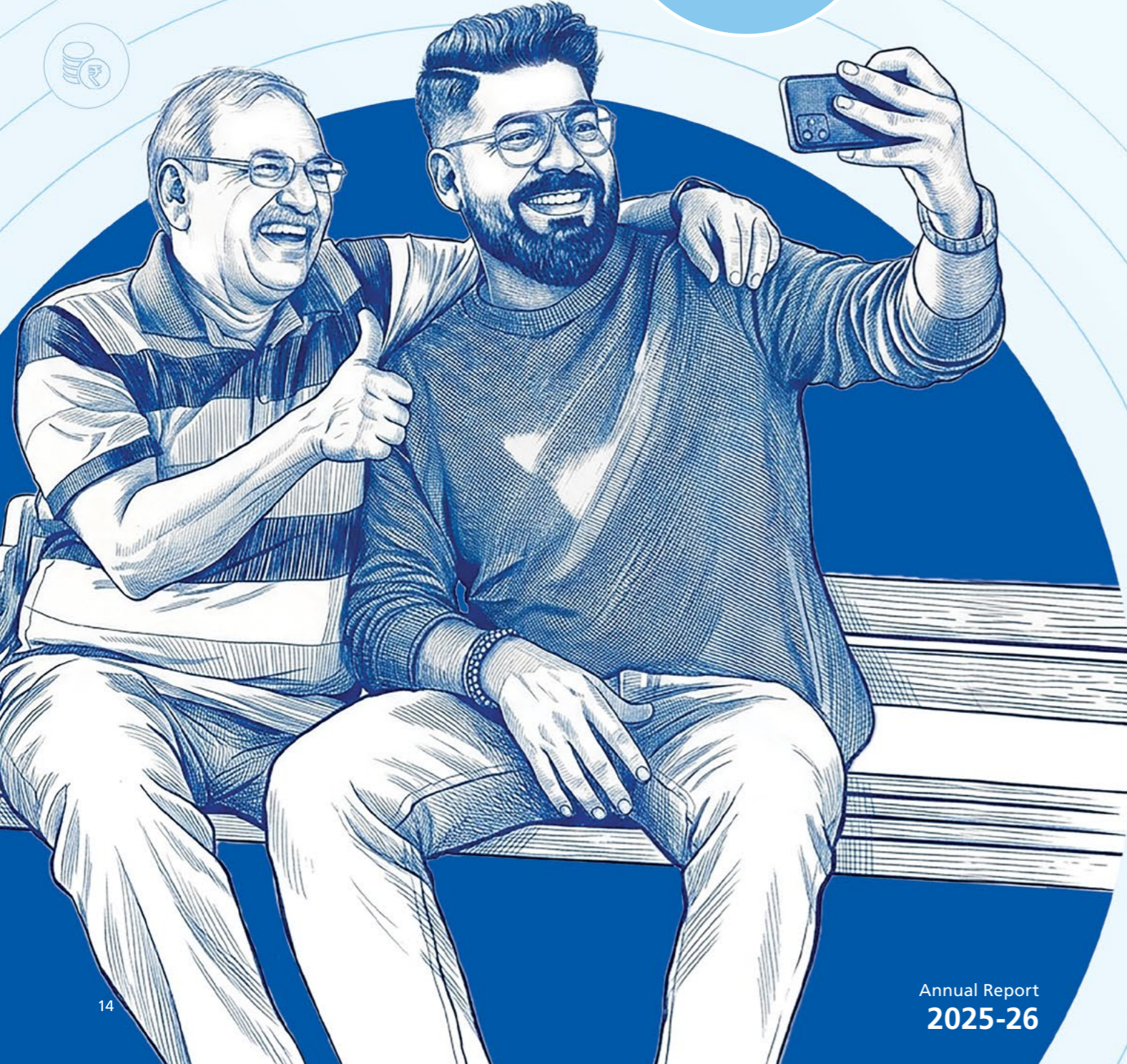


Mr. Inderjeet Ghuliani
Chief Financial Officer



Ms. Vinaya Datar
Chief Compliance Officer,
Company Secretary & Head – Legal

Investing Across India



People and Community

Employee Engagement Initiatives

A strong culture is built through shared experiences. Throughout the year, the Company brought employees together through celebrations, wellness initiatives, community engagement activities, and team-building events, fostering a workplace culture rooted in connection, collaboration, and belonging.



Festive Celebrations & Women's Day

Independence Day, Diwali, Christmas, and Women's Day were celebrated across the organisation, strengthening bonds and nurturing a sense of belonging among employees.



Mumbai Marathon

Enthusiastic participation in Mumbai marathon highlighted the Company's focus on wellness, teamwork, and community engagement.

Guwahati Off-site

A gathering of 200 employees provided opportunities for collaboration, learning, and team bonding, while reinforcing organisational culture and shared goals.



Blood Donation Camp

Employees actively participated in a blood donation drive, reflecting the organisation's commitment to community well-being and social responsibility.



Family Day

Over 800 employees and family members came together for a day of celebration, creating memorable experiences and strengthening connections beyond the workplace.

CSR Initiatives

Creating meaningful impact requires sustained action. Through focused interventions across education, healthcare, and livelihood enhancement, the Company continued to support initiatives that strengthen communities, improve access to essential services, and contribute to inclusive development across the country.



Education

Integrated School Transformation Programme, Jharkhand

Supported the transformation of government schools in Khunti, Jharkhand through infrastructure upgrades, smart classrooms, WASH facilities, and teacher training. The initiative is expected to benefit over 450 students and 25 teachers.

₹ 1.36 crore
Investment



₹ 4.46 crore
Investment

Livelihoods

Skills for Employability, Tamil Nadu

Supported skill development programmes across Chennai, Coimbatore, and Madurai, with around 3,100 candidates being trained for opportunities in the IT and BFSI sectors.

Through these initiatives, SBIFML continues to contribute to inclusive and sustainable development, creating long-term value for communities across geographies.



Healthcare

Strengthening Community Health Centres, Rajasthan

Enhanced healthcare infrastructure and diagnostic capabilities across five community health centres in Pali district, Rajasthan, improving access to quality rural healthcare.

₹ 2.12 crore
Investment



₹ 1.50 crore
Investment

Solar-Powered Healthcare, Uttar Pradesh

Enabled solar electrification of four community health centres and one trauma centre in Bahraich, ensuring reliable healthcare services while reducing operational costs.

Advancing Cardiac Care, Mizoram

Established a CTVS Unit and upgraded the ICCU at Zoram Medical College, Aizawl, enhancing access to advanced cardiac care for over 10,000 patients annually.

₹ 3.87 crore
Investment



DIRECTORS' REPORT

To
The Members

The Directors of SBI Funds Management Limited ('SBI FM' / the 'Company') are pleased to present the 34th Annual Report along with the audited accounts for the year ended March 31, 2026.

1. Financial Highlights

The financial performance of the Company on both standalone and consolidated basis for the financial year ending March 31, 2026 is summarized as under:

Particulars	(₹ in million)			
	Standalone		Consolidated	
	Reporting Year 2025-26	Previous Year 2024-25	Reporting Year 2025-26	Previous Year 2024-25
Total Income	49,701.28	42,321.76	49,761.06	42,361.51
Profit before tax	40,029.15	33,697.71	40,054.90	33,643.38
Add: Share of profit from associates	-	-	143.21	146.21
Less: Provision for tax	9,516.54	8,383.12	9,524.35	8,388.05
Profit for the period	30,512.61	25,314.59	30,673.76	25,401.54

2. Dividend

The Board of Directors of the Company declared a special interim dividend of ₹ 35,618.23 million @ ₹ 70/- per equity share (pre-bonus) on November 10, 2025 and an interim dividend of ₹ 19,553.54 million @ ₹ 9.60/- per equity share (post-Bonus) on March 23, 2026 [previous year, ₹ 11,180.59 million @ ₹ 22.00/- per equity share (pre-Bonus)].

3. Transfer to General Reserves

A sum of ₹ 50 million (previous year ₹ 50 million) has been transferred from the Statement of Profit and Loss to the General Reserve of the Company during the reporting year.

4. Alteration of Memorandum of Association (MOA) and Alteration of Articles of Association (AOA)

4.1. Memorandum of Association (MOA):

During the year under review, Clause V of the MOA was amended to reflect the increase in the authorized share capital of the Company from ₹ 525,000,000 divided into 525,000,000 Equity Shares of face value of ₹ 1 each to ₹ 2,100,000,000 divided into 2,100,000,000 Equity Shares of face value of ₹ 1 each.

4.2. Articles of Association (AOA):

During the year under review, pursuant to proposed initial public offer of the Company and a special resolution passed at the Extra-Ordinary General Meeting on February 23, 2026, AOA was amended to align the AOA with the requirements of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as

amended, Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended and the requirements prescribed by stock exchanges where Equity shares of the Company are proposed to be listed.

5. Capital Structure

On December 19, 2025, the Company had allotted 1,526,495,460 bonus equity shares of ₹ 1/- each (fully paid up) in the proportion of 3 bonus equity shares for every 1 fully paid up equity share to eligible shareholders whose names appeared in the register of members / statement of beneficial owner as on December 18, 2025, being the record date fixed for this purpose, based on the approval of the shareholders of the Company at the Twenty-Fourth Extra-Ordinary General Meeting held on December 9, 2025 by capitalization of an aggregate amount of ₹ 1,526.50 million standing to share premium account. The said bonus equity shares rank pari passu in all respects with the existing equity shares of the Company.

During the year (FY 2025-2026) under review, 2,123,601 number of equity shares (post-bonus) with Face Value of ₹ 1 each (previous year 1,868,925 number of equity shares (adjusted for bonus issue) with Face Value of ₹ 1 each) were allotted to the employees on account of exercising their vested options under Employees Stock Options Scheme of the Company.

The total paid up value of equity shares (Face Value ₹ 1 each) outstanding as on March 31, 2026 was ₹ 2,036.83 million (post-Bonus) as against ₹ 508.21 million (pre-Bonus) as on March 31, 2025 on a standalone basis.



The net worth of the Company stood at ₹ 59,016.66 million on a standalone basis as at the end of March 31, 2026 and ₹ 82,822.73 million as at the end of March 31, 2025.

6. Review of Subsidiaries, Associate and Joint Venture

6.1. Subsidiaries:

6.1.1. The Company has a wholly owned subsidiary namely, SBI Funds Management (International) Private Limited, incorporated in Mauritius in January 2006 that provides investment management services to the offshore funds including, SBI Resurgent India Opportunities Fund (SBI RIOF) and SBI India Opportunities Fund (SBI IOF). During the year, SBI Funds Management (International) Private Limited declared and paid a dividend amounting to ₹ 86.74 million (USD 0.93 million) [previous year, ₹ 69.39 million (USD 0.80 million)].

6.1.2. The Company has a wholly owned subsidiary namely, SBI Funds International (IFSC) Limited, incorporated in GIFT City, Gandhinagar in February 2024 which provides investment management services in GIFT City. SBI Funds International (IFSC) Limited has incurred an operating loss of ₹ 42.95 million during the year ended on March 31, 2026 (previous year, ₹ 31.78 million). being under set-up/growth phase.

6.1.3. In accordance with the provisions of Section 129(3) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014, a report on the performance and financial position of the subsidiaries is provided in Form AOC-1 appended as Part A of Annexure-I hereto. The Annual Reports of the subsidiaries are available on our website www.sbifunds.com

6.2. Associate Company:

The Company holds 20% stake in SBI Pension Funds Private Limited which has been appointed as a pension fund manager by the Pension Fund Regulatory and Development Authority (PFRDA) to provide services to all citizens of India to open and operate their National Pension System account. A statement containing the salient features of the financial statements of the Associate is provided in Form AOC-1 appended as Part-B of Annexure I hereto.

6.3. Joint Venture Company:

The Company does not have any Joint Venture Company.

7. Regulatory Developments

7.1. Mutual Fund Industry

7.1.1. SEBI has notified the SEBI (Mutual Funds) Regulations, 2026 which are effective from April 1, 2026 in supersession of the SEBI (Mutual Funds) Regulations, 1996. Further, SEBI has updated and issued the revised Master Circular for Mutual Funds dated March 20, 2026 along with all the Annexures and formats in line with the SEBI (Mutual Funds) Regulations, 2026.

7.1.2. SEBI has revised the provisions pertaining to Categorization and Rationalization of Mutual Fund schemes by reclassifying schemes into five categories, viz, Equity, Debt, Hybrid, Life Cycle Funds and Other Schemes (Fund-of-Funds and Passive schemes). It has also enhanced the norms for portfolio overlapping and has mandated alignment of the existing schemes with these new provisions.

7.1.3. SEBI has reclassified REITs as equity related instruments and has issued norms pertaining to the same.

7.1.4. SEBI has revised the incentive structure for mutual fund distributors to encourage onboarding of new individual investors, particularly from B-30 cities at MF industry level and New women individual investors from both Top 30 and B-30 cities. AMCs shall pay additional commission to distributors for onboarding eligible new investors (new PAN) as specified in the circular.

7.1.5. SEBI has directed to prominently disclose the registered name and registration number on the home page of the social media platforms as well as at the beginning of each of the videos/content related to securities market uploaded by the SEBI-regulated entities and their agents.

7.1.6. SEBI has introduced a voluntary lock-in / debit freeze facility to promote digital security of units of Mutual Fund investors.

7.1.7. SEBI in order to protect the rights and dignity of persons with disabilities and ensure their full and effective participation in securities market, has mandated that all Digital Platforms of Registered Entities (REs) shall be compliant with the provisions of the Rights of Persons with Disabilities Act, 2016.

7.1.8. SEBI has done away with the provision allowing AMCs to pay transaction charges to mutual fund distributors for bringing in a minimum subscription of ₹ 10,000 considering that distributors as agents of AMCs are entitled to be remunerated by the AMCs.

7.2. Alternative Investment Funds (AIF)

7.2.1. SEBI has issued a framework for AIFs to make co-investment within the AIF structure and has permitted Category-I and Category-II AIFs to offer co-investment facility to accredited investors by launching a separate co-investment scheme ("CIV scheme") within SEBI AIF Regulations in addition to the co-investment currently being facilitated to investors of AIFs through Co-investment Portfolio Managers under SEBI (Portfolio Managers) Regulations, 2020 ("PMS route").

7.2.2. SEBI has introduced the Certification requirement for Compliance Officers of Managers of AIFs. Compliance Officers of Manager of an AIF must pass the NISM Series-III-C: Securities Intermediaries Compliance (Fund) Certification Examination.

7.2.3. SEBI has mandated uploading of NAVs of AIF schemes through RTA in the depository system.

8. Business Performance during the year

8.1. SBI Mutual Fund ('SBI MF' / the 'Fund House') grew by 16.59% in terms of quarterly average AUM on a year-on-year basis in FY 2026. Our average AUM grew by

₹ 1,780.49 billion in absolute terms during the year. SBI MF has maintained its leadership position for the sixth consecutive year and top rank in the industry in terms of the average AUM during the year. SBI MF was the first mutual fund house to cross an AUM of ₹ 12,000 billion cementing our leadership position. We have also added 5.30 million new investors in this financial year.

8.2. The Key Performance Indicators (KPIs) of the company are as below :

Sr No.	KPI Parameters	Unit	Reporting Year 2025-26	Reporting Year 2024-25
Operational KPIs				
1	Total QAAUM	₹ billion	29,461.05	26,275.83
2	Total MF QAAUM	₹ billion	12,509.98	10,729.49
3	QAAUM - Equity oriented	₹ billion	5,782.77	4,947.75
4	QAAUM - Fixed Income	₹ billion	1,712.76	1,468.55
5	QAAUM - Liquid	₹ billion	959.19	896.33
6	QAAUM - Passives	₹ billion	4,055.26	3,416.86
7	Active MF QAAUM	₹ billion	8,454.72	7,312.63
8	MF MAAUM - Investor wise (Individual)	₹ billion	5,818.20	5,163.07
9	MF MAAUM - Investor wise (Corporates & Others)	₹ billion	6,331.12	5,456.82
10	MF MAAUM - T30	₹ billion	9,376.55	8,172.80
11	MF MAAUM - B30	₹ billion	2,772.77	2,447.09
12	PMS & Advisory QAAUM	₹ billion	16,878.99	15,489.86
13	AIF QAAUM	₹ billion	65.65	50.76
14	MF SIP (Triggered Monthly Flow) (AUM)	₹ billion	40.59	32.52
15	MF SIP (Triggered Monthly Transactions) (Nos)	million	17.27	13.67
16	Unique investors	million	18.00	14.67
GAAP Financial KPIs				
17	Revenue from operations	₹ million	43,894.88	35,977.57
18	Total Income	₹ million	49,761.06	42,361.51
19	Profit before tax	₹ million	40,054.90	33,643.38
20	Profit after tax	₹ million	30,673.76	25,401.54
Non-GAAP Financial KPIs				
21	Operating margin	%	0.27%	0.25%
22	Operating margin (excluding passives)	%	0.37%	0.35%
23	Return on Equity	%	43.02%	33.77%

*Source - AMFI

8.3. SBIFM is the largest AMC in terms of passive (ETF and Index Fund) QAAUM, with assets of ₹ 4,055.26 billion and a market share of 27.93% for the quarter ending March 31, 2026 (₹ 3,416.86 billion quarter ending March 31, 2025).

8.4. SBI Mutual Fund launched ten New Fund Offers (NFOs) during the year which include three ETF funds, three Index funds, one open-ended equity fund, two Fund-of-Funds and one Specialized Investment Fund (SIF). The total NFO mobilization was ₹ 65.60 billion from more than 0.23 million applicants. Our NFO, an open-ended equity fund namely, SBI Quality Fund, mobilized ₹ 22.58 billion.

8.5. SBI Mutual Fund – Schemes Performance: As on March 31, 2026, under the one-year return category under direct plan:

- 63% of our equity funds AUM, 33% of debt funds AUM were in the top two quartiles.
- Our equity funds namely SBI Focused Equity Fund, SBI Large and Midcap Fund, SBI US Specific Equity Active FOF, SBI Automotive Opportunities Fund, SBI Comma Fund, SBI PSU Fund, SBI Quant Fund, SBI Children Fund - Investment Plan, SBI Balanced Advantage Fund, SBI Equity Savings Fund were in the top quartile.
- In the fixed income category, SBI Gilt Fund and SBI Conservative Hybrid Fund were in the first quartile.

We have products available across all the open-ended SEBI defined categories. We may launch new funds across differentiated themes as well as under the passive categories.

8.6. Systematic Investment Plans (SIPs) have played a key role in the growth of mutual fund industry, ensuring stickiness and building long term relationships. The monthly SIP trigger of SBI MF showed a growth of 8% year-on-year.

8.7. The concept of Net Promoter Score (NPS) which was introduced in FY23 to measure Customer Experience continues to give an overall positive trend. The Average Annual NPS for investor facing channels [Contact Centre & Digital (website & InvesTap)] closed at an NPS score of ~73 in FY 2025-26 v/s. ~ 60 in FY 2024-25. This results in positive brand perception amidst growth in business.

8.8. Apart from the mutual fund activity, the company is also in the business of Portfolio Management / Advisory services (including Retail PMS), Alternative Investment Funds, Offshore Funds, Corporate Debt Market Development Fund (CDMDF) and Magnum SIF - Specialized Investment Fund. Investment management services are also provided from our wholly owned subsidiary based in Gift City (IFSC). The business parameters of the services other than mutual fund are as under:

Particulars	₹ in billion	
	Reporting Year 2025-26*	Previous Year 2024-25*
PMS & Advisory QAAUM	16,878.99	15,489.86
AIF QAAUM	65.65	50.76

8.9. Overall, along with growth in the business, the Company managed total assets of ₹ 29,461.05 billion as on March 31, 2026 (₹ 26,275.83 billion as on March 31, 2025).

9. Distribution Network

The Company works with a diverse set of distribution partners and currently has about 132,519 [as on March 31, 2026] empanelled distributors which include mutual fund distributors, national distributors, banks (nationalized and private sector banks), investment advisers and fintech firms. We have 277 branches spread across India and 1 overseas Point of Presence in Dubai, UAE.

10. Digital Initiatives and activities during the year

The Company has achieved ₹ 1,18,752 crore Digital Gross Sales under retail investors category in FY26. Digital channels now handle around 72 percent of our transaction value and 95 percent of our transaction volume of retail gross sales. This growth underlines the

significance of our digital platforms to our business. The following digital initiatives have strengthened our digital ecosystem and set the stage for continued progress next year.

a) YONO App & Web:

- Integrated Mutual Fund journeys on both YONO App and Web enhancing the user experience
 - Better discoverability of MF by having 5 entry points on the home screen
 - Direct Investment Valuation – Now the user can view their Direct investments after providing the consent
 - Seamless transactions by integrating the journeys with SBIMF directly
 - Top-up SIP is now made available to the YONO users

b) InvesTap Nxt

- Launched InvesTap Nxt – an AI powered Smart Assistant for B2C investors
 - AI Powered Chat Assistant to answer all queries related to Mutual Fund
 - Integration with Account Aggregator to show complete financial profile of investor including stocks, MF's across AMC's, ETF's, bank account balances, FD/RD
 - Portfolio insights – provides a 360 view of all your investments using Account aggregator integration
 - Feature like Compare Funds, calculators, Investment through any bank account of the investors
 - Added SIF transactional capabilities

c) Darpan App

- Launched Darpan App for SBIMF Relationship Managers
 - Provision to view Business dashboard on the app
 - RMs can now easily log and track meetings in the planner section
 - Provision to add favourite investors in journey for quicker access and better engagement

d) Corporate Portal

- Launched the new Corporate Portal for institutional investors

e) B2C New Feature launches

- The following assets were launched / Upgraded this year
 - Launched SIF portal for investments in SIF

- Launched the new ETF portal for investments in ETF schemes
- Created new webpage for CSR which details out on SBIMF's CSR initiatives.
- Revamped Blogs page UI/UX to improve SEO performance
- Added new Investor Relation webpage for IPO related and company related regulatory disclosures
- Integrated payment facilities like Dynamic QR and intent flow for UPI payments
- Enhanced the KYC journeys with Digi locker-based integration
- Investeasy now has ability to complete all types of initiated transactions

f) B2B Partner Facing Assets

- Integrated Mitra – CBS to facilitate end to end digital investments through the core banking system of SBI.
- Built various features to increase distributor engagement on partner platforms
 - On-screen Signature Capture: Users can provide their signature directly on-screen during the KYC journey, eliminating the need to scan or upload a separate signature document.
 - Smart allocation of funds for investors based on their risk profiling
 - Added multilingual capabilities - MFDs can now access the SBIMF Partner App in Hindi as well
 - Introduced in-app campaign feature to engage investors via Invest Easy

11. Change in Nature of Business

There was no change in the nature of business during the year.

12. Material Changes and Commitments, if any affecting the Financial Position of the Company which have occurred in between the end of the Financial Year of the Company to which the Financial Statements relate and the date of the Report

There have been no material changes and commitments affecting the financial position of the Company which have occurred between the end of FY 2025-26 and the date of this report.

13. Corporate Social Responsibility (CSR)

The objective of the CSR policy adopted by the Company is to work towards social welfare and strengthen the Company's bond with the community at large. Its emphasis is on assisting groups belonging to the socially and economically disadvantaged sections of society by providing avenues for improvement of their economic condition and wellbeing. The CSR activities are undertaken through the Registered Trusts / Society / Foundations / NGOs / Charitable Institutions registered as Societies or Public Charitable Trusts or a Company established under section 8 of the Companies Act, 2013.

In accordance with the provisions of Section 135 of the Companies Act 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, a Corporate Social Responsibility ('CSR') Committee, constituting the Directors of the Company, takes decisions regarding the activities to be undertaken, expenditure to be incurred, and monitors the performance of the CSR activities undertaken by the Company. During the year, 5 meetings of the Corporate Social Responsibility Committee of Directors were held on May 15, June 03, July 17, October 17 of 2025, January 27, 2026.

The Annual Report on CSR activities is annexed as **Annexure II** and forms part of the Director's Report.

14. Energy Conservation, Technology Absorption and Foreign Exchange Earnings & Outgo

14.1 Conservation of Energy and Technology Absorption:

Our Company is in the financial services industry and does not consume high levels of energy. However, regular efforts are made to adopt appropriate energy conservation measures and technology absorption methods.

14.2 Foreign Exchange Earnings and Outgo:

- a) **Foreign Exchange Earnings:** The Company earned ₹ 1,066.22 million (PY ₹ 1,051.43 million) in foreign exchange as portfolio management fees. The Company received dividend of ₹ 86.74 million (PY ₹ 69.39 million) from its wholly owned subsidiary company based in Mauritius.
- b) **Foreign Exchange Outgo:** The Company incurred expenses in foreign exchange on account of salary, business promotion and other administrative expenses amounting to ₹ 211.81 million (PY ₹ 153.11 million). The Company distributed interim dividend of ₹ 20,054 million (PY ₹ 4,070 million) to its non-resident shareholder (Amundi India Holding).

15. Risk Management System

The Company has in place a Risk Management Policy duly approved by the Risk Management Committee of the Board and the Board of Directors. An Enterprise Risk approach is followed, and the Policy covers Investment Risk, Operational Risk, Reputation Risk, Cyber Risk, Financial Risk etc. The Enterprise Risk control framework, escalation, and monitoring mechanism is outlined in the Policy and is in place within the Company. We follow the Risk Control Self-Assessment approach for identification of risks and the same is duly escalated to the Risk Management Committee of the Board. Key risk indicators have been defined for risk measurement and the same are duly monitored.

16. Information Security

The Company has adopted digital strategies to achieve business growth as well as to offer clients a seamless customer experience. A dedicated information security team works towards managing the confidentiality, integrity, and availability of data across organization processes, covering all the people involved and securing all the applications and systems continuously. The IT and cyber security strategies are guided by the Technology Committee of the Board. The Company has a continuous view on the emerging threat landscape and continues to invest in robust technology solutions.

Cyber security awareness and training of employees is conducted through various initiatives such as advisories issued by the Info-Sec team, mock phishing campaigns, recognition of employees who have been good cyber citizens, etc. Information Security Training is mandatory for all new joiners, and every employee undergoes an annual refresher training. We have also enhanced the monitoring over critical vendors and shall continue to monitor the evolving threat landscape in order to adapt our security strategies with emerging threats.

17. Internal Financial Controls

The Company has put in place adequate internal control systems that are commensurate with the size of its operations. Internal control systems comprising policies and procedures are designed to ensure sound management of the Company's operations, safekeeping of its assets, optimal utilisation of resources, reliability of its financial information, and compliance. Clearly defined roles and responsibilities have been institutionalised, and systems and procedures are periodically reviewed to keep pace with the growing size and complexity of the Company's operations. During the year, these controls were tested and were found to be operating effectively.

18. Loans, Guarantees or Investments

- a) The Company has not given any loan, guarantees or securities in respect of the provisions of Sections 185 and 186 of the Companies Act, 2013.

- b) All the investments made by the Company are within the limits specified under Section 186 of the Companies Act, 2013. All investible funds of the Company, being surplus generated from business of investment management, is invested in accordance with Investment Policy approved by the Investment Committee and the Board of Directors of the Company. The details of investments made during the financial year under review pursuant to Section 186 of the Companies Act, 2013 are provided in the Notes to the Financial Statements forming part of the Annual Report.

19. Deposits

The Company has neither accepted deposits from the public nor from the members of the Company falling within the ambit of Section 73 to 76 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014. Further, the Company has not accepted any funds from the director(s) of the company during the financial year under review.

20. Related Party Transactions

All related party transactions entered into by the Company during the financial year were on arm's length basis and in the ordinary course of business of the Company. Further, there were no material contracts or arrangements or transactions entered into with related parties during the year ended March 31, 2026. Hence, disclosure in Form AOC-2 is not applicable to the Company.

The details of all related party transactions have been placed before the Audit Committee of the Board and are provided in Note no. 44 to the Standalone Financial Statements of the Company.

21. Directors

21.1. During the year under review and till the date of this Report, the following changes took place in the Board of Directors of the Company:

- a) Dr. Hemant Ratnakar Adarkar (DIN*: 03127893) was appointed as Independent Director with effect from August 29, 2025.
- b) Mr. Colathur Narayanan Ram (DIN*: 00211906) ceased to be Independent Director with effect from September 07, 2025.
- c) Mr. Sanjay Prakash (DIN*: 00005601) was appointed as Independent Director with effect from October 23, 2025.
- d) Dr. T. T. Ram Mohan (DIN*: 00008651) ceased to be Independent Director with effect from December 05, 2025.
- e) Mr. Fathi Jerfel (DIN*: 05225974) ceased to be a Non-Executive Director with effect from

February 23, 2026. Consequently, Mr. Denys Charles Jean Marie Fougeroux De Campigneulles (DIN*: 08716335) ceased to be Alternate Director to Mr. Fathi Jerfel with effect from February 23, 2026.

- f) Mr. Denys Charles Jean Marie Fougeroux De Campigneulles (DIN*: 08716335) was appointed as Executive Director with effect February 23, 2026 and was the Deputy Chief Executive Officer with effect from March 7, 2020.

The Board placed on record its appreciation of the valuable contribution made by Mr. Ram Narayanan Colathur, Dr. T. T. Ram Mohan and Mr. Fathi Jerfel during their tenure and welcomed Dr. Hemant Ratnakar Adarkar, Mr. Sanjay Prakash and Mr. Denys Charles Jean Marie Fougeroux De Campigneulles on the Board of the Company.

(*) DIN – Director's Identification Number

21.2. The following officials are classified as KMP of the Company as per Section 203 of the Companies Act, 2013:

NAME	DESIGNATION
Mr. Nand Kishore	Managing Director and Chief Executive Officer
Mr. Denys Charles Jean Marie Fougeroux De Campigneulles [#]	Executive Director and Deputy Chief Executive Officer
Mr. D.P. Singh*	Joint Chief Executive Officer
Ms. Vinaya Datar*	Chief Compliance Officer, Company Secretary and Head Legal
Mr. Inderjeet Ghuliani	Chief Financial Officer

(*) Change in designation with effect from February 16, 2026.

([#]) Appointed as an Executive Director of the Company with effect from February 23, 2026

21.3. Meetings of the Board of Directors:

During the year under review, fifteen (15) meetings of the Board of Directors were held on following dates: April 21, May 17, May 31, June 23, July 21, August 29, September 26, October 23, November 10, December 06 of 2025 and January 27, February 16, March 04, March 18 and March 23 of 2026.

The attendance of each director at the meetings of the Board of Directors was as under:

Name of the Director	DIN [^]	Category of Director	Number of meetings attended
Mr. Challa Sreenivasulu Setty	08335249	Associate	15
Mr. Nand Kishore	10237736	Managing Director & CEO	15
Mr. Ashwini Kumar Tewari	08797991	Associate	14
Mr. Fathi Jerfel*	05225974	Associate	7 [@]
Mr. Denys Charles Jean Marie Fougeroux De Campigneulles	08716335	Alternate Director to Mr. Fathi Jerfel	5 [#]
Mr. Denys Charles Jean Marie Fougeroux De Campigneulles**	08716335	Executive Director & Deputy CEO	3
Mr. Olivier Philippe Mariée	10449060	Associate	12
Mr. Colathur Narayanan Ram*	00211906	Independent	5
Dr. T. T. Ram Mohan*	00008651	Independent	9
Mr. Moiz Mohsin Miyajiwala	00026258	Independent	15
Ms. Sudha Krishnan	02885630	Independent	14
Mr. Shekhar Bhatnagar	01865541	Independent	15
Dr. Hemant Ratnakar Adarkar**	03127893	Independent	9
Mr. Sanjay Prakash**	00005601	Independent	7

([^]) DIN – Director's Identification Number

([#]) Attended as an Alternate Director to Mr. Fathi Jerfel up to February 22, 2026

[@]Represented by his Alternate Director, Mr. Denys Charles Jean Marie Fougeroux De Campigneulles

(*) Resigned/ceased to be director during the period under review as specified in Para 24.1 above

(**) Appointed during the period under review as specified in Para 24.1 above

21.4. Joint Meeting of the Board of Directors of the AMC and the Trustee Company

The Board of Directors of SBI Funds Management Limited ("AMC") and the SBI Mutual Fund Trustee Company Private Limited ("Trustee Company") met once during the year on September 4, 2025 as per Para 6.7E of SEBI Master Circular for Mutual Funds dated June 27, 2024, which requires that the Board of Directors of the AMC and the Board of Directors of the Trustee Company shall meet at least once in a year to discuss the issues concerning the Mutual Fund, if any, and future course of action, wherever required.

The attendance of each member at the joint meeting of the Board of AMC and the Trustee Company was as under:

Name of the Director	DIN [^]	Category of Director	Number of meetings attended
Present from AMC Board:			
Mr. Challa Sreenivasulu Setty	08335249	Associate	1
Mr. Nand Kishore	10237736	Managing Director & CEO	1
Mr. Ashwini Kumar Tewari	08797991	Associate	1
Mr. Fathi Jerfel	05225974	Associate	1
Mr. Olivier Philippe Mariée	10449060	Associate	1
Mr. Colathur Narayanan Ram	00211906	Independent	1
Dr. T. T. Ram Mohan	00008651	Independent	1
Mr. Moiz Mohsin Miyajiwala	00026258	Independent	1
Ms. Sudha Krishnan	02885630	Independent	1
Mr. Shekhar Bhatnagar	01865541	Independent	1
Dr. Hemant Ratnakar Adarkar	03127893	Independent	1
Present from Trustee Company Board:			
Mr. Sunil Gulati	00016990	Independent	1
Dr. Archana Hingorani	00028037	Independent	1
Mr. Amarjit Chopra	00043355	Independent	1
Mr. P. B. Santhanakrishnan	03213653	Associate	1
Mr. Ashutosh Khajuria	05154975	Independent	1
Mr. Achal Kumar Gupta	02192183	Associate	1

([^]) DIN – Director's Identification Number

21.5. Committee of Directors:

During the year under review, four (4) meetings of the Committee of Directors were held on following dates: April 17, July 17, October 23 of 2025 and January 22 of 2026.

The attendance of each member at the meetings of the Committee of Directors was as under:

Name of the Director	DIN [^]	Category of Director	Number of meetings attended
Mr. Nand Kishore	10237736	Managing Director & CEO	4
Mr. Ashwini Kumar Tewari	08797991	Associate	4
Mr. Fathi Jerfel**	05225974	Associate	0 [@]
Mr. Denys Charles Jean Marie Fougeroux De Campigneulles**	08716335	Alternate Director to Mr. Fathi Jerfel	4 [#]
Mr. Denys Charles Jean Marie Fougeroux De Campigneulles*	08716335	Executive Director & Deputy CEO	-
Dr. T. T. Ram Mohan**	00008651	Independent	2
Mr. Colathur Narayanan Ram**	00211906	Independent	2
Mr. Shekhar Bhatnagar	01865541	Independent	4
Dr. Hemant Ratnakar Adarkar [§]	03127893	Independent	2
Mr. Sanjay Prakash ^{^^}	00005601	Independent	1

([^]) DIN – Director's Identification Number

(**) Resigned/ceased to be Director during the period under review as specified in Para 24.1 above

[@]Represented by his Alternate Director, Mr. Denys Charles Jean Marie Fougereux De Campigneulles

^(#) Attended as an Alternate Director to Mr. Fathi M Jerfel

^(*) Mr. Denys Charles Jean Marie Fougereux De Campigneulles was appointed as an Executive Director & Deputy CEO of the Company with effect from February 23, 2026 and inducted on the Committee of Directors w.e.f. March 03, 2026

^(§) Inducted on the Committee w.e.f. September 26, 2025

^(^^) Inducted on the Committee w.e.f. December 06, 2025

21.6. Audit Committee of Directors:

The Audit Committee reviews the reports of internal and statutory auditors placed before them from time to time. The Audit Committee of Directors met thirteen (13) times during the year on: April 21, May 17, June 23, July 21, August 28, September 26, October 23, December 06, of 2025, and on January 27, February 16, March 04, March 18 and March 23 of 2026. All the meetings of the Audit Committee were chaired by an Independent Director who is a Chartered Accountant.

The attendance of each member at the meetings of the Audit Committee was as under:

Name of the Director	DIN [^]	Category of Director	Number of meetings attended
Mr. Moiz Mohsin Miyajiwala	00026258	Independent	13
Mrs. Sudha Krishnan	02885630	Independent	13
Dr. T. T. Ram Mohan [*]	00008651	Independent	7
Mr. Sanjay Prakash [#]	00005601	Independent	5
Mr. Fathi Jerfel [*]	05225974	Associate	0

^(^) DIN – Director's Identification Number

^(*) Resigned/ceased to be Director during the period under review as specified in Para 24.1 above

^(#) Inducted on the Committee w.e.f. December 06, 2025

21.7. Joint Meeting of Audit Committees of AMC & Trustee Company

The Audit Committee of Directors of SBI Funds Management Limited ("AMC") and the SBI Mutual Fund Trustee Company Private Limited ("Trustee Company") met twice during the year on July 18, 2025 and March 16, 2026, as per Para 6.1 of SEBI Master Circular for Mutual Funds dated June 27, 2024, which requires that the Audit Committee of AMC should interact with the Audit Committee of the Trustee Company at least once annually.

The attendance of each member at the joint meeting of the Audit Committees of the AMC and Trustee Company was as under:

Name of the Director	DIN [^]	Category of Director	Number of meetings attended
Present from Audit Committee of AMC:			
Mr. Moiz Mohsin Miyajiwala	00026258	Independent	2
Ms. Sudha Krishnan	02885630	Independent	2
Dr. T. T. Ram Mohan [*]	00008651	Independent	1
Mr. Sanjay Prakash [#]	00005601	Independent	1
Mr. Fathi Jerfel	05225974	Associate	0
Present from Audit Committee of Trustee Company:			
Mr. Amarjit Chopra	00043355	Independent	2
Mr. Ashutosh Khajuria [§]	05154975	Independent	1
Mr. P. B. Santhanakrishnan ^{**}	03213653	Associate	1
Mr. Achal Kumar Gupta	02192183	Associate	2

^(^) DIN – Director's Identification Number

^(*) Resigned/ceased to be director during the period under review as specified in Para 24.1 above

^(**) Resigned/ceased to be Director w.e.f. October 10, 2025

^(#) Inducted on the Committee w.e.f. December 06, 2025

^(§) Inducted on the Committee w.e.f. December 09, 2025

21.8. Risk Management Committee of Directors:

During the year under review, four (4) meetings of the Risk Management Committee of Directors were held on April 17, July 17 and October 17 of 2025, and January 27, 2026.

The attendance of each Director at the meetings of the Risk Management Committee of Directors was as under:

Name of the Director	DIN [^]	Category of Director	Number of meetings attended
Mr. Nand Kishore	10237736	Managing Director & CEO	4
Mr. Fathi Jerfel ^{**}	05225974	Associate	0 [@]
Mr. Denys Charles Jean Marie Fougereux De Campigneulles ^{**}	08716335	Alternate Director to Mr. Fathi Jerfel	4 [#]
Mr. Denys Charles Jean Marie Fougereux De Campigneulles [*]	08716335	Executive Director & Deputy CEO	-
Mr. Colathur Narayanan Ram ^{**}	00211906	Independent	2
Dr. T. T. Ram Mohan ^{**}	00008651	Independent	2
Mr. Moiz Mohsin Miyajiwala	00026258	Independent	4
Dr. Hemant Ratnakar Adarkar [§]	03127893	Independent	2
Mr. Sanjay Prakash ^{^^}	00005601	Independent	1

^(^) DIN – Director's Identification Number

^(**) Resigned/ceased to be Director during the period under review as specified in Para 24.1 above

[@]Represented by his Alternate Director, Mr. Denys Charles Jean Marie Fougereux De Campigneulles

^(#) Attended as an Alternate Director to Mr. Fathi Jerfel

^(*) Mr. Denys Charles Jean Marie Fougereux De Campigneulles was appointed as an Executive Director of the Company with effect from February 23, 2026 and inducted on the Risk Management Committee w.e.f. March 03, 2026.

^(§) Inducted on the Committee w.e.f. September 26, 2025.

^(^^) Inducted on the Committee w.e.f. December 06, 2025.

21.9. IT Strategy & Technology Committee:

During the year, five (5) meetings of the IT Strategy & Technology Committee of Directors were held on June 20, September 24, November 28 of 2025 and January 27, March 23 of 2026.

The attendance of each member at the meetings of the IT Strategy & Technology Committee of Directors was as under:

Name of the Director	DIN [^]	Category of Director	Number of meetings attended
Mr. Nand Kishore	10237736	Managing Director & CEO	5
Mr. Fathi Jerfel ^{**}	05225974	Associate	0 [@]
Mr. Denys Charles Jean Marie Fougereux De Campigneulles ^{**}	08716335	Alternate Director to Mr. Fathi Jerfel	4 [#]
Mr. Denys Charles Jean Marie Fougereux De Campigneulles [*]	08716335	Executive Director & Deputy CEO	1
Mr. Colathur Narayanan Ram ^{**}	00211906	Independent	1
Mr. Shekhar Bhatnagar	01865541	Independent	5
Ms. Sudha Krishnan	02885630	Independent	5
Dr. Hemant Ratnakar Adarkar [§]	03127893	Independent	4

^(^) DIN – Director's Identification Number

^(**) Resigned/ceased to be Director during the period under review as specified in Para 24.1 above

[@]Represented by his Alternate Director, Mr. Denys Charles Jean Marie Fougereux De Campigneulles

^(#) Attended as an Alternate Director to Mr. Fathi Jerfel

^(*) Mr. Denys Charles Jean Marie Fougereux De Campigneulles was appointed as an Executive Director and Deputy CEO of the Company with effect from February 23, 2026 and inducted on the IT Strategy and Technology Committee w.e.f. March 03, 2026

^(§) Inducted on the Committee w.e.f. September 17, 2025

21.10. Nomination and Remuneration Committee of Directors:

During the year, six (6) meetings of the Nomination and Remuneration Committee of Directors were held on May 16, June 19, August 28, December 20 of 2025 and January 22 and February 16 of 2026.

The attendance of each member at the meetings of the Nomination and Remuneration Committee of Directors was as under:

Name of the Director	DIN [^]	Category of Director	Number of meetings attended
Mr. Ashwini Kumar Tewari	08797991	Associate	6
Mr. Fathi Jerfel**	05225974	Associate	1 [@]
Mr. Denys Charles Jean Marie Fougereux De Campigneulles*	08716335	Alternate Director to Mr. Fathi Jerfel	5 [#]
Mr. Shekhar Bhatnagar	01865541	Independent	6
Dr. Hemant Ratnakar Adarkar [§]	03127893	Independent	3
Mr. Sanjay Prakash ^{^^}	00005601	Independent	3
Mr. Moiz Mohsin Miyajiwala	00026258	Independent	6

([^]) DIN – Director's Identification Number

(**) Resigned/ceased to be Director during the period under review as specified in Para 24.1 above

([#]) Attended as an Alternate Director to Mr. Fathi Jerfel

[@]Represented by his Alternate Director, Mr. Denys Charles Jean Marie Fougereux De Campigneulles

(*) Mr. Denys Charles Jean Marie Fougereux De Campigneulles was appointed as an Alternate Director to Mr. Fathi Jerfel. Mr. Fathi Jerfel resigned as a Director of the Company with effect from the close of business hours on February 22, 2026, consequent to which Mr. Denys Charles Jean Marie Fougereux De Campigneulles ceased to act as his Alternate Director from the close of business hours on February 22, 2026

([§]) Inducted on the Committee w.e.f. December 06, 2025

(^{^^}) Inducted on the Committee w.e.f. December 06, 2025

21.11. Independent Directors:

All the Independent Directors have submitted the requisite declarations confirming that they continue to meet the criteria of independence as prescribed under section 149(6) of the Companies Act, 2013 and SEBI (Mutual Fund) Regulations, 1996. The maximum tenure of Independent Directors is in accordance with the said Act and other applicable Regulations. The Company's Board is of the opinion that the Independent Directors possess requisite qualifications, experience, and expertise in industry knowledge; innovation; financial expertise; information technology; corporate governance; strategic expertise; marketing; legal and compliance; sustainability; risk management; human resource development and general management, and they hold highest standards of integrity.

21.12. Meeting of Independent Directors:

During the year, one (1) meeting of the Independent Directors was held on May 21, 2025.

The attendance of Independent Directors at the meeting was as under:

Name of the Director	DIN [^]	Number of meetings attended
Mr. Colathur Narayanan Ram	00211906	1
Dr. T. T. Ram Mohan	00008651	1
Mr. Moiz Mohsin Miyajiwala	00026258	1
Mrs. Sudha Krishnan	02885630	1
Mr. Shekhar Bhatnagar	01865541	1

([^]) DIN – Director's Identification Number

21.13. Unitholders Protection Committee of Directors:

During the year, four (4) meetings of the Unitholders Protection Committee of Directors were held on May 15, August 28, November 28 of 2025 and February 16 of 2026.

The attendance of each member at the meetings of the Unitholders Protection Committee of Directors was as under:



Name of the Director	DIN [^]	Category of Director	Number of meetings attended
Mr. Nand Kishore	10237736	Managing Director & CEO	4
Mrs. Sudha Krishnan	02885630	Independent	4
Mr. Shekhar Bhatnagar	01865541	Independent	4

([^]) DIN – Director's Identification Number

21.14. Share Allotment Committee of Directors:

No meetings of Share Allotment Committee of Directors were held during the year 2025-26.

21.15. Stakeholders Relationship Committee of Directors:

During the year, one (1) meeting of the Stakeholders Relationship Committee of Directors was held on June 20, 2025.

The attendance of each member at the meeting of the Stakeholders Relationship Committee of Directors was as under:

Name of the Director	DIN [^]	Category of Director	Number of meetings attended
Mr. Nand Kishore	10237736	Managing Director & CEO	1
Mr. Fathi Jerfel**	05225974	Associate	0 [@]
Mr. Denys Charles Jean Marie Fougereux De Campigneulles**	08716335	Alternate Director to Mr. Fathi Jerfel	1 [#]
Mr. Denys Charles Jean Marie Fougereux De Campigneulles*	08716335	Executive Director & Deputy CEO	-
Mr. Moiz Mohsin Miyajiwala	00026258	Independent	1
Mr. Shekhar Bhatnagar	01865541	Independent	1

([^]) DIN – Director's Identification Number

(**) Resigned/ceased to be Director during the period under review as specified in Para 24.1 above

[@]Represented by his Alternate Director, Mr. Denys Charles Jean Marie Fougereux De Campigneulles

([#]) Attended as an Alternate Director to Mr. Fathi M Jerfel.

(*) Mr. Denys Charles Jean Marie Fougereux De Campigneulles was appointed as an Executive Director of the Company with effect from February 23, 2026 and inducted on the Stakeholders Relationship Committee w.e.f. March 03, 2026

21.16. Corporate Social Responsibility (CSR) Committee of Directors:

During the year, five (5) meetings of the Corporate Social Responsibility Committee of Directors were held on May 15, June 03, July 17, October 17 of 2025 and January 27, 2026.

The attendance of each member at the meetings of the Corporate Social Responsibility Committee of Directors was as under:

Name of the Director	DIN [^]	Category of Director	Number of meetings attended
Mr. Nand Kishore	10237736	Managing Director & CEO	5
Mr. Fathi Jerfel**	05225974	Associate	0 [@]
Mr. Denys Charles Jean Marie Fougereux De Campigneulles*	08716335	Alternate Director to Mr. Fathi Jerfel	5 [#]
Mr. Denys Charles Jean Marie Fougereux De Campigneulles*	08716335	Executive Director & Deputy CEO	-
Mr. Colathur Narayanan Ram**	00211906	Independent	3
Mrs. Sudha Krishnan	02885630	Independent	5
Mr. Shekhar Bhatnagar	01865541	Independent	5
Dr. Hemant Ratnakar Adarkar [§]	03127893	Independent	2

([^]) DIN – Director's Identification Number

(**) Resigned/ceased to be Director during the period under review as specified in Para 24.1 above

[@]Represented by his Alternate Director, Mr. Denys Charles Jean Marie Fougereux De Campigneulles

(#) Attended as an Alternate Director to Mr. Fathi Jerfel.

(*) Mr. Denys Charles Jean Marie Fougereux De Campigneulles was appointed as an Executive Director of the Company with effect from February 23, 2026 and inducted on the CSR Committee w.e.f. March 03, 2026.

(§) Inducted on the Committee w.e.f. September 26, 2025.

21.17. IPO Co-ordination Committee:

The IPO Co-ordination Committee was constituted on November 10, 2025, comprising of the following members:

- (a) Mr. Ashwini Kumar Tewari, Associate Director
- (b) Mr. Olivier Philippe Mariée, Associate Director
- (c) Mr. Nand Kishore, Managing Director & CEO

During the year, 7 meetings of the IPO Co-ordination Committee of Directors were held on November 14, December 29 of 2025, February 02, February 23, March 04, March 18 and March 19 of 2026.

The attendance of each member at the meetings of the IPO Co-ordination Committee of Directors was as under:

Name of the Director	DIN [^]	Category of Director	Number of meetings attended
Mr. Nand Kishore	10237736	Managing Director & CEO	7
Mr. Ashwini Kumar Tewari	08797991	Associate	7
Mr. Olivier Philippe Mariée	10449060	Associate	7

([^]) DIN – Director's Identification Number

22. Company's Policy on Directors' Appointment and Remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under section 178(3) of the Companies Act, 2013

Nomination and Remuneration policy provides for appointments of an appropriate mix of executive and non-executive directors, including the independent directors, to maintain diversity and independence of the Board. The broad parameters covered under the NRC policy are attributes, qualification and remuneration of executive & non-executive directors (including independent directors), Key Managerial Personnel and senior management. It also covers the performance evaluation criteria of the Board, its committees, individual directors and Chairman. The criteria for performance evaluation cover the areas relevant to the functioning of the Board and Board Committees such as its composition, oversight and effectiveness, performance, skills and structure etc. The NRC policy of the Company is available on website <https://sbifunds.com/investor-relations>. The NRC policy was formulated and approved by the Board of Directors of SBI Funds Management Limited.

23. Manner in which Formal Annual Evaluation has been made by the Board of its own performance and that of its committees and individual Directors

A formal mechanism was adopted by the Board of Directors for evaluating its performance, as well as that of its Committees and the Directors, including the Chairman of the Board. The Company had engaged the services of an independent external agency in line with the provisions of Companies Act, 2013 to carry out evaluation of performance of the Board, its committees, individual directors and the Chairman of the Company for the financial year 2025-26. Accordingly, a survey was conducted by an independent external agency which included filling up of the online questionnaire by each Director and followed by one-on-one interactions with the Directors to gain deeper understanding about various aspects related to the functioning of the Board. A report of the independent external agency was reviewed by the Nomination and Remuneration Committee of the Board, Board of Directors and the Independent Directors at their separate meetings. The Board noted the evaluation results and were satisfied with the evaluation, which reflected the overall engagement of the Board and its Committees.

24. Directors' Responsibility Statement pursuant to Section 134(5) of the Companies Act, 2013

The Directors hereby confirm that:

- a) In the preparation of the annual accounts of the Company for the year ended March 31, 2026, the Indian Accounting Standards (Ind AS) have been followed along with proper explanation relating to material departures.
- b) Reasonable and prudent accounting policies have been selected and applied consistently, along with reasonable and prudent judgments and estimates so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and the profit or loss of the Company for that period.
- c) Proper and sufficient care has been taken to maintain adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) Internal financial controls in the Company are adequate and operating effectively.
- e) The annual accounts have been prepared on a going concern basis.
- f) The Company has devised proper systems to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

25. Issue of Employee Stock Options

25.1 The Company has instituted the Employee Stock Option Plan 2018 ("ESOP-2018" or "Scheme") for eligible employees of the Company, duly approved by the Board of Directors at its meeting held on January 20, 2018 and the shareholders at the EGM held on January 31, 2018. The Scheme was amended with approval of the Board of Directors at its meeting held on January 25, 2023 and the shareholders at the EGM held on February 17, 2023 (by way of a special resolution) to enable the Company to implement the ESOP-2018 and future ESOP plans through: (a) Direct route, (b) Trust route and (c) a combination of the Direct & Trust route. The ESOP-2018 was last amended pursuant to the resolution passed by the Board on January 27, 2026 and by the shareholders at the EGM held on February 23, 2026.

25.2 The amended Scheme categorizes options as Type I, Type II and Type III options with multiple vesting periods. The options can be exercised over a period of seven (7) years from the grant date. Each option carries with it the right to acquire one equity share of

the Company at the exercise price determined by the Company at the time of grant.

25.3 Pursuant to the amended Scheme and approval of the Board of Directors upon recommendation of the Nomination and Remuneration Committee ("NRC"), the Company set up the SBI Funds Management Limited – Employee Welfare Trust ("EWT"). In terms of the amended Scheme and Trust Deed, the Company advanced funds to the EWT to enable the EWT to acquire 517,174 shares of the Company from employees/legal heirs. On December 19, 2025, the EWT was allotted 711,798 bonus shares. During the year ended March 31, 2026, the EWT has transferred 1,059,407 Equity Shares (year ended March 31, 2025: 169,565) to the eligible employees of the Company on exercise of ESOPs.

25.4 The disclosures required in respect of ESOPs as per Companies Act, 2013 are set out in **Annexure III** to this Report. The Company has not issued any equity shares with differential rights as to dividend, voting or otherwise.

26. Web Address of Annual Return

In terms of the provisions of Section 92 and Section 134 of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014, the Annual Return of the Company is available on the website of the Company, i.e., www.sbifunds.com.

27. Material Orders by Regulator, Court, Tribunals impacting Going Concern and Company's Operation

There is no material order by any regulator, court, tribunals which has any significant impact on the going concern status and the Company's operation in future.

28. Application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 during the year

There is no application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 against the Company.

29. Details of difference between the amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the banks or financial institutions

The Company has not done any one-time settlement and has not taken any loan from any Bank or financial institution.

30. Details of Frauds Reported by Auditors under section 143(12) of the Companies Act, 2013

The auditors of the Company have not reported any fraud under section 143(12) of the Companies Act, 2013.

31. Prevention of Sexual Harassment ('POSH') Policy and its Reporting

As required under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, the Company has framed and implemented a detailed and comprehensive Policy on Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal), to provide a safe and conducive work environment for women employees, to work without fear and prejudice, gender bias and harassment. The policy clearly indicates operational guidelines and mechanism for effectively dealing with cases of sexual harassment / misdeeds against women employees. As per the policy, we have an Internal Committee which looks into the complaints and cases falling under the above-mentioned Act.

Annual Report of the Internal Committee as per the requirement of Section 21 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition, and Redressal) Act, 2013 for the year ended 31st March 2026 in respect of all the locations of SBIFM:

- No. of Complaints received during the year: One
- No. of Complaints disposed of during the year: Two (including one complaint pending/outstanding from the previous financial year)
- No. of Cases pending for more than 90 days: As on 31st March 2026, there was no case pending for more than 90 days.
- Nature of action taken by the employer or District Office: Actions were taken against employee as recommended by the IC Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013
- Awareness regarding POSH Act, 2013 was carried out for FY 2025-26 as under:
 - An e-learning module on POSH is made available to all employees of the Company and it is mandatory for all employees to complete the E-learning module and clear the assessment based on the module.
 - Conducted capacity-building and skill-building programs for the members of the Internal Committee.
 - For all new joiners, e-learning module is part of the joining formalities, which they need to complete within 60 days of joining.

- The POSH Act is available on the intranet portal for employees to refer to at any point in time.
- An email ID is created for each Zone to lodge complaints and is displayed at all locations on the Notice Board.
- All new joiners receive the POSH policy in the onboarding process as part of their joining kit.

32. Maternity Benefit Act, 1961

The provisions relating to Maternity Benefit Act, 1961 have been complied with.

33. Particulars of Employees

Details as required under Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, with respect to information of employees of the Company will be provided upon request by a Member. In terms of the provisions of Section 136(1) of the Act, the Annual Report is being sent to all the Members of the Company whose email address(es) are registered with the Company/ Depository Participants via electronic mode, excluding the aforesaid details which shall be made available for inspection by the Members via electronic mode.

34. Unpaid/Unclaimed Dividend

Pursuant to Sections 124 and 125 of the Act read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ("IEPF Rules"), as amended from time to time, dividend, if not claimed for a period of 7 years from the date of transfer to Unpaid Dividend Account of the Company, are liable to be transferred to the Investor Education and Protection Fund ("IEPF"). During the financial year under review, the Company was not required to transfer any dividend to the IEPF.

35. Maintenance of Cost Records

Disclosure pertaining to maintenance of cost records as specified by the Central Government under section 148(1) of the Companies Act, 2013 is not applicable to the Company.

36. Reporting on the Recommendations made by the Committee on Papers Laid on the Table (Rajya Sabha) in its 150th Report

a) Details of the Vigilance Cases for the FY 2025-26

Opening Cases	Cases received during 2025-26	Cases Disposed off	Closing Cases
One	Nil	One	Nil



b) Status of Pending CAG Paras and Management Replies

There is no pending CAG Para as on the date of this Report.

37. Vigil Mechanism/ Whistle Blower Policy

The Company has adopted a Whistle Blower Policy which provides mechanism to ensure that concerns are properly raised, appropriately investigated and addressed. The Whistle Blower Policy encourages employees to report matters without the risk of subsequent victimization, discrimination or disadvantage. The Company recognizes this mechanism as an important enabling factor in administering good governance practices. The Whistle Blower Policy of the Company is available on the website of the Company.

38. Model Code of Conduct

The Directors confirm that all Board members and Senior Management have affirmed compliance with the Company's Code of Conduct for FY 2025-26.

39. Personnel

Employee relations remained cordial during the year. The Directors place on record their appreciation of the dedicated work put in by all the employees.

40. Auditors

a) Statutory Auditors

The Comptroller and Auditor General of India (C&AG) had appointed M/s. Kirtane & Pandit LLP, Chartered Accountants as the Statutory Auditors of the Company for the year under review, who will retire at the conclusion of the 34th Annual General Meeting.

Under Section 142(1) of the Companies Act, 2013, the remuneration of Auditors appointed under Section 139(5) by the C&AG is fixed by the Company in the Annual General Meeting.

There were no qualifications, reservations or adverse comments or disclaimers made by the statutory auditor in their audit report.

b) Secretarial Auditors

In terms of Section 204 of the Act read with Rule 9 of the Companies (Appointment and Remuneration

of Managerial Personnel) Rules, 2014, the Company had appointed M/s. N L Bhatia & Associates, Practicing Company Secretaries (Firm Registration No.: P1996MH055800), to conduct the Secretarial Audit for the financial year ended 31st March, 2026. The Secretarial Audit Report in Form MR-3 for the financial year ended 31st March, 2026, is enclosed as Annexure IV to the Board's Report.

The Secretarial Audit Report does not contain any qualification, reservation, disclaimer or adverse remarks.

41. COMPLIANCE OF SECRETARIAL STANDARDS

The Company has complied with the applicable Secretarial Standards during the year.

42. FILING OF DRAFT RED HERRING PROSPECTUS:

The Board of Directors of the Company, in their meeting held on January 27, 2026 authorised an initial public offering of its equity shares ("IPO") comprising an offer for sale by certain existing shareholders of the Company, viz., State Bank of India and Amundi India Holding, in accordance with the provisions of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended. State Bank of India and Amundi India Holding have consented to offer up to 128,334,397 equity shares of face value of ₹ 1 each and up to 75,374,842 equity shares of face value of ₹ 1 each, respectively in the offer for sale.

The draft red herring prospectus ("DRHP") in respect of the IPO was approved by the board of directors of the Company on March 18, 2026 and accordingly was filed with the Securities and Exchange Board of India ("SEBI"), BSE Limited, and the National Stock Exchange of India Limited (collectively referred to as the "Stock Exchanges") on March 19, 2026.

The Company has received in-principle approvals from the Stock Exchanges, vide their letters each dated May 07, 2026. The Company has received the final observations from SEBI in respect of the DRHP and are currently in the process of preparing and filling the responses.

43. ACKNOWLEDGEMENTS

The Directors take this opportunity to express their gratitude for the continued support and co-operation extended by the Securities and Exchange Board of India, Reserve Bank of India, State Bank of India, Amundi, the Registrars & Transfer Agents, the Custodians, the Bankers, Market Intermediaries, Distributors, Government Agencies, Auditors, Association of Mutual

Funds of India, the Board of Directors of SBI Mutual Fund Trustee Company Private Limited, SBI Funds Management (International) Private Limited and SBI Funds International (IFSC) Limited.

The Directors also express their gratitude to the large body of investors of various schemes of SBI Mutual Fund for the faith reposed in the Fund House and look forward to their continued patronage.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS
SBI FUNDS MANAGEMENT LIMITED

Challa Sreenivasulu Setty
CHAIRPERSON
DIN: 08335249

Place: Mumbai
Date: June 23, 2026

Disclaimer:

SBI Funds Management Limited (the "Company") is proposing, subject to receipt of requisite approvals, market conditions and other considerations, to make an initial public offer of its equity shares and has filed a draft red herring prospectus ("DRHP") with the Securities and Exchange Board of India. The DRHP is available on the websites of our Company, at www.sbimf.com, SEBI at www.sebi.gov.in, the websites of the book running lead managers, Kotak Mahindra Capital Company Limited, Axis Capital Limited, BofA Securities India Limited, HSBC Securities and Capital Markets (India) Private Limited, ICICI Securities Limited, Jefferies India Private Limited, JM Financial Limited, Motilal Oswal Investment Advisors Limited and SBI Capital Markets Limited at www.investmentbank.kotak.com, www.axiscapital.co.in, www.business.bofa.com/bofas-india, www.business.hsbc.co.in, www.icicisecurities.com, www.jefferies.com, www.jmfi.com, www.motilaloswalgroup.com and www.sbicaps.com, respectively, the website of the National Stock Exchange of India Limited at www.nseindia.com and the website of the BSE Limited at www.bseindia.com, respectively. Investors should note that investment in equity shares involves a high degree of risk. For details, potential investors should refer to the RHP which may be filed with the Registrar of Companies, Mumbai - I at Mumbai, in future including the section titled "Risk Factors". Potential investors should not rely on the DRHP filed with SEBI in making any investment decision.



Annexure I

Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures

Part A: Subsidiaries

S. No.	Particulars		
1	Name of the subsidiary & CIN	SBI Funds Management (International) Private Limited CIN: 60432 C1/GBL	SBI Funds International (IFSC) Limited CIN: U64990GJ2024PLC148409
2	Date since when subsidiary was acquired	17 th January 2006	7 th February 2024
3	Reporting period for the subsidiary concerned, if different from the holding company's reporting period.	Same as Holding Company's reporting period	
4	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	Reporting Currency: USD Exchange rates are as per RBI Reference Rates: (a) Closing rate as on 31.03.2026 - ₹ 94.6543 (b) Profit and Loss: Average rate for the year - ₹ 88.3071	
		USD	₹ in lakhs
5	Share Capital	50,000	47.33
6	Reserves and Surplus	120,350	113.92
7	Total Assets	234,769	222.22
8	Total Liabilities	64,419	60.98
9	Investments	1	0.001
10	Turnover	1,632,166	1441.32
11	Profit before Taxation	955,098	843.42
12	Provision for Taxation	(34,490)	(30.46)
13	Profit after Taxation	920,608	812.96
14	Proposed Dividend	925,000	867.37
15	Extent of Shareholding (in percentage)	100%	100%

Part B: Associate and Joint Ventures

S. No.	Name of Associates or Joint Ventures	SBI Pension Funds Private Limited
1	Latest audited Balance Sheet Date	31 st March 2026
2	Date on which the Associate or Joint Venture was associated or acquired	7 th October 2008
3	Shares of Associate or Joint Ventures held by the company at year end:	
	Number	60 lakh shares of ₹ 10 each
	Amount of Investment in Associates or Joint Venture (₹ in lakhs)	600.25
	Extent of Holding (in percentage)	20%
4	Description of how there is significant influence	As per Indian Accounting Standard 28
5	Reason why the associate/joint venture is not consolidated	Not Applicable
6	Net-worth attributable to shareholding as per latest audited Balance Sheet (₹ in lakhs)	7,134.54
7	Profit or Loss for the year (₹ in lakhs)	7,160.47
	(i) Considered in Consolidation (₹ in lakhs)	1,432.09
	(ii) Not Considered in Consolidation (₹ in lakhs)	5,728.38

Note: Please refer Note no. 44 of Standalone Financial Statements for disclosures on Related Party Transactions

ANNUAL REPORT ON CSR ACTIVITIES UNDERTAKEN DURING FINANCIAL YEAR 2025-26

1. BRIEF OUTLINE ON CSR POLICY OF THE COMPANY:

SBI Funds Management Limited ('the Company' / 'AMC') will pursue fund and non-fund based activities to discharge its Corporate Social Responsibility (CSR) and play the role of a responsible and responsive corporate citizen. Both our parent companies, SBI and Amundi are deeply committed to Corporate Social Responsibility (CSR) and the CSR policy document has been prepared in line with broader corporate philosophy of SBI and Amundi and in accordance with Section 135 and other applicable provisions of the Companies Act, 2013 and the rules made thereunder.

Our emphasis is on assisting socially & economically disadvantaged sections of society by providing avenues for improvement of their economic condition and wellbeing. CSR activities are undertaken through Registered Trusts/ Society/Foundations/NGOs/Charitable Institutions registered as Societies or Public Charitable Trusts or a Company established either by itself or its holding entity, subsidiary company or associate company under section 8 of the Companies Act, 2013. In addition, some activities involving voluntary participation of our employees which contribute to the communal good, e.g. blood donation camps, health camps, participation in local festivals, literacy, tree planting etc. are also undertaken.

The details of CSR activities undertaken are provided in this report. The CSR policy adopted by the Company is available on its website, i.e., www.sbimf.com.

2. COMPOSITION OF CSR COMMITTEE:

Name of the Director	DIN [^]	Category of Director	Number of meetings attended
Mr. Nand Kishore	10237736	Managing Director & CEO	5
Mr. Fathi Jerfel**	05225974	Associate	5 [®]
Mr. Denys Charles Jean Marie Fougereux De Campigneulles*	08716335	Alternate Director to Mr. Fathi Jerfel	5 [#]
Mr. Denys Charles Jean Marie Fougereux De Campigneulles*	08716335	Executive Director & Deputy CEO	-
Mr. Colathur Narayanan Ram**	00211906	Independent	3
Mrs. Sudha Krishnan	02885630	Independent	5
Mr. Shekhar Bhatnagar	01865541	Independent	5
Dr. Hemant Ratnakar Adarkar [§]	03127893	Independent	2

([^]) DIN – Director's Identification Number

(**) Resigned/ceased to be Director during the period under review

([®]) Represented by his Alternate Director, Mr. Denys Charles Jean Marie Fougereux De Campigneulles

([#]) Attended as an Alternate Director to Mr. Fathi Jerfel.

(*) Mr. Denys Charles Jean Marie Fougereux De Campigneulles was appointed as an Alternate Director to Mr. Fathi Jerfel. Mr. Fathi Jerfel resigned as a Director of the Company with effect from the close of business hours on February 22, 2026, consequent to which Mr. Denys Charles Jean Marie Fougereux De Campigneulles ceased to act as his Alternate Director from the close of business hours on February 22, 2026. Further, Mr. Denys Charles Jean Marie Fougereux De Campigneulles was appointed as an Executive Director of the Company with effect from February 23, 2026 and inducted on the CSR Committee w.e.f. March 03, 2026.

([§]) Inducted on the Committee w.e.f. September 26, 2025.

3. Provide the web-link(s) where Composition of CSR Committee, CSR Policy and CSR Projects approved by the Board are disclosed on the website of the company.

The Composition of the CSR Committee, CSR policy adopted by the Company and CSR projects approved by the Board are available on the Company's website: <https://www.sbimf.com/disclosure>

4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable.

The Impact Assessment of CSR projects are available on the company's website: <https://www.sbimf.com/disclosure>

5. (a) Average net profit of the Company as per sub-section (5) of section 135 ₹ 22,74,09,70,741
- (b) Two percent of average net profit of the company as per sub-section (5) of section 135 ₹ 45,48,19,415
- (c) Surplus arising out of the CSR Projects or programs or activities of the previous financial years Nil
- (d) Amount required to be set-off for the financial year, if any Nil
- (e) Total CSR obligation for the financial year [(b)+(c)-(d)] ₹ 45,48,19,415

6. (a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project) ₹ 44,92,94,943

Details of CSR amount spent against ongoing projects for the financial year:

Sr. No.	Categorization of CSR Activity as per Schedule VII	CSR Activity Details	Location of the project	Amount allocated for the project	Amount spent in the current financial Year (in ₹)	Amount transferred to Unspent CSR Account for the project as per Section 135(6)* (in ₹)	Implementing agency and status of implementation
1	Healthcare & Hygiene	SBIF Maatrighaya: Strengthening maternal and neonatal healthcare infrastructure in 3 Community Health Centres	Hardoi, Bahraich and Balrampur, Uttar Pradesh	4,27,50,000	3,72,75,752	54,74,248	SBI Foundation (CSR00001456)
2	Healthcare & Hygiene	Medical equipment support to Sri Sathya Sai Institute of Higher Medical Sciences (SSSIHMS)	Bengaluru, Karnataka	3,00,00,000	1,50,00,000	1,50,00,000	Sri Sathya Sai Central Trust (CSR00040940)
3	Healthcare & Hygiene	SBIF Jivanam: Medical Equipment support for Pediatric Cardiac Care Ward at Sanjay Gandhi Postgraduate Institute of Medical Sciences (SGPGIMS)	Lucknow, Uttar Pradesh	9,98,25,600	3,96,16,690	6,02,08,910	SBI Foundation (CSR00001456)
4	Promotion of Education	Integrated School Transformation Project	Khunti, Jharkhand	1,35,55,442	28,97,740	1,06,57,702	BAIF Institute for Sustainable Livelihoods & Development (CSR00000259)
5	Promotion of Education	Integrated School Transformation Project	Dimapur, Kohima, Woka, Choumukedima, Nagaland	1,29,29,544	37,12,880	92,16,664	Nirmaan Organisation (CSR00000146)
6	Healthcare & Hygiene	Setting up Dental OPD at RA Podar Medical (Ayurvedic) College	Mumbai, Maharashtra	14,97,195	11,13,945	3,83,250	Light of Life Trust (CSR00000156)
7	Healthcare & Hygiene	Procurement of two fully equipped Eye Screening Vans	Delhi and Bengaluru, Karnataka	1,00,00,000	61,05,850	38,94,150	VisionSpring Foundation (CSR00001721)
8	Welfare of Persons with Disability	SBIF CoE: Samarthyaa - Distribution of customized prosthetic and orthotic devices	Multiple districts, Madhya Pradesh, Rajasthan, Gujarat, West Bengal and Jammu & Kashmir	3,80,95,000	59,32,500	3,21,62,500	SBI Foundation (CSR00001456)
9	Skill Development & Livelihood Enhancement	SBIF LEAP: Skilling for Future (ICT)	Chennai, Coimbatore and Madurai, Tamil Nadu	4,45,55,900	3,57,750	4,41,98,150	SBI Foundation (CSR00001456)
Total for 9 'ongoing' projects				29,32,08,681	11,20,13,107	18,11,95,574	

Details of CSR amount spent against Other than Ongoing projects for the financial year:

Sr. No.	Categorization of CSR Activity as per Schedule VII	CSR Activity Details	Location of the project	Amount spent for the project (in ₹)	Implementing Agency
1	Healthcare & Hygiene	Refurbishment of sanitation blocks in two Government Schools	Udaipur, Rajasthan	17,08,616	Young Ignited Minds Foundation (CSR00005539)
2	Healthcare & Hygiene, Promotion of Education	Support Digital Education, Healthcare, and Renewable Energy Initiatives	Mumbai, Maharashtra	36,10,094	Sri Sathya Sai Trust Maharashtra (CSR00001704)
3	Healthcare & Hygiene	Procurement and installation of 4 Dialysis Machines in 4 hospitals each (total 16 machines)	Usilampatti, Hosur, Tirichirapalli, Villipuram, Tamil Nadu	1,20,00,000	Rotary Club of Madras Charitable Trust (CSR00000997)
4	Healthcare & Hygiene	Medical equipment support to Thantai Periyar Government Headquarters Hospital	Erode, Tamil Nadu	68,07,284	Rotary Club of Madras Charitable Trust (CSR00000997)
5	Healthcare & Hygiene	Establishment of Cardiothoracic Vascular Surgery OT Unit and Upgradation of ICCU	Aizwal, Mizoram	3,87,17,494	Doctors For You (CSR00000608)
6	Healthcare & Hygiene	Setting up Emergency and Trauma Care Unit	Patna, Bihar	3,73,83,850	Doctors For You (CSR00000608)
7	Healthcare & Hygiene	Strengthening Rural Healthcare Infrastructure in five Community Health Centres	Pali, Rajasthan	2,12,12,000	Ashray Foundation (CSR00084760)
8	Healthcare & Hygiene	Solarizing five Community Health Centres (CHCs) and one Trauma Care Centre	Bahraich, Uttar Pradesh	1,49,64,500	Society for the Upliftment of Villagers & Development of Himalayan Areas (SUVIDHA) (CSR00000399)
9	Healthcare & Hygiene	Support of two ventilator-equipped ambulances to Akal Charitable Hospital	Sirmour, Himachal Pradesh	56,54,000	The Kalgidhar Society (CSR00004523)
10	Healthcare & Hygiene	Strengthening rural eye healthcare	Kanpur, Uttar Pradesh Gumla, Ramgarh and West Singhbhum, Jharkhand	82,64,467	Royal Commonwealth Society for the Blind (Sightsavers India) (CSR00001381)
11	Welfare of Persons with Disability	Empowering Persons with Disabilities	Bengaluru, Karnataka	56,45,780	The Association of People with Disability (APD) (CSR00001544)
12	Promotion of Education	Installation of one Smart Panel in Government School in Ranchi	Ranchi, Jharkhand	1,18,177	Yuva Unstoppable (CSR00000473)
Total for 12 completed 'other than ongoing' projects				15,60,86,262	

(b) Amount spent in Administrative Overheads	₹ 44,24,240
(c) Amount spent on Impact Assessment, if applicable (towards CSR projects identified for impact assessment)	₹ 11,00,232
(d) Total amount spent for the Financial Year [(a)+(b)+(c)]	₹ 45,48,19,415

(e) CSR amount spent or unspent for the Financial Year:

Total Amount Spent for the Financial Year (in ₹)	Amount unspent (in ₹)				
	Total Amount transferred to Unspent CSR Account as per Section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to Section 135(5)		
	Amount (in ₹)	Date of transfer	Name of the Fund	Amount (in ₹)	Date of transfer
27,36,23,841	18,11,95,574	30-03-2026	Not applicable	Nil	Not applicable

(f) Excess amount for set-off, if any:

Sl. No.	Particulars	Amount (in ₹)
(1)	(2)	(3)
(i)	Two percent of average net profit of the company as per sub-section (5) of section 135	45,48,19,415
(ii)	Total amount spent for the Financial Year	45,48,19,415
(iii)	Excess amount spent for the Financial Year [(ii)-(i)]	Nil
(iv)	Surplus arising out of the CSR projects or programs or activities of the previous Financial Years, if any	Nil
(v)	Amount available for set off in succeeding Financial Years [(iii)-(iv)]	Nil

7. Details of Unspent Corporate Social Responsibility amount for the preceding three financial years:

1	2	3	4	5	6	7	8
Sl. No.	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account under sub-section (6) of section 135 (in ₹)	Balance Amount in Unspent CSR Account under sub-section (6) of section 135 (in ₹)	Amount Spent in the Financial Year (in ₹)	Amount transferred to a Fund as specified under Schedule VII as per second proviso to sub-section (5) of section 135, if any	Amount remaining to be spent in succeeding Financial Years (in ₹)	Deficiency, if any
					Amount (in ₹) Date of Transfer		
1	FY 2024-25	27,02,25,943	27,02,25,943	13,37,87,274	Nil N.A.	13,64,38,669	N.A.
2	FY 2023-24	17,52,68,455	Nil	Nil	Nil N.A.	Nil	N.A.
3	FY 2022-23	3,33,90,000	Nil	Nil	Nil N.A.	Nil	N.A.

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year:

✓ Yes X No

If Yes, enter the number of Capital assets created/ acquired: 703

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year:

The details are published on the Company's website: www.sbifunds.com

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per subsection (5) of section 135:

Not Applicable

MANAGING DIRECTOR & CEO

CHAIRMAN, CSR COMMITTEE

Disclosures pertaining to Employee Stock Option Scheme for the FY 2025-26

as required under Section 62 of the Companies Act, 2013

Particulars	Employee Stock Option Scheme -2018								
	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2024-25	2025-26	2025-26
Tranche	ESOP II	ESOP III	ESOP IV	ESOP V	ESOP VI	ESOP VII. 1	ESOP VII. 2	ESOP VIII	ESOP IX
Total number of options in force (as at 01.04.2025)	33,649	1,57,831	7,17,869	4,81,285	11,93,835	7,44,000	10,000	-	-
Bonus Issue ^{^^}	70,569	2,36,781	12,02,136	10,85,700	32,30,655	18,82,725	30,000	6,15,000	-
Options Granted during the year	-	-	-	-	-	-	-	2,05,000	33,93,200
Options Exercised during the year and total number of shares arising as a result of exercise of option (1:1 ratio)	99,310	2,20,064	8,16,870	7,60,285	10,53,839	2,19,440	13,200	-	-
Options lapsed or expired (during the year)	-	1,985	2,000	1,700	1,02,175	53,255	-	-	23,800
Exercise Price (in ₹)	62.58	90.00	139.98	181.93	214.88	249.18	308.42	372.55	455.03
Variation of terms of options	-	-	-	-	-	-	-	-	-
Money realized by exercise of options (₹ in millions)	8.12	40.57	246.68	202.54	0.69*	129.77*	4.07	-	-
Total number of options in force (as at 31.03.2026)	4,908	1,72,563	11,01,135	8,05,000	32,68,476	23,54,030	26,800	8,20,000	33,69,400
Vested Options as at 31.03.2026	4,908	1,72,563	11,01,135	8,05,000	10,73,756	3,12,170	-	-	-

(^{^^}) Refer Note 18.5 of the Standalone Financial Statements for FY 2025-26

(*) During the year, SBI Funds Management Limited – Employee Welfare Trust has transferred 1,059,407 Equity Shares to the eligible employees of the Company on exercise of ESOPs.



To,
The Members,
SBI Funds Management Limited

Our report of even date is to be read along with this letter.

- 1) Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
- 2) We have followed the auditing standards issued by the Institute of Company Secretaries of India (ICSI) and audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in the Secretarial records. We believe that the processes and practices, we have followed are aligned with Auditing Standards issued by the Institute of Company Secretaries of India (ICSI) provide a reasonable basis for our opinion.
- 3) We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
- 4) Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
- 5) The compliance of the provisions of corporate laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
- 6) The secretarial audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For M/s. N. L. Bhatia & Associates
Practising Company Secretaries
UIN: P1996MH055800
P/R. No.: 6392/2025

Bharat R Upadhyay
Partner
FCS No. 5436
COP No. 4457
UDIN: F005436H000654821

Date: June 19, 2026
Place: Mumbai

SECRETARIAL AUDIT REPORT

FORM NO. MR-3

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2026

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
SBI Funds Management Limited

We have conducted the Secretarial Audit of the Compliance of applicable statutory provisions and the adherence to good corporate practices by SBI Funds Management Limited (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the Corporate conducts/Statutory Compliances and expressing our opinion thereon.

Based on our verification of Company's Books, Papers, Minute Books, Forms and Returns Filed and Other Records maintained by the Company and also the information provided by the Company, its Officers, Agents and Authorized Representatives during the conduct of Secretarial Audit, we hereby report that in our opinion, the Company, during the audit period covering the Financial Year from April 01, 2025 to March 31, 2026 has complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the Books, Papers, Minute Books, Forms and Returns filed and Other Records maintained by SBI Funds Management Limited for the Financial Year ended on March 31, 2026 according to the provisions of:

- (i) The Companies Act, 2013 ("the Act") and the Rules made thereunder.
- (ii) The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the Rules made thereunder.
- (iii) The Depositories Act, 1996 and the Regulation and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings to the extent applicable.
- (v) The following Regulations and Guidelines as amended from time to time, prescribed under the Securities and Exchange Board of India Act, 1992 ("SEBI Act"):-
 - a) The Securities and Exchange Board of India (Mutual Funds) Regulations, 1996;
 - b) The Securities and Exchange Board of India (Alternative Investment Funds) Regulations, 2012;
 - c) The Securities and Exchange Board of India (Portfolio Managers) Regulations, 2020;

- d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- e) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- f) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- g) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;

We have also examined that the Company has complied with the Secretarial Standards issued by The Institute of Company Secretaries of India.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the Composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate Notice is given to all the Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. The Company has complied with the Secretarial Standards in respect of the meetings of its Members, Board and its Committees.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes – All the decisions at the general meetings were carried unanimously.

We further report that, there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable Laws, Rules, Regulations and Guidelines.



We further report that, the members of the Company at the Annual General Meeting held on September 26, 2025, approved the following:

1. Declaration of Final dividend @22/-per equity share of ₹ 1/- (Rupee One Only) on each equity share for the Financial year ended March 31, 2025.
2. Appointment of Mr. Challa Sreenivasulu Setty (DIN: 08335249) as Chairman and Director (Non-Executive) of the Company w.e.f. November 11, 2024.
3. Appointment of Mr. Nand Kishore (DIN: 10237736) as a Director and Managing Director of the Company w.e.f. November 11, 2024 for second term of 2 consecutive years.
4. Appointment of Mr. Hemant Adarkar (DIN:03127893) as an Independent Director of the Company w.e.f. August 29, 2025.

We further report that, during the Audit Period the Company has the following specific events:

1. Mr. Ram Narayanan Colathur, Independent Director, ceased to be a Director of the Company with effect from the closing of business hours on September 06, 2025 upon the completion of his term.
2. The Board of Directors of the Company in its Meeting held on November 10, 2025 accorded In-principle approval for Initial Public Offering ("IPO") of Equity Shares of the Company through an Offer for sale of 203,709,239 Equity Shares of face value ₹ 1 (One) Each of the Company and the consequent listing of the Equity Shares on recognized Stock Exchange(s).
3. Declared special interim dividend for the FY 2025-26 of ₹ 70/-(Rupees Seventy only) per equity share at its board meeting held on November 10, 2025.
4. Mr. Ram Mohan Tiruvallur Thattai, Independent Director, ceased to be a Director of the Company with effect from the closing of business hours on December 04, 2025 upon the completion of his term.
5. Increase in Authorized Share Capital from ₹ 52,50,00,000 (Rupees Fifty- Two crore Fifty lakh only) divided into 52,50,00,000 (Fifty- Two crore Fifty lakh) equity shares of ₹ 1 (Rupee One) each to ₹ 2,10,00,00,000 (Rupees Two Hundred Ten crores Only) divided into 2,10,00,00,000 (Two Hundred Ten crores) equity shares of ₹ 1 (Rupee One) each at the Extra-Ordinary General Meeting held on December 09, 2025.
6. Approved the Issuance of Bonus shares to the existing shareholders by capitalization of a sum of Rs

Date: June 19, 2026
Place: Mumbai

1,52,64,95,460 (Rupees One Hundred Fifty-Two crore Sixty-Four lakh Ninety -Five Thousand Four Hundred Sixty only) out of the General Reserve (Share premium account and Free Reserve) at a ratio of 3 (Three) new equity shares for every 1 (One) existing equity shares held by them at the Extra-Ordinary General Meeting held on December 09, 2025.

7. The Company has adopted the altered Articles of Association to confirm the requirements and directions of the relevant Stock Exchange(s) prior to filing of the draft Red Herring Prospectus ("DRHP") with SEBI and concerned Stock Exchange(s) at the Extra-Ordinary General Meeting held on February 23, 2026.
8. Approved for continuation of Mr. Moiz Miyajiwala (DIN: 00026258) as a Non-Executive Independent Director beyond the age of 75 years at the Extra-Ordinary General Meeting held on February 23, 2026.
9. Approved the Appointment of Mr. Sanjay Prakash (DIN: 00005601) as an Independent Director of the company w.e.f. October 23, 2025, not liable to retire by rotation, to hold office for a first term of consecutive three years up to October 22, 2028 at the Extra-Ordinary General Meeting held on February 23, 2026.
10. Approved the Appointment Mr. Denys Charles Jean Marie Fougereux De Campigneulles (DIN: 08716335) as a Whole-Time director of the company for a period of five (5) years at the Extra-Ordinary General Meeting held on February 23, 2026.
11. Increased the Investment Limits for Non-Resident Indians and Overseas Citizens of India from 10% to 24% of the Paid-up Equity Share Capital of the Company at the Extra-Ordinary General Meeting held on February 23, 2026.
12. The Members at the Extraordinary General Meeting held on 23rd February, 2026 by way of Special Resolution accorded approval for amendment in SBI Funds Management Limited Employees' Stock Option Plan 2018 (the "ESOP 2018/Plan").
13. Mr. Fathi Mohamed Jerfel, Director, ceased to be a Director of the Company with effect from February 23, 2026.
14. Declared interim dividend for the FY 2025-26 of ₹ 9.60/-(Rupees Nine and sixty paise only) per equity share at its board meeting held on March 23, 2026.
15. The Company has initiated the process of listing of its equity shares and has filed the Draft Red Herring Prospectus (DRHP) with SEBI and Stock exchanges on March 19, 2026.

For M/s. N. L. Bhatia & Associates
Practising Company Secretaries
UIN: P1996MH055800
P/R. No.: 6392/2025

Bharat R Upadhyay
Partner
FCS No. 5436
COP No. 4457
UDIN: F005436H000654821

Independent Auditor's Report

To the Members of SBI Funds Management Limited

Report on the audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of SBI Funds Management Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2026, the Statement of Profit and Loss (including other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended and notes to the Financial Statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Act, and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of Standalone Financial Statements in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the independence requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Financial Statements.

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of other information. The other information comprises the information included in the Company's Annual Report but does not include the Standalone Financial Statements and our auditor's report thereon.

The Annual Report is expected to be made available to us after the date of this audit report.

Our opinion on the Standalone Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Statements, the Company's Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Company's Board of Directors are also responsible for overseeing the Company's financial reporting process.



Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone Financial Statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to the Standalone Financial Statements, in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation;

Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions

of a reasonably knowledgeable user of the Standalone Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) Planning the scope of our audit work and in evaluating the results of our work; and (ii) To evaluate the effect of any identified misstatements in the Standalone Financial Statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

- (1) As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we report in "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- (2) As required by section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this report are in agreement with the books of account.
 - d. In our opinion, the aforesaid Standalone Financial Statements comply with the IND AS prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
 - e. On the basis of the written representations received from the directors as on March 31, 2026, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2026 from being appointed as a director in terms of section 164(2) of the Act.
 - f. With respect to the adequacy of the internal financial controls with reference to the Standalone Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure B wherein we have expressed an unmodified opinion.

- g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its Standalone Financial Statements. (Refer Note 29 to the Standalone Financial Statements);
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. 1. The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any

guarantee, security or the like on behalf of the Ultimate Beneficiaries;

2. The Management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
3. Based on such audit procedures that we have considered reasonable and appropriate in the circumstances; nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (1) and (2) above, contain any material mis-statement.
- v. The interim dividend declared and paid by the Company during the year and until the date of this report is in compliance with Section 123 of the Companies Act, 2013.
- vi. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated and is being preserved by the Company as per the statutory requirements for record retention throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.

(3) As required by Section 143 (5) of the Act, with respect to reporting under the directions issued by the Comptroller and Auditor-General of India, we report that:

Sr. No	Directions issued by the Comptroller and Auditor General of India	Auditor's Comment
(a)	Assess the fair valuation of all the investments, both quoted and unquoted, made directly by the Company or through Trusts, for Post retirement benefits of the employees. This includes verifying valuation methodologies, ensuring consistency with IndAS and reviewing supporting documentation. The auditor shall provide a brief note on the valuation approach, its reasonability, and compliance with applicable regulations, reporting any material deviations or misstatements.	The Company has obtained an actuarial valuation report for determination of gratuity liability, from a qualified actuary, as at March 31, 2026. The Defined Benefit Obligation (DBO) has been computed using the Projected Unit Credit Method as prescribed under Indian Accounting Standard 19 (Ind AS 19), in accordance with The Companies (Indian Accounting Standards) Rules, 2015. The Key Assumptions and valuation results are disclosed in Note no. 34 of the Standalone Financial Statements for the year ended March 31, 2026. The assumptions used are the Company's best estimates based on industry practice, economic outlook, and entity-specific factors. Sensitivity analysis has been performed for discount rate, salary escalation, and employee turnover. The valuation approach and methodology are in compliance with Ind AS 19 requirements, and no material deviations or misstatements have been observed.

Sr. No	Directions issued by the Comptroller and Auditor General of India	Auditor's Comment
(b)	Whether the Company has a system in place to process all the accounting transactions through IT system? If yes, whether review of this system and controls that are significant to the Companies' financial reporting process as well as cyber security has been done by Information Security Auditing Organisations empaneled by CERT-IN at a minimum frequency of once in a year and material discrepancies found, if any, have been suitably reported? The implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications may also be reported.	The Company has a system in place to process all the accounting transactions through IT system, being the SAP software. Based on information and explanations received from the Management, the SAP accounting system has been duly reviewed by Information Security Auditing Organisation empaneled by CERT-IN during the year and no material discrepancies have been reported. Further, we have not come across any accounting transactions processed outside IT system which would have an impact on the integrity of the accounts or any financial implications.
(c)	Whether funds (grants/ subsidy etc.) received/receivable for specific schemes from Central/ State Government or its agencies were properly accounted for as per the applicable accounting standards or norms and whether the received funds were utilised as per its terms and conditions? Whether accounting of interest earned on grants received has been done as per terms and conditions of the Grant. List the cases of deviation.	Based on our examination of relevant records of the Company and the information and explanations received from the Management, there are no funds received/receivable from Central/State agencies and hence, this clause is not applicable for the year 2025-26.
(d)	Whether the Company has identified the key Risk areas? If yes, whether the Company has formulated any Risk Management Policy to mitigate these risks? If yes, (a) whether the Risk Management Policy has been formulated considering global best practices? (b) whether the Company has identified its data assets and whether it has been valued appropriately?	Based on information and explanations received from the Management, the Company has in place a Risk Management Policy duly approved by the Risk Management Committee of the Board and the Board of Directors. An Enterprise Risk approach is followed, and the Policy covers Investment Risk, Operational Risk, Reputation Risk, Cyber Risk, Financial Risk etc. The Enterprise Risk control framework, escalation, and monitoring mechanism is outlined in the Policy and is in place within the Company. The Company follows the Risk Control Self-Assessment approach for identification of risks and the same is duly escalated to the Risk Management Committee of the Board. Key risk indicators have been defined for risk measurement and the same are duly monitored. Further, based on information and explanations received from the Management, the Company does not have any data assets.
(e)	Whether the Company is complying with the Securities and Exchange Board of India (SEBI) (Listing Obligation and Disclosure Requirements) Regulations, 2015, and other applicable rules and regulations of SEBI, Department of Investment and Public Asset Management, Ministry of Corporate Affairs, Department of Public Enterprises, Reserve Bank of India, Telecom Regulatory Authority of India, CERT-IN, Ministry of Electronics and Information Technology and National Payments Corporation of India wherever applicable? If not, the cases of deviation may be highlighted.	Based on our examination of relevant records of the Company and the information and explanations received from the Management, the Company, being the Investment Manager to SBI Mutual Fund and Alternative Investment Funds and also registered as a Portfolio Manager, has complied with the provisions of the applicable regulations issued by the Securities and Exchange Board of India (SEBI), the Ministry of Corporate Affairs and the Reserve Bank of India, to the extent applicable to the Company. Deviations, if any arising in the ordinary course of business are duly reported to SEBI and the Board of Directors, along with the corrective actions taken and are addressed in a timely and appropriate manner in accordance with the applicable regulatory framework.

For Kirtane & Pandit LLP,
Chartered Accountants
Firm's Registration No. 105215W/W-100057

Mittal Shah
Partner
M. No. 147370
UDIN: 26147370SAMROR4331

Place: Mumbai
Date: April 27, 2026

Annexure A To The Independent Auditor's Report

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the members of SBI Funds Management Limited ("the Company") on the Standalone Financial Statements as of and for the year ended March 31, 2026]

(i) In respect of the Company's Property Plant and Equipment ("PPE") and Intangible Assets:

- (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right of use assets
- (B) The Company has maintained proper records showing full particulars of Intangible Assets.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has a regular program of physical verification of its Property, Plant and Equipment by which all property, plant and equipment are verified every year. In accordance with this program, all property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deed of immovable property is held in the name of the Company;

(d) According to the information and explanations given to us and on the basis of our examination of the records, the Company has not revalued its PPE or Intangible asset during the year.

(e) According to the information and explanations given to us, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

(ii) (a) Since the Company is a service provider, clause 3(ii) (a) of the Order pertaining to physical verification of inventory is not applicable to the Company;

(b) Clause 3(ii)(b) pertaining to sanctioning of working capital loan on the basis of security of current assets is not applicable to the Company since it has not borrowed any loan in the form of working capital from banks or financial institutions during the year.

(iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments in or provided any guarantee or security or granted loans or advances in the nature of loans, secured or unsecured, to firms, limited liability partnership or any other parties during the year.

(a) The details of loans or advances or guarantees or security granted during the year and outstanding as on March 31, 2026 are given below:

Sr. No	Particulars	Guarantees	Security	Loans	Advances in the nature of loans
1	Aggregate amount granted / provided during the year (₹ in millions)				
	• Subsidiaries	Nil	Nil	Nil	Nil
	• Joint Ventures	Nil	Nil	Nil	Nil
	• Associates	Nil	Nil	Nil	Nil
	• Others	Nil	Nil	Nil	Nil
2	Balance outstanding as at March 31, 2026 (₹ in millions)				
	• Subsidiaries	Nil	Nil	Nil	Nil
	• Joint Ventures	Nil	Nil	Nil	Nil
	• Associates	Nil	Nil	Nil	Nil
	• Others	Nil	Nil	Nil	Nil

(b) The Company has not made any investments in or provided any guarantee or security or granted loans or advances in the nature of loans during the year, hence, clause 3(iii)(b) of the Order is not applicable to the Company.

(c) During the year, the Company has fully written off a loan of ₹ 85.69 million outstanding from SBI Funds Management Limited – Employee Welfare Trust, being considered irrecoverable as trust does not have any future cash flows.

(d) There is no amount which is overdue for more than 90 days in respect of loan granted to such party.

(e) During the year, the Company has not renewed or extended any loans or advances nor has it granted any fresh loans to settle the overdue of existing loan given to the same parties during the year.

(f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.

(iv) The Company has not given any loans, guarantees or securities in respect of provisions of sections 185 and 186 of Companies Act, 2013. Further, in respect of investments made, the Company has complied with the provisions of section 186 of the Companies Act, 2013;

(v) In our opinion the Company has not accepted deposits or the amounts which are deemed to be deposits, within the meaning of sections 73 to 76 of the Act or

any other relevant provisions of the Companies Act, 2013 and the rules framed there under. Hence clause 3 (v) of the order is not applicable to the Company;

(vi) The Central Government has not prescribed the maintenance of cost records for any of the products of the Company under sub-section (1) of section 148 of the Act and the rules framed there under.

(vii) (a) According to the information and explanations given to us and the records examined by us, the Company is regular in depositing undisputed statutory dues, including provident fund, income-tax, service tax, cess, Goods and Service Tax and other statutory dues applicable to the Company with appropriate authorities;

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, service tax, cess, Goods and Service Tax and any other material statutory dues applicable to the Company, were outstanding as on the last day of the financial year, for a period of more than six months from the date they became payable;

(b) According to the information and explanations given to us, there are no dues outstanding in respect of income tax or service tax or Goods & service tax which has not been deposited on account of any dispute except the following:

Sr No.	Name of Statute	Nature of Dues	Forum Where Dispute is pending	Amount (₹ In millions)	Period block to which it relates
1	Central GST Act, 2017	Ineligible Input Tax Credit	GST Appellate Tribunal	1319.30*	July 2017 - October 2018

(*) Please refer Note nos. 12 and 29 of the Standalone Financial Statements

(viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.

(ix) The Company has not taken any loans or borrowings from financial institutions, banks and government or has not issued any debentures. Hence reporting under clause 3 (ix) (a) to (f) of the order is not applicable to the Company

(x) (a) The Company has not raised money by way of initial public issue offer / further public offer (including debt instruments) during the year. Therefore, reporting under clause (x)(a) of paragraph 3 of the Order is not applicable.

(b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Therefore, reporting under clause (x)(b) of paragraph 3 of the Order is not applicable.

- (xi) (a) Based on the information and explanations provided to us by the management, no material fraud in the company or on the company have been noticed or reported during the year
- (b) No report under section 143(12) of the Act has been filed with the Central Government by the auditors of the company in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014, during the year or upto the date of this report.
- (c) There are no whistle blower complaints received by the Company during the year and upto the date of this report.
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, reporting under clause (xii) of paragraph 3 of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, all transactions entered into by the Company with the related parties are in compliance with Sections 177 and 188 of Companies Act, 2013 where applicable, and details of such transactions have been disclosed in the Standalone Financial Statements, as required by the applicable Ind-AS;
- (xiv) (a) In our opinion and according to the information and explanations given to us, there exists an adequate internal control system commensurate with the size of the Company and the nature of its business.
- (b) The reports of the Internal auditor for the year under audit have been considered by us during the audit.
- (xv) According to the information and explanations given to us and based on our examination of the records, the Company has not entered during the year into any non-cash transactions with its directors or persons connected with them and hence reporting under clause 3 (xv) of the Order is not applicable to the Company.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. The Company has not conducted any Non-Banking Financial or Housing Finance activities during the year and the Company is not a Core Investment Company (CIC) and hence reporting under clause 3 (xvi) b, c and d are not applicable.
- (xvii) The Company has not incurred cash losses in the current and the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly, reporting under clause (xviii) of paragraph 3 of the Order is not applicable.
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and based on our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that Company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date
- (xx) (a) According to the information and explanations given to us and based on our examination of the records of the Company, there is no unspent amount under sub-section (5) of Section 135 of the Act pursuant to any project other than ongoing projects as on March 31, 2026. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable.
- (b) The amount remaining unspent under sub-section (5) of section 135 of the Companies Act, pursuant to any ongoing project, has been transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act.
- (xxi) Since this is report on the standalone Financial Statements of the Company, reporting under clause 3 (xxi) is not applicable.

For Kirtane & Pandit LLP,
Chartered Accountants
Firm's Registration No. 105215W/W-100057

Mittal Shah
Partner
M. No. 147370
UDIN: 26147370SAMROR4331

Place: Mumbai
Date: April 27, 2026

Annexure B To The Independent Auditor's Report

[Referred to in paragraph 2 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of SBI Funds Management Limited of even date]

Report on the Internal Financial Controls with reference to Financial Statements under clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to the standalone financial statements of SBI Funds Management Limited ("the Company") as of March 31, 2026 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Responsibility of Management and Those Charged with Governance for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls with reference to standalone financial statements based on the internal control over financial reporting criteria established by the Company considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to the standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing specified under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to the standalone financial statements were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to the standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to the standalone financial statements included obtaining an understanding of internal financial controls with reference to the standalone financial statements, assessing the risk that a material weakness exists and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to the Standalone Financial Statements.

Meaning of Internal Financial Controls with reference to Financial Statements

A company's internal financial controls with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to standalone financial statements includes those policies and procedures that: 1. Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; 2. Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and 3. Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to standalone financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to standalone financial statements

to future periods are subject to the risk that the internal financial control with reference to standalone financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting with reference to the Standalone Financial Statements, and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2026, based on

the internal financial controls criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Control Over Financial Reporting issued by ICAI.

**For Kirtane & Pandit LLP,
Chartered Accountants**
Firm's Registration No. 105215W/W-100057

Mittal Shah
Partner
M. No. 147370
UDIN: 26147370SAMROR4331
Place: Mumbai
Date: April 27, 2026



COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF SBI FUNDS MANAGEMENT LIMITED FOR THE YEAR ENDED 31 MARCH 2026

The preparation of financial statements of SBI Funds Management Limited for the year ended 31 March 2026 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139(5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 27 April 2026.

The assets under management through various schemes managed by SBI Funds Management Limited are not reflected in its Balance Sheet, since these assets do not form part of the SBI Funds Management Limited. Therefore, I do not look into operation of these schemes including decision making regarding acquisition, management and disposal of the assets managed by the SBI Funds Management Limited and express no opinion on the soundness of the investments.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of SBI Funds Management Limited for the year ended 31 March 2026 under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report under section 143(6)(b) of the Act.

For and on behalf of the
Comptroller & Auditor General of India

Place: Mumbai
Date: 15.06.2026

(Vijay Nanalal Kothari)
Director General of Audit (Financial Services), Mumbai

Standalone Balance Sheet

For the year ended March 31, 2026

Particulars	Note No.	₹ In millions	
		As at March 31, 2026	As at March 31, 2025
ASSETS			
I Financial assets			
(a) Cash and cash equivalents	2	141.43	128.31
(b) Bank balance other than (a) above	3	767.34	590.44
(c) Receivables			
(i) Trade receivables	4	873.33	1,207.68
(d) Loans	5	1.95	329.03
(e) Investments	6	56,605.53	80,820.63
(f) Other financial assets	7	194.28	93.73
Sub-total - Financial assets		58,583.86	83,169.82
II Non-financial assets			
(a) Current tax assets (Net)	8	391.95	43.67
(b) Property, plant and equipment	9	3,885.41	2,657.12
(c) Capital work-in-progress	10	-	1,099.65
(d) Other intangible assets	11	14.86	34.35
(e) Other non-financial assets	12	692.49	513.52
Sub-total - Non-financial assets		4,984.71	4,348.31
TOTAL ASSETS		63,568.57	87,518.13
LIABILITIES AND EQUITY			
Liabilities			
I Financial liabilities			
(a) Payables			
(i) Trade payables			
(i) Total outstanding dues of micro enterprises and small enterprises	13	32.36	24.43
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	13	198.82	161.79
(b) Other financial liabilities	14	1,360.75	1,271.90
Sub-total - Financial liabilities		1,591.93	1,458.12
II Non-financial liabilities			
(a) Provisions	15	1,565.50	1,573.20
(b) Deferred tax liabilities (Net)	16	1,055.25	1,377.45
(c) Other non-financial liabilities	17	339.23	286.63
Sub-total - Non-financial liabilities		2,959.98	3,237.28
Equity			
(a) Equity share capital	18	2,036.83	508.21
(b) Other equity	19	56,979.83	82,314.52
Sub-total - Equity		59,016.66	82,822.73
TOTAL LIABILITIES AND EQUITY		63,568.57	87,518.13
Summary of Material Accounting Policies	1		
Other Notes to the Standalone Financial Statements	2 -53		

This is the Standalone Balance Sheet referred to in our report of even date

For **Kirtane & Pandit LLP**
Chartered Accountants
Firm Registration No: 105215W/W-100057

Mittal Shah
Partner
Membership No: 147370

For and on behalf of the Board of Directors of
SBI Funds Management Limited

Challa Sreenivasulu Setty
Chairman
DIN 08335249

Denys De Campigneulles
Executive Director & Deputy CEO
DIN 08716335

Nand Kishore
Managing Director & CEO
DIN 10237736

Vinaya Datar
Chief Compliance Officer,
Company Secretary & Head - Legal
M. No 15527

Inderjeet Ghuliani
Chief Financial Officer

Place: Mumbai
Date: April 27, 2026

Place: Mumbai
Date: April 27, 2026

Standalone Statement of Profit and Loss

For the year ended March 31, 2026

Particulars	Note No.	₹ In millions	
		For the year ended March 31, 2026	For the year ended March 31, 2025
Revenue from operations			
Asset management services	20	43,745.95	35,850.96
I. Total revenue from operations		43,745.95	35,850.96
II. Other income	21	5,955.33	6,470.80
III. Total income (I+II)		49,701.28	42,321.76
Expenses			
(a) Finance cost	22	90.67	85.72
(b) Scheme expenses		658.19	594.25
(c) Employee benefits expenses	23	4,372.21	4,185.81
(d) Depreciation and amortisation	24	436.79	399.14
(e) Other expenses	25	4,114.27	3,359.13
IV. Total expenses		9,672.13	8,624.05
V. Profit before exceptional items and tax (III - IV)		40,029.15	33,697.71
VI. Exceptional Items		-	-
VII. Profit before tax (V - VI)		40,029.15	33,697.71
Tax expense:	26		
• Current Tax		9,838.79	7,700.00
• Deferred Tax Charge/ (Credit)		(322.25)	683.12
VIII. Total tax expense		9,516.54	8,383.12
IX. Profit after tax (VII - VIII)		30,512.61	25,314.59
Other Comprehensive Income			
Items that will not be reclassified to profit or loss (A):			
i) Remeasurements of the defined benefit plans		0.21	(125.02)
ii) Income tax relating to items that will not be reclassified to profit or loss		(0.05)	31.47
		0.16	(93.55)
Items that will be reclassified to profit or loss (B):			
i) Foreign currency translation		-	-
X. Total Other Comprehensive Income (A+B)		0.16	(93.55)
XI. Total Comprehensive Income for the year (IX+X)		30,512.77	25,221.04
XII. Earnings per equity share	28		
Basic (₹)		15.00	12.47
Diluted (₹)		14.96	12.44
Summary of Material Accounting Policies	1		
Other Notes to the Standalone Financial Statements	2 -53		

This is the Standalone Statement of Profit and Loss referred to in our report of even date

For **Kirtane & Pandit LLP**
Chartered Accountants
Firm Registration No: 105215W/W-100057

Mittal Shah
Partner
Membership No: 147370

For and on behalf of the Board of Directors of
SBI Funds Management Limited

Challa Sreenivasulu Setty
Chairman
DIN 08335249

Denys De Campigneulles
Executive Director & Deputy CEO
DIN 08716335

Nand Kishore
Managing Director & CEO
DIN 10237736

Vinaya Datar
Chief Compliance Officer,
Company Secretary & Head - Legal
M. No 15527

Inderjeet Ghuliani
Chief Financial Officer

Place: Mumbai
Date: April 27, 2026

Place: Mumbai
Date: April 27, 2026

Standalone Statement of Cash Flows

For the year ended March 31, 2026

Particulars	₹ In millions	
	For the year ended March 31, 2026	For the year ended March 31, 2025
A. Cash flow from operating activities		
Profit before tax*	40,029.15	33,697.71
Add/ (less): Adjustments for:		
Depreciation and amortization expense	436.79	399.14
Finance cost	90.67	85.72
Employee stock option expenses	220.48	287.32
Net gain on sale of property, plant and equipment	(0.62)	(0.59)
Exchange Fluctuations	-	(0.08)
Loan to EWT written off	85.69	-
Net gain on financial instruments at fair value through profit or loss	(4,097.32)	(4,657.79)
Net gain on sale of financial instruments under amortised cost category	(82.42)	-
Interest income from investments in debt securities	(1,520.64)	(1,608.53)
Interest income from investments in Invit	(92.07)	(34.65)
Interest income from investments in AIF	(18.80)	(36.70)
Interest income on loan to EWT	(14.61)	(27.39)
Interest income on loan to staff	(0.05)	(0.05)
Dividend income from Subsidiary	(86.74)	(69.39)
Dividend income from investment in preference shares	-	(0.16)
Unwinding of interest on security deposits	(6.00)	(5.26)
Unrealized exchange loss/ (gain)	(0.03)	-
Gain on termination of leases	(8.19)	(2.70)
Operating profit before working capital changes	34,935.29	28,026.60
Adjustments for changes in working Capital :		
Increase in other bank balances	(176.90)	(43.27)
Decrease/ (Increase) in trade receivables	334.35	(137.92)
Increase in other financial asset	(99.94)	(15.95)
Increase in other non-financial assets	(132.86)	(239.97)
Increase in trade payables	44.96	1.89
Increase/ (Decrease) in other financial liabilities	50.95	(0.09)
(Decrease) / Increase in provisions	(7.49)	146.19
Increase in other non-financial liabilities	52.60	56.07
Cash generated from operations	35,000.96	27,793.55
Income taxes paid net of refund	(10,187.07)	(7,733.19)
Net cash generated from operating activities (A)	24,813.89	20,060.36
B. Cash flow from investing activities		
Purchase of other intangible assets	(2.95)	(3.02)
Purchase of property, plant and equipment	(274.93)	(1,195.23)
Proceeds from sale of property, plant and equipment	0.84	1.40
Purchase of investments	(1,19,275.12)	(32,911.52)
Proceeds from Sale of Investments	1,47,526.07	23,077.80
Proceeds from loan to staff and EWT (including interest)	256.05	150.78
Dividend received on investments in preference shares	-	0.16
Dividend received from subsidiary	86.74	69.39



Standalone Statement of Cash Flows

For the year ended March 31, 2026

Particulars	₹ In millions	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Interest income received from Invit	92.07	34.65
Interest income received from AIF	18.80	36.70
Interest income received on investments in debt securities	1,664.53	1,368.35
Net cash generated from/ (used in) investing activities (B)	30,092.10	(9,370.54)
C. Cash flow from financing activities		
Proceeds from issuance of equity share capital on exercise of ESOP	632.45	925.99
Repayment of lease liabilities	(266.75)	(243.32)
Interest element of lease payments	(90.67)	(85.72)
Dividend paid	(55,167.93)	(11,180.00)
Net cash (used in) financing activities (C)	(54,892.90)	(10,583.05)
Net increase/ (decrease) in cash and cash equivalents (A + B + C)	13.09	106.77
Add: Cash and Cash Equivalents at the beginning of year	128.31	21.54
Exchange differences on translation of foreign currency cash and cash equivalents	0.03	-
Cash and cash equivalents at the end of the year	141.43	128.31
Components of cash and cash equivalents (Refer Note 2)		
Cash on hand	0.02	0.05
Cheques in hand	-	-
Balance with banks		
• in current accounts	141.41	128.26

[*Net off Corporate Social Responsibility expense as per Section 135(5) of the Companies Act, 2013 (Refer Note 32)]

Note: The above Standalone Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'

Summary of Material Accounting Policies (Refer Note 1)

Other Notes to the Standalone Financial Statements (Refer Note 2 -53)

The Material Accounting Policies and accompanying notes form an integral part of the Standalone Financial Statements

This is the Standalone Statement of Cash Flows referred to in our report of even date

For Kirtane & Pandit LLP
Chartered Accountants
Firm Registration No: 105215W/W-100057

For and on behalf of the Board of Directors of
SBI Funds Management Limited

Mittal Shah
Partner
Membership No: 147370

Challa Sreenivasulu Setty
Chairman
DIN 08335249

Nand Kishore
Managing Director & CEO
DIN 10237736

Denys De Campigneulles
Executive Director & Deputy CEO
DIN 08716335

Vinaya Datar
Chief Compliance Officer,
Company Secretary & Head - Legal
M. No 15527

Inderjeet Ghuliani
Chief Financial Officer

Place: Mumbai
Date: April 27, 2026

Place: Mumbai
Date: April 27, 2026

Standalone Statement of Changes in Equity

For the year ended March 31, 2026

A. Equity Share Capital

(₹ In millions)

Particulars	Balance at the beginning of the year	Changes in Equity share capital during the year	Balance at the end of the year
Equity Share of ₹ 1 each, Fully paid-up			
As at March 31, 2026	508.21	1,528.62	2,036.83
As at March 31, 2025	506.34	1.87	508.21

B. Other Equity

(₹ In millions)

Particulars	Share Application Money	Reserves and surplus				Items of Other Comprehensive Income		Total Other Equity
		Securities Premium	General Reserve	Share Options Outstanding Account	Retained Earnings	Remeasurement gain/(loss) of the defined benefit plans (net of tax)	Foreign Currency Translation Reserve	
Opening balance as at April 1, 2025	-	3,541.96	1,326.01	553.18	77,037.98	(144.61)	-	82,314.52
Profit for the year	-	-	-	-	30,512.61	-	-	30,512.61
Other Comprehensive Income	-	-	-	-	-	0.16	-	0.16
Total Comprehensive Income for the year	-	-	-	-	30,512.61	0.16	-	30,512.77
Transfer to/ (from) retained earnings	-	-	50.00	-	(50.00)	-	-	-
Employee stock option expenses	-	-	-	220.48	-	-	-	220.48
Issue of bonus shares**	-	(1,526.50)	-	-	-	-	-	(1,526.50)
Interim dividend for FY 2025-26	-	-	-	-	(55,171.77)	-	-	(55,171.77)
Additions during the year (towards options exercised)	632.45	630.33	-	-	-	-	-	1,262.78
Utilised during the year (on account of allotment of shares under ESOP)	(632.45)	-	-	-	-	-	-	(632.45)
Transfer from Share Options Outstanding Account to Securities Premium (towards options exercised)	-	285.27	-	(285.27)	-	-	-	-
Transfer from Share Options Outstanding Account to Retained Earnings (towards vested options cancelled)	-	-	-	(0.59)	0.59	-	-	-
Changes during the year	-	(610.90)	50.00	(65.38)	(55,221.18)	-	-	(55,847.46)
Closing balance as at March 31, 2026	-	2,931.06	1,376.01	487.80	52,329.41	(144.45)	-	56,979.83

(**Refer Note 18.5)



Standalone Statement of Changes in Equity

For the year ended March 31, 2026

(₹ In millions)

Particulars	Share Application Money	Reserves and surplus				Items of Other Comprehensive Income		Total Other Equity
		Securities Premium	General Reserve	Share Options Outstanding Account	Retained Earnings	Remeasurement gain/(loss) of the defined benefit plans (net of tax)	Foreign Currency Translation Reserve	
Opening balance as at April 1, 2024	-	2,303.97	1,276.01	579.90	62,953.81	(51.06)	0.08	67,062.71
Profit for the year*	-	-	-	-	25,314.59	-	-	25,314.59
Other Comprehensive Income	-	-	-	-	-	(93.55)	-	(93.55)
Reclassification to Profit and Loss Account*	-	-	-	-	-	-	(0.08)	(0.08)
Total Comprehensive Income for the year	-	-	-	-	25,314.59	(93.55)	(0.08)	25,220.96
Transfer to/ (from) retained earnings	-	-	50.00	-	(50.00)	-	-	-
Employee stock option expenses	-	-	-	287.32	-	-	-	287.32
Interim dividend for FY 2024-25	-	-	-	-	(11,180.59)	-	-	(11,180.59)
Additions during the year (towards options exercised)	925.99	924.12	-	-	-	-	-	1,850.11
Utilised during the year (on account of allotment of shares under ESOP)	(925.99)	-	-	-	-	-	-	(925.99)
Transfer from Share Options Outstanding Account to Securities Premium (towards options exercised)	-	313.87	-	(313.87)	-	-	-	-
Transfer from Share Options Outstanding Account to Retained Earnings (towards vested options cancelled)	-	-	-	(0.17)	0.17	-	-	-
Changes during the year	-	1,237.99	50.00	(26.72)	(11,230.42)	-	-	(9,969.15)
Closing balance as at March 31, 2025	-	3,541.96	1,326.01	553.18	77,037.98	(144.61)	-	82,314.52

*Includes ₹ 0.08 million reclassified from OCI consequent to closure of IFSC Branch (Refer Note 35)

Summary of Material Accounting Policies (Refer Note 1)

Other Notes to the Standalone Financial Statements (Refer Note 2 -53)

The Material Accounting Policies and accompanying notes form an integral part of the Standalone Financial Statements

This is the Standalone Statement of Changes in Equity referred to in our report of even date

For Kirtane & Pandit LLP
Chartered Accountants
Firm Registration No: 105215W/W-100057

Mittal Shah
Partner
Membership No: 147370

For and on behalf of the Board of Directors of
SBI Funds Management Limited

Challa Sreenivasulu Setty
Chairman
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Executive Director & Deputy CEO
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Managing Director & CEO
DIN 10237736

Vinaya Datar
Chief Compliance Officer,
Company Secretary & Head - Legal
M. No 15527

Inderjeet Ghuliani
Chief Financial Officer

Place: Mumbai
Date: April 27, 2026

Place: Mumbai
Date: April 27, 2026

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Company Overview

SBI Funds Management Limited ('SBIFML/ the Company') was incorporated on February 7, 1992, under provisions of the Companies Act, 1956 (Act) and its registered office is situated at 9th Floor, Crescenzo, C-38 & 39, G Block, Bandra-Kurla Complex, Mumbai – 400 051, Maharashtra, India. The Company is a joint venture between SBI and AMUNDI.

The Company was granted approval by Securities and Exchange Board of India (SEBI) under SEBI (Mutual Funds) Regulations, 1993, subsequently replaced by SEBI (Mutual Funds) Regulations, 1996 ('SEBI Regulations'), to act as the Investment Manager of SBI Mutual Fund ('the Fund'). The Company manages the Investment Portfolios of the scheme(s) launched by the Fund and provides various administrative services to the Fund as laid down in the Restated and Amended Investment Management Agreement dated March 12, 2024. The Company has a wholly owned foreign subsidiary namely SBI Funds Management (International) Private Limited, which is based in Mauritius and manages Off-shore Funds.

The Company is registered with SEBI under the SEBI (Portfolio Managers) Regulations, 1993 subsequently replaced by SEBI (Portfolio Managers) Regulations, 2020 and provides Portfolio Management Services (PMS) to domestic and international clients.

The Company offers alternate asset investment products through Alternative Investment Funds (AIF). The Company is acting as an Investment Manager of SBI Alternative Equity Fund & SBI Alternative Debt Fund which is registered with SEBI as a category III & category II AIF respectively under SEBI (Alternative Investment Funds) Regulations, 2012. Further, the Company also acts as an Investment Manager to Corporate Debt Market Development Fund (CDMDF), an AIF set up under SEBI AIF Regulations, for developing a Backstop Facility for development of the corporate debt market by providing backstop facility at the time of market dislocation to benefit the wider corporate debt market.

The Company is also providing the management and advisory services to Category I foreign portfolio investors and Category II foreign portfolio investors through fund manager(s) managing the schemes of the SBI Mutual Fund as permitted under SEBI (Mutual Funds) Regulations, 1996.

The Company had set up its IFSC Branch for carrying out Fund Management activities at IFSC-GIFT City. International Financial Services Centres Authority (IFSCA) had granted certificate of registration dated November 28, 2022, to SBI Funds Management Limited (IFSC Branch) to carry out activities as a Fund Management Entity (Retail) under the IFSCA (Fund Management) Regulations. Subsequently, the Company has also incorporated a wholly owned subsidiary company in IFSC-GIFT City, viz. SBI Funds International (IFSC

Limited on February 7, 2024, after receiving no objection certificate from SEBI, for undertaking Portfolio Management Services and Investment Management activities / services for pooled assets in IFSC-GIFT City. The existing business of SBI Funds Management Limited (IFSC Branch) has been transferred to the Subsidiary Company with effect from August 12, 2024, and accordingly the Company has exited its IFSC Branch structure.

1 Material accounting policies information

This note provides a list of material accounting policies information adopted in the preparation of these Standalone Financial Statements.

1.1 Basis of preparation and presentation

a) Statement of compliance

These Standalone Financial Statements have been prepared and presented on a going concern basis and in accordance with the Indian Accounting Standards ("Ind AS"), as per the Companies (Indian Accounting Standard) Rules, 2015 notified under section 133 of the Companies Act, 2013 ("the Act") and other relevant provisions of the Act, as amended from time to time.

b) Presentation of Standalone Financial Statements

The Company presents its Standalone Balance Sheet in order of liquidity. An analysis regarding recovery or settlement within 12 months after the reporting date and more than 12 months after the reporting date is presented in Note 38.

c) Functional and Reporting currency

Indian Rupee (₹) is the currency of the primary economic environment in which the Company operates and hence the functional currency of the Company. Accordingly, the Standalone Financial Statements is presented in Indian Rupee (₹).

d) Rounding off

All figures have been rounded-off to the nearest million up to two decimal places, unless otherwise indicated.

e) Basis of measurement

The Standalone Financial Statements has been prepared on the historical cost basis except for the following: -

- Financial instruments that are measured at fair value (refer accounting policy regarding financial instruments)



Notes to Standalone Financial Statements

For the year ended March 31, 2026

- Net defined benefit asset/liability – Fair value of plan assets less present value of defined benefit obligations
- Equity settled share-based payments – fair value of the options granted as on the grant date

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

f) Measurement of fair value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

All assets and liabilities for which fair value is measured or disclosed in the Standalone Financial Statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability. This category includes all instruments for which the valuation technique includes inputs that are not observable, and the unobservable inputs have a significant effect on the instrument's valuation.

g) Use of judgements, estimates and assumptions

The preparation of these Standalone Financial Statements in conformity with the recognition and measurement principles of Ind AS requires management to make estimates, judgements and assumptions. These estimates, judgements and assumptions impact application of accounting policies and the reported amount of assets, liabilities, disclosure of contingent assets and liabilities at the date of Standalone Financial Statements and the reported amount of income and expenses for the periods presented.

The management believes that these estimates are prudent and reasonable and are based upon the management's best knowledge of current events and actions as on the reporting date. Actual results could differ from these estimates and differences between actual results and estimates are recognised in the periods in which the results/ actions are known or materialise. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the Standalone Financial Statements are as below:

- Note 1.9(c), Note 9 and Note 11 - Estimates of useful lives and residual value of property, plant and equipment, and other intangible assets.
- Note 6 – impairment of investments in subsidiaries
- Note 9 and Note 11- Impairment test of non-financial assets: Key assumptions underlying recoverable amounts including the recoverability of expenditure on intangible assets.
- Note 16 - Recognition of deferred tax assets.
- Note 29 and 30- Recognition and measurement of provisions and contingencies; key assumptions related to the likelihood and magnitude of an outflow of resources, if any
- Note 33 and 34 - Obligation relating to employee benefits related to actuarial assumptions and share based payments.
- Note 40 - Financial instruments – Fair values, risk management and impairment of financial assets.
- Note 41 - Determination of lease term and discount rate for lease liabilities.

Notes to Standalone Financial Statements

For the year ended March 31, 2026

h) Investments in subsidiaries and associates

Investments in subsidiaries and associates are carried at cost less accumulated impairment losses, if any in its separate financial statements. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of such investments, the difference between net disposal proceeds and the carrying amount are recognised in the Standalone Statement of Profit and Loss.

1.2 Revenue recognition

The Company recognizes revenue from contracts with customers based on a five-step model as set out in Ind AS 115 to determine the timing and magnitude of revenue. The Company applies for the five-step approach for recognition of revenue.

- Identification of contract(s) with customer
- Identification of separate performance obligation in the contract
- Determination of transaction price
- Allocation of transaction price to the separate performance obligation, and
- Recognition of revenue when (or as) each performance obligation is satisfied.

Revenue from Operations

The Company recognises revenue when amount of revenue can be reliably measured and it is probable that future economic benefits will flow to the Company, regardless of when payment is being made.

The following is the description of the activities of the business from which the Company generates its revenue:

(a) Management Fees:

Management fees (net of GST) from mutual fund schemes is recognised on an accrual basis in accordance with the investment management agreement and provision of SEBI (Mutual Fund) Regulations, 1996. The Company receives investment management fees from the mutual fund which is charged as a percent of the Assets Under Management ("AUM"). Revenue from management fees is recognised as and when services are performed over time as the customer simultaneously receives and consumes the benefits provided by the Company.

In case of AIF Scheme management fees is recognised as defined in the offer document, on an accrual basis.

(b) Portfolio Management and Advisory Services:

Portfolio Management Fees and Advisory Fees are recognised on an accrual basis as per the terms of the contract with the respective customers.

These contracts include a single performance obligation (series of distinct services) that is satisfied over time and the management fees and/or advisory fees earned are considered as variable consideration.

The Company, in certain instances also has a right to charge performance fee to the clients if the portfolio achieves a particular level of performance as mentioned in the agreement with the client, to the extent permissible under applicable regulations.

1.3 Other income:

(a) Dividend income:

Dividend income from investments is recognised when the right to receive payment has been established.

(b) Interest income:

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate (EIR) applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition. Interest income is included in other income in the statement of profit and loss.

(c) Recognition of gains and losses from financial instruments:

The realised gains/losses from financial instruments at Fair Value Through Profit and Loss ('FVTPL') represents the difference between the carrying amount of a financial instrument at the beginning of the reporting period, or the transaction price if it was purchased in the current reporting period, and its settlement price.

The unrealised gains/losses represent the difference between the carrying amount of a financial instrument at the beginning of the period, or the transaction price if it was purchased in the current reporting period, and its carrying amount at the end of the reporting period.

1.4 Scheme Expenses

- (a) Recurring expenses of schemes borne by the Company are recognised under respective expense heads in the Standalone Statement of



Notes to Standalone Financial Statements

For the year ended March 31, 2026

Profit and Loss, any recoveries made from the schemes in accordance with provisions of SEBI (Mutual Fund) Regulations 1996 and circular along with guidelines by Association of Mutual Funds in India (AMFI) issued from time to time, are recorded within the same expense head in the Standalone Statement of Profit and Loss.

Expenses of schemes of SBI Mutual Fund, in excess of the stipulated rates (if any), are required to be borne by the Company in accordance with the requirements of SEBI (Mutual Fund) Regulations, 1996, and as such, are charged to the Standalone Statement of Profit and Loss. In case of PMS/AIF scheme, based on the contract, expenses if any, are charged to the Standalone Statement of Profit and Loss.

- (b) Brokerage: Brokerage is paid to the brokers for Portfolio Management and Alternative Investment Schemes as per the terms of agreement entered with respective brokers. Brokerage paid by the Company in line with the applicable regulations is being charged to statement of profit and loss over the contractual period.

- (c) New Fund Offer Expenses: Expenses relating to new fund offer of SBI Mutual Fund are borne by the company and is recognised in the Standalone Statement of Profit and Loss in the year in which they are incurred in accordance with the requirements of SEBI (Mutual Fund) Regulations, 1996.

1.5 Leases

The Company as a lessee:

The Company's lease asset classes primarily consist of leases for office on lease, vehicles and other assets. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company has the right to obtain substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee. The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease

payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

For short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements include the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets.

The lease liability is initially measured at the present value of the future lease payments. The lease payments are discounted using the incremental borrowing rate.

After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made.

Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment whether it will exercise an extension or a termination option. Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

1.6 Foreign currencies

Foreign Currency transactions and translations

Foreign currency transactions are translated into functional currency using respective currency exchange rates prevailing on the date when the transaction first qualifies for recognition.

i. Monetary items:

Foreign exchange gains or losses realized upon settlement of transactions or translation of monetary assets and liabilities denominated in foreign currencies are recognized in statement of profit and loss using reporting date exchange rates.

Notes to Standalone Financial Statements

For the year ended March 31, 2026

ii. Non-monetary items:

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions.

Non-monetary items that are measured at fair value in a foreign currency are translated into functional currency at the exchange rate when fair value is determined.

The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or statement of profit and loss, respectively).

1.7 Employee benefits

(a) Defined Contribution Plan:

• Provident Fund

The Company has defined contribution plans for post-employment benefits in the form of Provident fund. Under the Provident Fund plan, the Company contributes to Government administered Provident Fund on behalf of employees. The Company has no further obligation beyond making the contribution.

The Company's contribution to Government Provident Fund is charged to the Statement of Profit and Loss.

• Superannuation

Superannuation fund is a defined contribution plan. In case employee opts for superannuation fund, the Company contributes a sum equivalent to 15% of basic salary plus dearness pay of the eligible managerial cadre employees' salary to the Superannuation Fund administered by trustees and managed by the Life Insurance Corporation of India. The Company recognizes such contribution as an expense as and when incurred.

• National Pension System (NPS)

NPS is a defined contribution scheme. In case employee opts for NPS, the Company contributes a sum not exceeding 10% of basic salary plus dearness pay of the eligible employees' salary to the NPS. The Company recognizes such contribution as an expense as and when incurred.

(b) Defined Benefit Plan - Gratuity

Gratuity liability is a defined benefit obligation and is funded through a Gratuity Fund administered by trustees and managed by the Life Insurance Corporation of India. The Company accounts for liability for future gratuity benefits based on the actuarial valuation using Projected Unit Credit Method carried out as at the end of each financial year. Net interest expense and other expenses related to defined benefit plans are recognized in the Statement of Profit and Loss. The Company recognizes the net obligation of a defined benefit plan in its balance sheet as an asset or liability, as the case may be. The discount rate is based on the government securities yield that have terms approximating to the terms of the related obligation. Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are recorded in other comprehensive income in the statement of comprehensive income in the period in which they arise.

(c) Other Long-term employee benefit obligation:

All eligible employees of the Company are eligible for the encashment of leave or leave with pay subject to certain rules, long term service awards and retirement benefit on attaining the superannuation.

The cost of providing other long-term benefits is determined based on independent actuarial valuation carried out as at the end of each financial year.

(d) Employee Share Based Payments:

Equity-settled share-based payments to employees and others providing similar services are measured at the fair value of the equity instruments at the grant date.

The fair value determined at the grant date of the equity-settled share-based payments is expensed on amortised basis over the vesting period, based on the Company's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Company revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognised in statement of profit and loss such that the cumulative expense reflects the revised estimate, with a corresponding adjustment to the equity-settled employee benefits reserve.



Notes to Standalone Financial Statements

For the year ended March 31, 2026

(e) Short term employee benefits

Short term employee benefits are employee benefits that are expected to be settled wholly before 12 months after the end of the reporting period in which the employees render the related service. Short term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid, if the Company has a present obligation to pay this amount as a result of past service provided by the employee, and the amount of obligation can be estimated reliably.

1.8 Income taxes

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred taxes are recognised in Statement of Profit and Loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity, respectively.

(a) Current tax

Current income tax for current and prior period is recognised at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are substantively enacted at the end of reporting period.

Current income taxes are recognised in the statement of profit and loss except for items those are recognised outside profit or loss (either in other comprehensive income or in equity), related tax for such items are recognised either in Other Comprehensive income or in Equity.

Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance tax paid and income tax provision arising in the same tax jurisdiction and where the relevant tax paying units intends to settle the asset and liability on a net basis.

(b) Deferred tax

Deferred tax is recognized using the balance sheet approach. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates that have been enacted or substantively enacted at the reporting date.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the deferred tax asset to be recovered.

Deferred tax liabilities are generally recognised for all taxable temporary differences except for investment in subsidiary and associate, when the timings of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

The Company offsets deferred tax assets and deferred tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

1.9 Property, plant and equipment

(a) Recognition and measurement

The cost of an item of property, plant and equipment shall be recognised as an asset if, and only if it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

All items of property, plant and equipment are stated at historical cost less accumulated depreciation and impairment losses, if any. Historical cost includes expenses directly attributable to the acquisition of an asset.

Cost of an item of property, plant and equipment comprises of its purchase price (after deducting trade discounts and rebates) including import duties and non-refundable taxes, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

Advances paid towards the acquisition of property, plant and equipment and the cost of property, plant and equipment not ready for use before the reporting date are disclosed separately in the property and equipment schedule.

Improvements to leasehold premises are amortised over the primary lease period subject to a maximum period of five years.

Notes to Standalone Financial Statements

For the year ended March 31, 2026

(b) Subsequent expenditure

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to profit and loss during the reporting period in which they are incurred.

(c) Depreciation

Depreciation on property, plant and equipment is recognised using Straight Line Method (SLM) to expense the cost less residual values over estimated useful lives as prescribed under schedule II of Companies Act, 2013. Estimated useful lives of property, plant and equipment as stipulated under Schedule II of the Companies Act, 2013 and adopted by management for various block of assets in as under:

Assets	Useful life (in years)
Office Premises	60
Computers- Servers and networks	6
Computers- End user devices, such as, desktops, laptops, etc.	3
Furniture and fixtures	10
Office Equipment (including Electrical Installation & Building Management systems)	5
Glow Sign Board	2
Vehicles	8

Depreciation on assets purchased or sold during the year is recognised in the statement of profit and loss on a pro-rata basis from the date of addition or as the case may be, up to the date on which the asset is sold.

All fixed assets individually costing less than ₹ 5,000 are fully depreciated in the year of purchase/acquisition.

Estimated useful lives and residual values are reviewed at the end of each financial year and changes, if any, are accounted prospectively.

(d) Capital work in progress

Projects under which property plant and equipment are not ready for their intended use are carried at cost less accumulated impairment losses. Cost comprises direct cost, inclusive of taxes, duties, freight, and other incidental expenses.

1.10 Intangible assets

(a) Recognition and measurement

Intangible assets are initially measured at cost and subsequently measured at cost less accumulated amortization and accumulated impairment loss, if any.

Initial cost of software implementation is capitalised and any subsequent maintenance cost or enhancement cost are expensed out to statement of profit and loss unless it meets recognition criteria.

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation expense is recognised on a straight-line basis over their estimated useful lives in the statement of profit and loss. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

(b) Useful lives of intangible assets

Estimated useful lives of the intangible assets adopted by management are as follows:

Description of assets	Useful lives (In years)	Method of depreciation / amortization
Computer software	3-6 years	SLM
Website development cost	3 years	SLM
Copyright licenses	5 years	SLM

(c) Intangible assets under development

The intangible asset under development includes cost of intangible assets that are not ready for their intended use less accumulated impairment losses (if any).

1.11 De-recognition of PPE and Intangible Assets

Carrying amount (net of accumulated depreciation and amortisation) of property, plant and equipment and intangible asset is derecognised upon its disposal or when no future economic benefits are expected to arise from the continued use of the asset.

Any gains or losses arising on such disposal is determined based on difference between net proceeds and carrying amount and such gains or losses are recognised in statement of profit and loss.



Notes to Standalone Financial Statements

For the year ended March 31, 2026

1.12 Provisions, contingent liability and contingent asset

(a) Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past events, 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.

The expenses relating to a provision is presented in the statement of profit and loss net of any reimbursement.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of reporting period. The discount rate used to determine the present value is pre-tax rate that reflects current market assessments of the time value of money and the risk specified to the liability. The increase in provision due to passage of time is recognised as finance cost.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received, and the amount of the receivable can be measured reliably.

(b) Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured with sufficient reliability. The Company does not recognize a contingent liability but discloses its existence in the Standalone Financial Statements unless the possibility of an outflow of economic resources is considered remote.

Contingent Liabilities in respect of show cause notices are considered only when converted into demands.

Loss contingencies arising from claims, litigation, assessment, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

(c) Contingent asset

A contingent asset is not recognised but disclosed in the Standalone Financial Statements where an inflow of economic benefit is probable.

Capital commitments include the amount of purchase order (net of advance) issued to counterparties for supplying/ development of assets and other commitment represent the amounts pertaining to investments which have been committed but not called for.

Provisions, contingent assets, contingent liabilities and commitments are reviewed at each balance sheet date.

1.13 Financial instruments

(a) Initial recognition

The Company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognized at fair value on initial recognition, except for trade receivables which are initially measured at transaction price.

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as measured at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- 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.

A financial asset is measured at Fair Value through Other Comprehensive Income ('FVOCI') if it meets both of the following conditions and is not designated as measured at FVTPL:

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and

Notes to Standalone Financial Statements

For the year ended March 31, 2026

- 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.

All financial assets not classified as measured at amortised cost or FVOCI as described above are measured at FVTPL. On initial recognition, the Company may irrevocably designate a financial asset as measured at FVTPL that otherwise meets the requirements to be measured at amortised cost or at FVOCI, if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

(b) Assessment whether contractual cash flows are solely payments of principal and interest (SPPI)

For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Company considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Company considers:

- contingent events that would change the amount or timing of cash flows;
- terms that may adjust the contractual coupon rate, including variable interest rate features;
- prepayment and extension features; and
- terms that limit the Company's claim to cash flows from specified assets

(c) Subsequent measurement and gains and losses:

- Financial assets carried at amortised cost**
These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment losses are recognised in the Statement

of Profit and Loss. Any gain or loss on derecognition is recognised in the Statement of Profit and Loss.

ii. Financial assets at FVTPL

These assets are subsequently measured at fair value. Net gains and losses, any interest or dividend income, are recognised and are presented separately in the Statement of Profit and Loss.

iii. Derecognition of Financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

iv. Impairment of financial assets

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit or loss (FVTPL).

Expected credit losses are measured through a loss allowance at an amount equal to:

- The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or
- Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

For trade receivables Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date, these historical default rates are reviewed and changes in the forward-looking estimates are analysed.

For other assets, the Company uses 12-month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.



Notes to Standalone Financial Statements

For the year ended March 31, 2026

Expected credit losses are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e., the difference between the cash flows due to the Company in accordance with the contract and the cash flows which the Company expects to receive). Expected credit losses are discounted at the effective interest rate of the financial asset.

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets.

v. Write off

The gross carrying amount of a financial asset is written off (either partially or in full) to the extent that there is no realistic prospect of recovery. This is generally the case when the Company determines that the counter party does not have assets or sources of income that could generate cash flows to repay the amounts. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Company's procedures for recovery of amounts due.

vi. Financial liabilities

Financial liabilities are subsequently carried at amortized cost. 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.

vii. Derecognition of financial liabilities

The Company derecognises financial liabilities when the Company's obligations are discharged, cancelled or have expired.

viii. Equity instruments:

All equity investments in scope of Ind-AS 109 are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Company decides to classify the same either as at FVTOCI or FVTPL. The Company makes such election on an instrument-by instrument basis. The classification is made on initial recognition and is irrevocable. If the Company decides to classify an equity instrument as at FVTOCI,

then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to Statement of Profit and Loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit and Loss.

ix. Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

1.14 Earnings per share

The basic earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the year.

The diluted earnings per share is computed by dividing profit after tax attributable to the equity shareholders adjusted for the effects of all dilutive potential ordinary shares by the weighted average number of equity shares outstanding plus the weighted average number of equity shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares. Dilutive potential equity shares are deemed converted as at the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

The number of equity shares used in computing diluted earnings per share comprises the weighted average number of shares considered for deriving basic earnings per share and also weighted average number of equity shares which would have been issued on the conversion of all dilutive potential shares, unless they are anti-dilutive.

1.15 Dividends

Final dividends on shares are recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the company's Board of Directors.

Notes to Standalone Financial Statements

For the year ended March 31, 2026

1.16 Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, call deposits and other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

1.17 Impairment of Non- Financial assets

The Company's non-financial assets, other than deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

The recoverable amount of an asset is the higher of its value in use and its fair value. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to it.

An impairment loss is recognized if the carrying amount of an asset exceeds its estimated recoverable amount. Impairment losses are recognized in the Standalone Statement of Profit and Loss.

In respect of other assets for which impairment loss has been recognised in prior periods, the Company reviews at each reporting date whether there is any indication that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised. Reversal of impairment loss is recognised as income in the Standalone Statement of Profit and Loss.

1.18 Impairment of investment in subsidiaries and associate

The Company reviews its carrying value of investments in subsidiaries and associate when there is indication for impairment. If the recoverable amount is less than its carrying amount, the impairment loss is accounted for. Determining whether the investment in subsidiaries and associate is impaired requires an estimate in the value in use of investments.

1.19 Operating Segments

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM). The CODM's

function is to allocate the resources of the Company and assess the performance of the operating segments of the Company.

1.20 Standards Issued/Amendments

Recent pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. During the year ended March 31, 2026, MCA notified amendments to the following standards which are applicable with effect from April 1, 2025:

- Ind AS 21 - The Effects of Changes in Foreign Exchange Rates - The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements.
- Ind AS 1, Presentation of Financial Statements – The amendment relates to classification of liabilities as current or non-current and non-current liabilities with covenants. In the context of classifying a liability as current, it removes the requirement of existence of a right to defer settlement for at least 12 months after the reporting date and instead requires that the said right should exist on the reporting date and have substance. The amendment also introduces guidance on classification of liabilities with covenants. The Company has no impact of these amendments in its classification criteria of current and non-current liabilities.
- Ind AS 7, Statement of Cash Flows and Ind AS 107 - Financial Instruments: Disclosures – The amendment in Ind AS 7 requires informing users of financial statements of the existence of supplier finance arrangements and explain the nature of the arrangements, the carrying amount of liabilities and the range of payment due dates. Ind AS 107 has been amended to add supplier finance arrangements as a factor that may cause concentration of liquidity risk. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements.
- Ind AS 12, International Tax Reform – Pillar Two Model Rules applicable immediately. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements

Standards issued/amended but not yet effective

- There is no such notification on accounting standards which would have been applicable to the Company from April 1, 2026.



Notes to Standalone Financial Statements

For the year ended March 31, 2026

2 Cash and cash equivalents

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Cash on hand	0.02	0.05
Cheques in hand	-	-
Balance with banks*		
• in current accounts	141.41	128.26
Total	141.43	128.31

(*Refer Note 44 for Related Party Disclosures)

3 Bank balance other than cash and cash equivalents above

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Earmarked balances with banks*		
• Unclaimed dividend	4.46	0.67
• Unspent Corporate Social Responsibility ('CSR')	317.64	270.23
Other bank balances [including interest accrued]*		
• Fixed deposits with banks (security against bank guarantee)#	437.67	313.67
• Fixed deposits with banks (others)	7.57	5.87
Total	767.34	590.44

#Consists of amount towards lien created for PMS activities towards performance of PMS operational activities

₹ 437.67 million ₹ 313.67 million

(*Refer Note 44 for Related Party Disclosures)

4 Trade receivables*

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
(a) Receivables considered good - secured	-	-
(b) Receivables considered good - unsecured		
i. Management fees receivable	392.69	673.96
ii. Portfolio management and other advisory fees receivable	480.64	533.72
(c) Receivables which have significant increase in credit risk	-	-
(d) Receivables – credit impaired	-	-
Total	873.33	1,207.68

Loss allowance

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
(a) Receivables considered good - secured	-	-
(b) Receivables considered good - unsecured		
i. Management fees receivable	-	-
ii. Portfolio management and other advisory fees receivable	-	-
(c) Receivables which have significant increase in credit risk	-	-
(d) Receivables – credit impaired	-	-
Total	-	-

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Net trade receivables

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
(a) Receivables considered good - secured	-	-
(b) Receivables considered good - unsecured	-	-
i. Management fees receivable	392.69	673.96
ii. Portfolio management and other advisory fees receivable	480.64	533.72
(c) Receivables which have significant increase in credit risk	-	-
(d) Receivables – credit impaired	-	-
Total	873.33	1,207.68

Receivables considered good - unsecured

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
a. Undisputed		
• Unbilled	214.03	216.91
• Billed but not due	-	-
• Billed and due	659.30	990.77
b. Disputed	-	-
Total	873.33	1,207.68

Trade receivables - ageing schedule

Undisputed receivables considered good - unsecured

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Unbilled (A)	214.03	216.91
Outstanding for following periods from the date of transaction		
• Less than 6 Months	636.09	960.89
• 6 Months - 1 year	23.21	28.50
• 1 - 2 years	-	1.38
• 2 - 3 years	-	-
• more than 3 years	-	-
Total outstanding (B)	659.30	990.77
Total (A+B)	873.33	1,207.68

(*Refer Note 44 for Related Party Disclosures)

(No debts are due from directors or other officers or any of them either severally or jointly with any other person. No debts are due from firms, Limited Liability Partnerships or private companies in which any director is a partner or a director or a member.)

Notes to Standalone Financial Statements

For the year ended March 31, 2026

5 Loans*

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
At amortized cost		
(i) Staff Loans		
(a) Loans receivable considered good - secured**	0.99	1.26
(b) Loans receivable considered good - unsecured	0.96	1.25
(ii) Loan to Employee Welfare Trust (EWT) [®]		
(a) Loans receivable considered good - secured	-	-
(b) Loans receivable considered good - unsecured [#]	-	326.52
Total – Gross loans (A)	1.95	329.03
(i) Loans within India	1.95	329.03
(ii) Loans outside India	-	-
Total (B)	1.95	329.03
Less: Provision for loss allowance (C)	-	-
Total (D) = (A) - (C)	1.95	329.03

(*Refer Note 44 for Related Party Disclosures)

**Staff loans include housing loans which are secured against the respective asset)

[®]Loan was granted to EWT pursuant to amended ESOP policy approved by the shareholders for the period of 5 years)

[#]During the year, the Company has fully written off a loan of ₹ 85.69 million outstanding from SBI Funds Management Limited – Employee Welfare Trust, “EWT”, being considered irrecoverable as trust does not have any future cash flows.)

6 Investments

As at March 31, 2026

Particulars	Amortised Cost	At Fair Value			Others	Total
		Through Other Comprehensive Income	Through Profit & Loss	Subtotal		
	1	2	3	4 = (2+3)	5	6 = (1+4+5)
Mutual Fund units	-	-	42,707.88	42,707.88	-	42,707.88
Alternative Investment Funds	-	-	682.46	682.46	-	682.46
Debt Securities	12,702.80	-	-	-	-	12,702.80
Investment in Subsidiaries*	-	-	-	-	250.44	250.44
Investment in Associates*	-	-	-	-	60.03	60.03
Investment in Equity Shares	-	-	201.91	201.91	0.01	201.92
Total – Gross Investments (A)	12,702.80	-	43,592.25	43,592.25	310.48	56,605.53
(i) Overseas Investments	-	-	-	-	0.44	0.44
(ii) Investments in India	12,702.80	-	43,592.25	43,592.25	310.04	56,605.09
Total (B)	12,702.80	-	43,592.25	43,592.25	310.48	56,605.53
Less: Impairment loss allowance (C)	-	-	-	-	-	-
Total – Net Investment (D) = (A)-(C)	12,702.80	-	43,592.25	43,592.25	310.48	56,605.53

Notes to Standalone Financial Statements

For the year ended March 31, 2026

As at March 31, 2025

Particulars	Amortised Cost	At Fair Value		Subtotal	Others	Total
		Through Other Comprehensive Income	Through Profit & Loss			
		1	2			
Mutual Fund units	-	-	57,359.53	57,359.53	-	57,359.53
Alternative Investment Funds	-	-	665.31	665.31	-	665.31
Debt Securities	21,457.61	-	-	-	-	21,457.61
Investment in Subsidiaries*	-	-	-	-	250.44	250.44
Investment in Associates*	-	-	-	-	60.03	60.03
Investment in Equity Shares	-	-	202.70	202.70	0.01	202.71
Investment in InVIT	-	-	825.00	825.00	-	825.00
Total – Gross Investments (A)	21,457.61	-	59,052.54	59,052.54	310.48	80,820.63
(i) Overseas Investments	-	-	-	-	0.44	0.44
(ii) Investments in India	21,457.61	-	59,052.54	59,052.54	310.04	80,820.19
Total (B)	21,457.61	-	59,052.54	59,052.54	310.48	80,820.63
Less: Impairment loss allowance (C)	-	-	-	-	-	-
Total – Net Investment (D) = (A)-(C)	21,457.61	-	59,052.54	59,052.54	310.48	80,820.63

(*Investment in Subsidiary and Associate are carried at cost)

7 Other financial assets*

(Considered good - Unsecured)

Particulars	As at	
	March 31, 2026	March 31, 2025
Security deposits	99.90	88.83
Others [#]	94.38	4.90
Total	194.28	93.73

(*Refer Note 44 for Related Party Disclosures)

([#]The Company has incurred costs and expenses relating to the proposed Initial Public Offer (IPO) amounting to ₹ 93.63 million up to March 31, 2026 on behalf of the Promoter Selling Shareholders, SBI and Amundi India Holding. As per the terms of the Offer Agreement dated March 19, 2026, each Promoter Selling Shareholder shall reimburse the Company for such IPO-related expenses on a pro rata basis, in proportion to their shares expected to be offered to the public.)

8 Current tax assets (Net of provision for tax)

Particulars	As at	
	March 31, 2026	March 31, 2025
Advance income tax	391.95	43.67
Total	391.95	43.67

Notes to Standalone Financial Statements

For the year ended March 31, 2026

9 Property, plant and equipment

As at March 31, 2026

Particulars	Gross Block (At Cost)				Accumulated Depreciation				Net Block
	As at April 1, 2025	Additions	Deductions/ Adjustment	As at March 31, 2026	As at April 1, 2025	For the year	Deductions/ Adjustment	As at March 31, 2026	As at March 31, 2026
	Building*	1,501.82	1,171.15	-	2,672.97	213.62	35.15	-	248.77
Electrical Fittings (including Building Management Systems)	9.92	15.05	0.04	24.93	9.87	1.47	0.04	11.30	13.63
Furniture and Fixtures	103.99	47.68	0.85	150.82	76.04	7.99	0.77	83.26	67.56
Vehicles	4.36	-	-	4.36	4.28	0.06	-	4.34	0.02
Office Equipment	169.53	44.17	4.20	209.50	101.50	25.84	4.09	123.25	86.25
Right-of-use asset [#]	2,267.65	339.67	57.94	2,549.38	1,116.15	298.44	29.55	1,385.04	1,164.34
Computers	237.20	4.83	54.28	187.75	224.17	7.19	54.26	177.10	10.65
Leasehold Improvements	275.06	48.70	0.03	323.73	166.78	38.21	0.02	204.97	118.76
Total	4,569.53	1,671.25	117.34	6,123.44	1,912.41	414.35	88.73	2,238.03	3,885.41

As at March 31, 2025

Particulars	Gross Block (At Cost)				Accumulated Depreciation				Net Block
	As at April 1, 2024	Additions	Deductions/ Adjustment	As at March 31, 2025	As at April 1, 2024	For the year	Deductions/ Adjustment	As at March 31, 2025	As at March 31, 2025
Building*	1,501.82	-	-	1,501.82	186.92	26.70	-	213.62	1,288.20
Electrical Fittings (including Building Management Systems)	9.53	0.51	0.12	9.92	9.47	0.53	0.13	9.87	0.05
Furniture and Fixtures	95.46	9.94	1.41	103.99	70.68	6.54	1.18	76.04	27.95
Vehicles	4.36	-	-	4.36	3.94	0.34	-	4.28	0.08
Office Equipment	145.19	26.96	2.62	169.53	83.79	20.25	2.54	101.50	68.03
Right-of-use asset [#]	1,879.20	429.34	40.89	2,267.65	856.31	277.51	17.67	1,116.15	1,151.50
Computers	248.97	1.59	13.36	237.20	227.17	10.22	13.22	224.17	13.03
Leasehold Improvements	226.77	51.55	3.26	275.06	140.60	29.07	2.89	166.78	108.28
Total	4,111.30	519.89	61.66	4,569.53	1,578.88	371.16	37.63	1,912.41	2,657.12

(*On long term assignment basis)

Notes to Standalone Financial Statements

For the year ended March 31, 2026

#Right-of-use asset

As at March 31, 2026

Particulars	Gross Block (At Cost)				Accumulated Depreciation				Net Block
	As at April 1, 2025	Additions	Deductions/ Adjustment	As at March 31, 2026	As at April 1, 2025	For the year	Deductions/ Adjustment	As at March 31, 2026	As at March 31, 2026
	Building	1,978.79	236.88	44.21	2,171.46	946.49	246.15	25.01	1,167.63
Computers	250.33	99.70	0.53	349.50	150.11	48.22	0.21	198.12	151.38
Vehicles	38.53	3.09	13.20	28.42	19.55	4.07	4.33	19.29	9.13
Total	2,267.65	339.67	57.94	2,549.38	1,116.15	298.44	29.55	1,385.04	1,164.34

As at March 31, 2025

Particulars	Gross Block (At Cost)				Accumulated Depreciation				Net Block
	As at April 1, 2024	Additions	Deductions/ Adjustment	As at March 31, 2025	As at April 1, 2024	For the year	Deductions/ Adjustment	As at March 31, 2025	As at March 31, 2025
	Building	1,679.38	340.30	40.89	1,978.79	741.99	222.17	17.67	946.49
Computers	175.60	74.73	-	250.33	102.85	47.26	-	150.11	100.22
Vehicles	24.22	14.31	-	38.53	11.47	8.08	-	19.55	18.98
Total	1,879.20	429.34	40.89	2,267.65	856.31	277.51	17.67	1,116.15	1,151.50

10 Capital work-in-progress

Particulars	As at	
	March 31, 2026	March 31, 2025
Capital work-in-progress	-	1,099.65
Total	-	1,099.65

10.1 Capital work-in-progress ageing Schedule

Particulars	Ageing	Projects in progress	Projects temporarily suspended
As at March 31, 2026	Less than 1 year	-	-
	1-2 years	-	-
	2-3 years	-	-
	More than 3 years	-	-
	Total	-	-
As at March 31, 2025	Less than 1 year	1,099.65	-
	1-2 years	-	-
	2-3 years	-	-
	More than 3 years	-	-
	Total	1,099.65	-

There are no capital work-in-progress as at March 31, 2026 and March 31, 2025 whose completion is overdue or has exceeded its cost as compared to original plan.

Notes to Standalone Financial Statements

For the year ended March 31, 2026

11 Other intangible assets

As at March 31, 2026

Particulars	Gross Block (At Cost)				Accumulated Amortisation				Net Block
	As at April 1, 2025	Additions	Deductions/ Adjustment	As at March 31, 2026	As at April 1, 2025	For the year	Deductions/ Adjustment	As at March 31, 2026	As at March 31, 2026
	Computer software	236.74	2.95	-	239.69	234.34	1.55	-	235.89
Copyright license	3.35	-	-	3.35	1.76	0.35	-	2.11	1.24
Website development cost	75.61	-	-	75.61	45.25	20.54	-	65.79	9.82
Total	315.70	2.95	-	318.65	281.35	22.44	-	303.79	14.86

As at March 31, 2025

Particulars	Gross Block (At Cost)				Accumulated Amortisation				Net Block
	As at April 1, 2024	Additions	Deductions/ Adjustment	As at March 31, 2025	As at April 1, 2024	For the year	Deductions/ Adjustment	As at March 31, 2025	As at March 31, 2025
	Computer software	235.49	1.25	-	236.74	229.41	4.93	-	234.34
Copyright license	1.58	1.77	-	3.35	1.58	0.18	-	1.76	1.59
Website development cost	75.61	-	-	75.61	22.38	22.87	-	45.25	30.36
Total	312.68	3.02	-	315.70	253.37	27.98	-	281.35	34.35

12 Other non-financial assets

(Considered good - Unsecured)

Particulars	As at	
	March 31, 2026	March 31, 2025
Prepaid expenses	227.22	172.84
GST paid:		
Under protest*	62.58	62.58
For appeals#	131.93	65.97
Balance with statutory authorities (Net)	164.48	154.18
Others	106.28	57.95
Total	692.49	513.52

(*Refer Note No 30)

(#Refer Note No 29)

13 Trade payables*

Particulars	As at	
	March 31, 2026	March 31, 2025
(i) Total outstanding dues of micro enterprises and small enterprises**	32.36	24.43
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	198.82	161.79
Total	231.18	186.22

(*Refer Note 44 for Related Party Disclosures)

**Refer Note 45 for disclosure)

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Trade payables - micro enterprises and small enterprises

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
a. Undisputed		
• Unbilled	-	-
• Billed but not due for payment	-	-
• Billed and due for payment	32.36	24.43
b. Disputed	-	-
Total	32.36	24.43

Trade payables - creditors other than micro enterprises and small enterprises

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
a. Undisputed		
• Unbilled	88.47	113.43
• Billed but not due for payment	-	-
• Billed and due for payment	110.35	48.36
b. Disputed	-	-
Total	198.82	161.79

Trade payables - ageing schedule

Micro enterprises and small enterprises

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Unbilled (A)	-	-
Outstanding for following periods from due date of payment		
• Less than 1 year	32.36	24.43
• 1 - 2 years	-	-
• 2 - 3 years	-	-
• more than 3 years	-	-
Total outstanding (B)	32.36	24.43
Total (A+B)	32.36	24.43

Other than micro enterprises and small enterprises

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Unbilled (A)	88.47	113.43
Outstanding for following periods from due date of payment		
• Less than 1 year	110.35	48.36
• 1 - 2 years	-	-
• 2 - 3 years	-	-
• more than 3 years	-	-
Total outstanding (B)	110.35	48.36
Total (A+B)	198.82	161.79

Notes to Standalone Financial Statements

For the year ended March 31, 2026

14 Other financial liabilities

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Other liabilities		
i. Earnest money deposit*	0.08	0.09
ii. Retention money*	7.74	2.95
iii. Unclaimed dividend	4.46	0.62
iv. Creditors for capital expenditure*	3.34	0.23
v. Lease liabilities [®]	1,298.77	1,267.82
vi. Expenses payable	10.12	0.19
vii. Other payables	36.24	-
Total	1,360.75	1,271.90

(*Refer Note 45 for disclosure)

([®]Refer Note 41 for disclosure)

15 Provisions

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Provision for employee benefits	1,407.15	1,379.73
Provision for contingencies*	116.05	156.05
Provision for expenses	42.30	37.42
Total	1,565.50	1,573.20

(*Refer Note 30 for disclosure)

16 Deferred tax liabilities (Net)*

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Deferred tax assets	(528.87)	(520.30)
Deferred tax liabilities	1,584.12	1,897.75
Total	1,055.25	1,377.45

(*Refer Note 27 for disclosure)

17 Other non-financial liabilities

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
CSR payable	317.64	270.23
Statutory dues payable		
• Withholding taxes	21.37	16.22
• Others	0.22	0.18
Total	339.23	286.63

Notes to Standalone Financial Statements

For the year ended March 31, 2026

18 Equity share capital

Authorised equity share capital (face value of equity shares of ₹ 1 each)

Particulars	No. of Shares	(₹ In millions)
		Amount
As at April 1, 2025	52,50,00,000	525.00
Changes during the year	1,57,50,00,000	1,575.00
As at March 31, 2026	2,10,00,00,000	2,100.00
As at April 1, 2024	52,50,00,000	525.00
Changes during the year	-	-
As at March 31, 2025	52,50,00,000	525.00

Issued, subscribed and fully paid-up (face value of equity shares of ₹ 1 each)

Particulars	No. of Shares	(₹ In millions)
		Amount
As at April 1, 2025	50,82,08,551	508.21
Changes during the year	1,52,86,19,061	1,528.62
As at March 31, 2026	2,03,68,27,612	2,036.83
As at April 1, 2024	50,63,39,626	506.34
Changes during the year	18,68,925	1.87
As at March 31, 2025	50,82,08,551	508.21

18.1 Reconciliation of number of shares outstanding at the beginning and at the end of the reporting period (face value of equity shares of ₹ 1 each)

Particulars	(₹ In millions)				
	Outstanding at the beginning of the year	Add : Shares issued during the year on exercise of stock options	Add : Issue of bonus shares	Outstanding at the end of the year	
As at March 31, 2026	No of Shares (₹ In millions)	50,82,08,551 508.21	21,23,601 2.12	1,52,64,95,460 1,526.50	2,03,68,27,612 2,036.83
As at March 31, 2025	Number of shares (₹ In millions)	50,63,39,626 506.34	18,68,925 1.87	- -	50,82,08,551 508.21

The Company has only one class of equity shares having a par value of ₹ 1 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting, except in the case of an interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

18.2 Details of shares held by holding company

Particulars	State Bank of India	
	No of Shares	(₹ In millions)
As at March 31, 2026 (Post Bonus)	1,26,00,00,000	1,260.00
	% Shareholding	61.86%
As at March 31, 2025	No of Shares	31,50,00,000
	(₹ In millions)	315.00
	% Shareholding	61.98%

Notes to Standalone Financial Statements

For the year ended March 31, 2026

18.3 Details of share holders holding more than 5% shares

Particulars	State Bank of India		Amundi India Holding, a wholly owned subsidiary of Amundi Asset Management
	No of Shares	(₹ In millions)	(₹ In millions)
As at March 31, 2026 (Post Bonus)	1,26,00,00,000	1,260.00	74,00,00,000
	% Shareholding	61.86%	36.33%
As at March 31, 2025	No of Shares	31,50,00,000	18,50,00,000
	% Shareholding	61.98%	36.40%

18.4 Details of Shareholding of Promoters

Shares held by promoters at the end of the year March 31, 2026 (Post Bonus)			% Change during the year
Promoter name	No. of shares	% of total shares	
State Bank of India	1,26,00,00,000	61.86%	(0.12)%
Amundi India Holding*	74,00,00,000	36.33%	(0.07)%
Amundi Asset Management*	-	-	-

(*Refer Note 18.8 below)

Shares held by promoters at the end of the year March 31, 2025			% Change during the year
Promoter name	No. of shares	% of total shares	
State Bank of India	31,50,00,000	61.98%	(0.23)%

18.5 On December 19, 2025, the Company had allotted 1,526,495,460 bonus equity shares of ₹ 1/- each (fully paid up) in the proportion of 3 bonus equity share for every 1 fully paid up equity share to eligible shareholders whose names appeared in the Register of Members / Statement of Beneficial Owner as on December 18, 2025, being the record date fixed for this purpose, based on the approval of the shareholders of the Company at the Twenty-Fourth Extra-Ordinary General Meeting held on December 9, 2025 by capitalization of an aggregate amount of ₹ 1,526.50 million standing to share premium account. The said bonus equity shares rank pari passu in all respects with the existing equity shares of the Company.

18.6 11,922,312 (post-bonus) [March 31, 2025: 3,338,469] equity shares of ₹ 1 each are reserved for issuance towards outstanding ESOP (Refer Note No 33)

18.7 During the current year 2,123,601 nos. of equity shares (year ended March 31, 2025: 1,868,925 nos.) at a face value of ₹ 1 each have been issued to employees on exercise of ESOP.

18.8 The Board of the Company in its meeting held on February 16, 2026, has identified State Bank of India, Amundi India Holding and Amundi Asset Management as the promoters of the Company. However, Amundi Asset Management does not hold any shares in the Company

18.9 Aggregate number of equity shares issued as bonus other than cash and shares bought back during the period of five years immediately preceding the reporting date:

Particulars	March 31, 2026	March 31, 2025
Equity shares allotted as fully paid bonus shares by capitalization of securities premium	1,52,64,95,460	-

Notes to Standalone Financial Statements

For the year ended March 31, 2026

19 Other equity

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Share application amount[®]		
Balance at the beginning of the year	-	-
Add: Addition during the year	632.45	925.99
Less: transferred to:	-	-
• Paid up capital	(2.12)	(1.87)
• Securities premium account	(630.33)	(924.12)
Sub-total	-	-
Reserves and surplus		
(a) General reserve		
Balance at the beginning of the year	1,326.01	1,276.01
Add: Transfer from retained earnings	50.00	50.00
Sub-total (a)	1,376.01	1,326.01
(b) Securities premium		
Balance at the beginning of the year	3,541.96	2,303.97
Less: Issue of bonus shares	(1,526.50)	-
Add: Transfer from share application account	630.33	924.12
Add: Transfer from ESOP outstanding account	285.27	313.87
Sub-total (b)	2,931.06	3,541.96
(c) Retained earnings		
Balance at the beginning of the year	77,037.98	62,953.81
Add: Profit for the year	30,512.61	25,314.59
Add: Transfer from ESOP Outstanding account [#]	0.59	0.17
Less: Transfer to general reserve	(50.00)	(50.00)
Less: Interim dividend [*]	(55,171.77)	(11,180.59)
Sub-total (c)	52,329.41	77,037.98
(d) Share option outstanding account (employee stock options)		
Balance at the beginning of the year	553.18	579.90
Add: Additions during the year	220.48	287.32
Less: Transfer to securities premium account	(285.27)	(313.87)
Less: Transfer to retained earnings [#]	(0.59)	(0.17)
Sub-total (d)	487.80	553.18
Foreign currency translation reserve		
Balance at the beginning of the year	-	0.08
Less: Reclassified to the Standalone Statement of Profit And Loss	-	(0.08)
Sub-total	-	-
Other comprehensive income		
Balance at the beginning of the year (Net)	(144.61)	(51.06)
Add: Movement during the year	0.16	(93.55)
Sub-total	(144.45)	(144.61)
Total	56,979.83	82,314.52

[®]Pertains to proceeds from issuance of equity share capital on exercise of ESOP

[#]On account of cancellation of vested ESOP Options

General reserve: General reserve is created from time to time by transferring profits from retained earnings.

Share option outstanding account (Employee stock options): The grant date fair value of equity-settled share-based payment transactions with employees are recognised in the Statement of Profit and Loss with the corresponding credit to this account over the vesting period. The amounts recorded in Share Options Outstanding Account are transferred to Securities Premium upon exercise of stock options by the employees.

Securities premium: The securities premium is used to record premium (amount received in excess of Face Value of Equity Shares) on issue of shares and also includes amount transferred from Share Option Outstanding Account upon exercise of options by employees



Notes to Standalone Financial Statements

For the year ended March 31, 2026

Retained earnings: Retained earnings represents the amount of accumulated earnings of the Company.

^{*}During the current year, the Company has paid interim dividend of ₹ 35,618.23 million @ ₹ 70/- per equity share (pre-bonus) and interim dividend of ₹ 19,553.55 million @ ₹ 9.60/- per equity share (post-bonus). [Interim dividend ₹ 11,180.59 million @ ₹ 22.00/- per equity share (pre-bonus) during the year ended March 31, 2025] as per the Company's dividend policy.

Foreign currency translation reserve: Foreign currency translation reserve represents the translation difference of IFSC branch operations for the period ended March 31, 2025. (Refer Note 35)

Other comprehensive income: It consists of remeasurement of net defined benefit liability/asset of employee benefits.

20 Asset management services

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Management fees	42,195.19	34,251.27
Portfolio management and other advisory fees [*]	1,550.76	1,599.69
Total	43,745.95	35,850.96

(*Refer Note No 44 for Related Party Disclosures)

21 Other income

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Net gain on financial instruments at fair value through profit or loss[®]	4,097.32	4,657.79
Net gain on sale of financial instruments under amortised cost category	82.42	-
Interest income		
• On financial assets measured at amortised cost		
Staff loans	0.05	0.05
Security deposits	6.00	5.26
Loan to EWT [*]	14.61	27.39
Debt securities	1,520.64	1,608.53
On deposits with banks [*]	21.98	17.67
• On financial assets measured at fair value through profit or loss		
Investment in Invit	92.07	34.65
Investment in Alternative Investment Funds	18.80	36.70
Dividend income		
Dividend Income from Investments		
• Preference shares (measured at amortised cost)	-	0.16
• Subsidiary (measured at cost) [*]	86.74	69.39
Sub-total (A)	5,940.63	6,457.59
Others		
Net gain on derecognition of property, plant and equipment	0.62	0.59
Miscellaneous income	14.08	12.62
Sub-total (B)	14.70	13.21
Total (A) + (B)	5,955.33	6,470.80

[®]Fair value changes

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Realised	6,550.05	744.46
Unrealised	(2,452.73)	3,913.33
Total	4,097.32	4,657.79

(*Refer Note No 44 for Related Party Disclosures)

Notes to Standalone Financial Statements

For the year ended March 31, 2026

22 Finance cost

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Interest on lease liabilities*	90.67	85.72
Total	90.67	85.72

(*Refer Note 41 for disclosures)

23 Employee benefits expenses

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Salaries, allowances and bonus*	3,671.49	3,559.19
Contribution to provident and other funds@##*	276.02	182.02
Employee stock option expenses	220.48	287.32
Staff welfare expenses	204.22	157.28
Total	4,372.21	4,185.81

(*Refer Note 44 for Related Party Disclosures)

@Refer Note 34 for disclosures on Employee benefit)

#Refer Note 47 for New Labour Code)

24 Depreciation and amortisation

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Depreciation on property, plant and equipment ^	115.91	93.65
Amortisation on other intangible assets ^	22.44	27.98
Depreciation on right-of-use asset	298.44	277.51
Total	436.79	399.14

^includes ₹ 1.65 million (March 31, 2025: ₹ 1.66 million) assets costing up to ₹ 5,000)

25 Other expenses*

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Rent, taxes and energy cost#	111.10	97.26
Software and IT Cost	780.99	661.56
Insurance	15.11	11.87
Travelling and conveyance	157.32	131.44
Recruitment and training	64.19	24.44
Printing and stationery	19.57	20.38
Postage and courier	11.54	11.66
Communication cost	69.41	75.61
Advertising, publicity and business promotion	677.88	477.32
Outsourced manpower services	457.15	433.76
Legal and professional fees	418.69	346.93
Auditor's remuneration:		
• Audit fees	3.50	3.05
• Tax audit fees	0.37	0.35
• Certification fee and other assurance fees	0.94	1.09
• Out-of-pocket expenses	0.04	0.07
Directors' sitting fees	12.85	6.35
Royalty to SBI for logo	506.32	412.59

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Corporate Social Responsibility**	454.81	352.98
Loan to EWT written off@	85.69	-
Repairs and maintenance	60.14	51.64
Net loss on foreign currency transactions and translations	0.43	4.57
Membership and subscription	118.76	113.19
Miscellaneous expenses	87.47	121.02
Total	4,114.27	3,359.13

(*Refer Note 44 for Related Party Disclosures)

@Refer Note 41)

**Refer Note 32)

@Refer Note 5)

26 Tax expense

(a) Amount recognised in the Standalone Statement of Profit And Loss

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Current income tax**	9,838.79	7,700.00
	9,838.79	7,700.00
Deferred tax charge/ (credit)		
Origination and reversal of temporary differences	(322.25)	683.12
	(322.25)	683.12
Income Tax expense for the year	9,516.54	8,383.12

**Considering recent assessment orders, the Company has re-assessed its income tax position during the year ended March 31, 2026. As a result of which, the Company has reversed income tax provision for earlier periods amounting to ₹ 321.21 million thereby resulting in an additional credit to the Profit After Tax of the Company for the year ended March 31, 2026.)

(b) Amount recognised in Other Comprehensive Income

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Tax on remeasurement of the defined benefit plans	(0.05)	31.47

(c) Reconciliation of Effective Tax Rate

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
a. Profit before tax	40,029.15	33,697.71
b. Company's domestic tax rate*	25.17%	25.17%
c. Tax using the Company's domestic tax rate (a*b)	10,074.54	8,481.04
d. Tax effect of/ on:		
• Capital gain - rate difference	(332.54)	(283.82)
• Expenses that are not deductible in determining taxable profit	96.56	161.60
• Incomes which are exempt from tax	(21.83)	(17.46)
• Others	21.02	41.76
Total (d)	(236.79)	(97.92)
e. Tax Adjustments of earlier years	(321.21)	-
f. Tax expense recognised during the year (c + d + e)	9,516.54	8,383.12
g. Effective Tax Rate (f ÷ a)	23.77%	24.88%

(*Company has opted for Concessional Tax Rate under section 115BAA of Income Tax Act, 1961)

Notes to Standalone Financial Statements

For the year ended March 31, 2026

27 Deferred tax balances

The following is the analysis of Deferred tax assets/ (liabilities) presented in the Standalone Balance Sheet:

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Deferred tax assets	528.87	520.30
Deferred tax liabilities	(1,584.12)	(1,897.75)
Net deferred tax assets/ (liabilities)	(1,055.25)	(1,377.45)

Significant components and movement in deferred tax assets and liabilities:

As at March 31, 2026

Particulars	(₹ In millions)			
	As at April 1, 2025	Charge/(credit) recognised in Standalone Statement of Profit and Loss	Recognised in OCI	As at March 31, 2026
Deferred tax asset				
Depreciation/ Amortisation	35.98	4.35	-	40.33
Employee benefit obligations	110.33	6.29	(0.05)	116.57
Others	48.12	(9.65)	-	38.47
Lease liabilities	319.09	7.78	-	326.87
Fair value of security deposit	6.78	(0.15)	-	6.63
Total deferred tax asset (A)	520.30	8.62	(0.05)	528.87
Deferred tax liability				
Right-of-use asset	(289.81)	(3.24)	-	(293.05)
Fair value gains/losses on Investments	(1,607.94)	316.87	-	(1,291.07)
Total deferred tax liability (B)	(1,897.75)	313.63	-	(1,584.12)
Total (A + B)	(1,377.45)	322.25	(0.05)	(1,055.25)

As at March 31, 2025

Particulars	(₹ In millions)			
	As at April 1, 2024	Charge/(credit) recognised in Standalone Statement of Profit and Loss	Recognised in OCI	As at March 31, 2025
Deferred tax asset				
Depreciation/ Amortisation	30.52	5.46	-	35.98
Employee benefit obligations	75.72	3.14	31.47	110.33
Others	44.24	3.88	-	48.12
Lease liabilities	280.92	38.17	-	319.09
Fair value of security deposit	5.97	0.81	-	6.78
Total deferred tax asset (A)	437.37	51.46	31.47	520.30
Deferred tax liability				
Right-of-use asset	(257.44)	(32.37)	-	(289.81)
Fair value gains/losses on Investments	(905.73)	(702.21)	-	(1,607.94)
Total deferred tax liability (B)	(1,163.17)	(734.58)	-	(1,897.75)
Total (A + B)	(725.80)	(683.12)	31.47	(1,377.45)



Notes to Standalone Financial Statements

For the year ended March 31, 2026

The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Management judgement is required in determining provision for income tax, deferred tax assets and liabilities and recoverability of deferred tax assets. The recoverability of deferred tax assets is based on estimates of taxable income and the period over which deferred tax assets will be recovered. Any changes in future taxable income would impact the recoverability of deferred tax assets.

28 Earnings per share**

Basic Earnings Per Share ('EPS') is calculated by dividing the profit after tax for the year attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the year.

Diluted EPS is calculated by dividing the profit after tax for the year attributable to equity shareholders of the Company adjusted for the effects of all dilutive potential equity shares 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 the conversion of all the dilutive potential equity shares into ordinary shares. There is no effect of dilutive potential equity shares on profit after tax for the year attributable to equity shareholders of the Company.

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
(a) Nominal value of an equity share	1	1
(b) Profit after tax for the year (numerator for calculating Basic and Diluted EPS)	30,512.61	25,314.59
(c) Number of shares outstanding	2,03,68,27,612	2,03,28,34,204
(d) Weighted average number of shares outstanding	2,03,47,97,010	2,02,93,06,335
(e) Effect of potential equity shares for stock outstanding (Nos.)	54,38,660	51,80,327
(f) Weighted average number of equity shares used for computing Diluted EPS	2,04,02,35,670	2,03,44,86,662
(g) Basic EPS (₹) = (b)/(d)	15.00	12.47
(h) Diluted EPS (₹) = (b)/(f)	14.96	12.44

Following is the reconciliation between basic and diluted earnings per equity share:

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Nominal value per share	1	1
Basic earnings per share	15.00	12.47
Effect of potential equity shares for stock options (per share)	(0.04)	(0.03)
Diluted earnings per share	14.96	12.44

[**The Company has issued and allotted 1,526,495,460 equity shares to the eligible holders of equity shares on the record date (i.e. December 18, 2025) as bonus shares by capitalization of an aggregate amount of ₹ 1,526.50 million standing to share premium account. The EPS figures for the year ended March 31, 2025 has been adjusted to give effect to the allotment of bonus shares as required by Ind AS 33.]

29 Contingent liabilities and capital commitments

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
A. Contingent Liabilities		
i. Claims against the company not acknowledged as debts	4.62	23.08
ii. Disputed liability (tax and penalty)*	1,319.30	1,319.30
iii. Performance bank guarantee	437.67	313.67
Subtotal (A)	1,761.59	1,656.05

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
B. Capital and Other Commitments		
i. Contracts remaining to be executed on capital account	204.93	13.98
ii. Capital Commitment for AIF Scheme	20.00	60.00
iii. Capital Commitment for IFSC (Subsidiary)	250.00	250.00
iv. Capital Commitment for Investment in Shares of Sahamati Foundation	10.00	-
Subtotal (B)	484.93	323.98
Total (A+B)	2,246.52	1,980.03

*The Company received a demand order from GST department under section 74 of the CGST Act, on January 23, 2025, demanding ₹ 659.65 million as tax plus equivalent amount (₹ 659.65 million) as a penalty, along with applicable interest on account of input tax credit (ITC) availed and utilised on distribution commission paid during July 2017 to Oct 2018. The Company had filed appeal against the said order with Commissioner Appeals. On February 12, 2026, the Company received an unfavorable order, upholding the tax demand raised. The Company has filed an appeal against the said order before the GST Appellate Tribunal on March 10, 2026.

30 Provisions

Movement in provision for contingency is as under:

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Balance at the beginning of the year	156.05	156.05
Additions during the year	-	-
Utilised during the year	-	-
Reversed during the year**	(40.00)	-
Balance at the end of the year	116.05	156.05

The provision represents the amount deposited under protest with respect to matters related to Securities Lending & Borrowing (SLB) transactions of mutual fund schemes with GST authority. However, the Company has reviewed the entire issue, as an abundant caution and as a prudent approach the Company has made provision for tax amount along with interest.

**The Company has reassessed the provision for contingency recognized for the earlier years and the same has been reversed as the same is no longer required.

31 Dividend paid

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Dividends on equity shares declared and paid during the year:		
Final dividend		
Paid for the earlier financial year	-	-
Dividend per share for the earlier financial year (₹)	-	-
Interim dividend (Pre-bonus)		
Paid for the financial year	35,618.23	11,180.59
Dividend per share for the financial year (₹)	70.00	22.00
Interim dividend (Post-bonus)		
Paid for the financial year	19,553.54	-
Dividend per share for the financial year (₹)	9.60	-
Total dividend paid	55,171.77	11,180.59

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Dividend remittances to non-resident shareholders*

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Interim dividend (Pre-bonus)		
Number of non-resident shareholders	322	244
Number of equity shares held by them	18,51,45,388	18,50,96,058
Amount of interim dividend paid (₹ In millions)	12,960.18	4,072.11
Year to which interim dividend relates	2025-26	2024-25
Interim dividend (Post-bonus)		
Number of non-resident shareholders	437	-
Number of equity shares held by them	74,06,96,942	-
Amount of interim dividend paid (₹ In millions)	7,110.69	-
Year to which interim dividend relates	2025-26	-

(*On payment basis during the year)

32 Corporate Social Responsibility

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
a) Gross amount required to be spent by the Company during the year towards Corporate Social Responsibility as per Section 135(5) of the Companies Act, 2013 is as follows:	454.81	352.98
b) Amount approved by the Board to be spent during the year	454.81	352.98
c) Amount of expenditure incurred*	454.81	352.98
d) Shortfall at the end of the year	-	-
e) Reason for shortfall	-	-
f) Amount yet to be spent during the year	181.20	270.23
Amount yet to be spent	181.20	270.23
Nature of CSR Activities		
(i) Construction/ acquisition of any asset	361.00	85.03
(ii) On purposes other than (i) above	93.81	267.95
Purpose/ Nature of activities	Healthcare & Hygiene, Education, Skill Development & Livelihood Enhancement, Environment Conservation	Healthcare & Hygiene, Education, Skill Development & Livelihood Enhancement, Rural Development and Environment Conservation

(*This also includes the amount for administrative overheads)

Details of related party transactions in relation to CSR expenditure as per Ind AS 24:

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
SBI Foundation**		
CSR expenditure during the year	225.23	97.32
Movement in CSR Payable during the year (unspent CSR)		
Opening balance	270.23	175.27
Add: Unspent CSR for the year transferred to a separate bank account	181.20	270.23
Less: Unspent CSR for the previous year/s spent during the year	(133.79)	(175.27)
Closing balance	317.64	270.23

**Refer Note 44 for Related Party Disclosures)

Notes to Standalone Financial Statements

For the year ended March 31, 2026

33 Accounting for Share Based Payments (ESOP)

The Company has instituted the Employee Stock Option Plan 2018 (“ESOP-2018” or “Scheme”) for eligible employees of the Company, duly approved by the Board of Directors at its meeting held on January 20, 2018 and the shareholders at the EGM held on January 31, 2018. The Scheme was amended with approval of the Board of Directors at its meeting held on January 25, 2023 and the shareholders at the EGM held on February 17, 2023 (by way of a special resolution) to enable the Company to implement the ESOP-2018 and future ESOP plans through: (a) Direct route, (b) Trust route and (c) a combination of the Direct & Trust route. The ESOP-2018 was last amended pursuant to the resolution passed by the Board on January 27, 2026 and by the shareholders at the EGM held on February 23, 2026.

The amended Scheme categorizes options as Type I, Type II and Type III options with multiple vesting periods. The options can be exercised over a period of seven (7) years from the grant date. Each option carries with it the right to acquire one equity share of the Company at the exercise price determined by the Company at the time of grant.

Pursuant to the amended Scheme and approval of the Board of Directors upon recommendation of the Nomination and Remuneration Committee (“NRC”), the Company set up the SBI Funds Management Limited – Employee Welfare Trust (“EWT”). In terms of the amended Scheme and Trust Deed, the Company advanced funds to the EWT to enable the EWT to acquire 517,174 shares of the Company from employees/legal heirs. On December 19, 2025, the EWT was allotted 711,798 bonus shares. During the year ended March 31, 2026, the EWT has transferred 1,059,407 Equity Shares (year ended March 31, 2025: 169,565) to the eligible employees of the Company on exercise of ESOPs.

Employee Stock Option Plan 2018

Movements in the number of options outstanding under the Employee Stock Option Plan 2018

As at March 31, 2026

ESOP Grant	ESOP - I		ESOP - II		ESOP - III		ESOP - IV		ESOP - V		ESOP - VI		ESOP - VII.1		ESOP - VII.2		ESOP - VIII		ESOP - IX		
	Yr. 2018	Yr. 2019	Yr. 2020	Yr. 2021	Yr. 2022	Yr. 2023	Yr. 2024	Yr. 2024	Yr. 2024	Yr. 2024	Yr. 2023	Yr. 2024	Yr. 2024	Yr. 2024	Yr. 2025	Yr. 2025	Yr. 2025	Yr. 2025	Yr. 2025	Yr. 2025	
Outstanding balance at the beginning of the year	-	33,649	1,57,831	7,17,869	4,81,285	11,93,835	7,44,000	10,000	-	-	-	-	-	-	-	-	-	-	-	-	-
Bonus issue (Refer Note 18.5)	-	70,569	2,36,781	12,02,136	10,85,700	32,30,655	18,82,725	30,000	-	-	-	-	-	6,15,000	-	-	-	-	-	-	-
Options granted*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	33,93,200
Options exercised*	-	99,310	2,20,064	8,16,870	7,60,285	10,53,839	2,19,440	13,200	-	-	-	-	-	-	-	-	-	-	-	-	-
Options forfeited*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Options expired*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Options lapsed*	-	-	1,985	2,000	1,700	1,02,175	53,255	-	-	-	-	-	-	-	-	-	-	-	-	-	23,800
Outstanding balance at the end of the year	-	4,908	1,72,563	11,01,135	8,05,000	32,68,476	23,54,030	26,800	8,20,000	33,69,400	-	-	-	-	-	-	-	-	-	-	-
Vested and exercisable at the end of the year	-	4,908	1,72,563	11,01,135	8,05,000	10,73,756	3,12,170	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Exercise price per option (₹) (adjusted for bonus shares)	38.75	62.58	90.00	139.98	181.93	214.88	249.18	308.42	372.55	455.03	-	-	-	-	-	-	-	-	-	-	-
Weighted average remaining contractual life (No. of years)	-	0.50	1.33	2.50	3.50	4.50	5.25	5.59	6.50	6.76	-	-	-	-	-	-	-	-	-	-	-

(*Since all the options were granted at the same exercise price per options under the respective grants, weighted average exercise price per option for all these group under the respective grants is the same.)

Notes to Standalone Financial Statements

For the year ended March 31, 2026

As at March 31, 2025

ESOP Grant	ESOP - I		ESOP - II		ESOP - III		ESOP - IV		ESOP - V		ESOP - VI		ESOP - VII.1		ESOP - VII.2		ESOP - VIII		ESOP - IX	
	Yr. 2018	Yr. 2019	Yr. 2020	Yr. 2021	Yr. 2022	Yr. 2023	Yr. 2024	Yr. 2024	Yr. 2022	Yr. 2022	Yr. 2023	Yr. 2024	Yr. 2024	Yr. 2024	Yr. 2024	Yr. 2025	Yr. 2025	Yr. 2025	Yr. 2025	Yr. 2025
Outstanding balance at the beginning of the year	29,778	2,33,990	5,41,888	18,44,318	7,06,088	14,54,250	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Options granted*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Options exercised*	28,270	2,00,341	3,84,057	10,78,529	1,77,728	1,69,565	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Options forfeited*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Options expired*	1,308	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Options lapsed*	200	-	-	47,920	47,075	90,850	33,500	-	-	-	-	-	-	-	-	-	-	-	-	-
Outstanding balance at the end of the year	-	33,649	1,57,831	7,17,869	4,81,285	11,93,835	7,44,000	10,000	-	-	-	-	-	-	-	-	-	-	-	-
Vested and exercisable at the end of the year	-	33,649	1,57,831	7,17,869	2,35,295	2,31,445	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Exercise price per option (K) (adjusted for bonus shares)	38.75	62.58	90.00	139.98	181.93	214.88	249.18	308.42	-	-	-	-	-	-	-	-	-	-	-	-
Weighted average remaining contractual life (No. of years)	-	1.50	2.34	3.50	4.50	5.50	6.25	6.58	-	-	-	-	-	-	-	-	-	-	-	-

(*Since all the options were granted at the same exercise price per options under the respective grants, weighted average exercise price per option for all these group under the respective grants is the same.)

The fair value of options at the grant date used to compute share-based payment charge in the Standalone Statement of Profit and Loss has been estimated using Black-Scholes model. The key assumptions used in Black-Scholes model for calculating the fair value of options as on the date of grant are provided below:

ESOP Grant	ESOP - I	ESOP - II	ESOP - III	ESOP - IV	ESOP - V	ESOP - VI	ESOP - VII.1	ESOP - VII.2	ESOP - VIII	ESOP - IX
Year of Grant	Yr. 2018	Yr. 2019	Yr. 2020	Yr. 2021	Yr. 2022	Yr. 2023	Yr. 2024	Yr. 2024	Yr. 2025	Yr. 2025
(a) Weighted average fair value per option, as on the date of grant (₹) (adjusted for bonus shares)	10.98	15.72	23.85	41.45	55.81	72.76	82.91	92.92	99.48	107.63
(b) Risk-free Interest Rate %	7.03% to 7.18%	6.14%	5.60%	5.59% to 5.71%	6.02% to 6.10%	6.9% to 7%	7.10%	6.70%	6% to 6.2%	6.1% to 6.4%
(c) Expected Life (years)	4 to 6	4 to 5	4 to 5	4 to 5	4 to 5	4 to 6	4 to 6	4 to 5	4 to 6	4 to 6
(d) Expected Volatility %	17.90% to 19.33%	16.82%	21.3% to 21.5%	24.1% to 25.8%	24.9% to 27.2%	23.80% to 27.20%	22.30% to 23.80%	18.90% to 24.90%	17% to 24%	16.8% to 23.5%
(e) Dividend Yield %	1.40%	1.00%	0.90%	0.83%	0.77%	0.60%	0.60%	0.60%	0.70%	1.80%

Volatility is a measure of the amount by which a price has fluctuated or is expected to fluctuate during a period. The measure of volatility used in the Black-Scholes Model is the annualised standard deviation of the continuously compounded expected rates of return over a period of time.

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Amount charged to Standalone Statement of Profit and Loss as ESOP expense:

Particulars	₹ In millions	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Employee stock option expenses	220.48	287.32

34 Employee Benefit

Defined Contributions Plan - Provident Fund, Superannuation Fund and National Pension Scheme

The Company has recognised the following amounts in the Standalone Statement of Profit and Loss, which are included under Contribution to provident and other funds:

Particulars	₹ In millions	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Employer's Contribution to Provident Fund, Superannuation Fund and National Pension Scheme	149.21	132.04

Details of provision for other employees benefits (Based on Actuarial valuation)

Particulars	₹ In millions	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Provision for leave encashment	31.38	123.71
Provision for long service/ retirement reward	2.49	15.40

Defined benefit plan - Gratuity

The Company has a defined benefit gratuity plan in India (funded). The Company's defined benefit gratuity plan is for employees, which requires contributions to be made to a separately administered fund (through insurer managed scheme). The fund has the form of a trust and it is governed by the Board of Trustees. The Board of Trustees is responsible for the administration of the plan assets and for the definition of the investment strategy. The contribution is guided by Rule 103 of Income Tax Rules, 1962. Employee benefits relating to employees at foreign Rep. office are valued and accounted for as per their respective local laws.

Changes in present value of the defined benefit obligation

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Present value of the defined benefit obligation at the beginning	519.07	371.58
Interest cost	38.67	26.87
Current service cost	56.09	33.64
Past service cost	49.40	-
(Benefit paid from the fund)	(26.00)	(36.28)
Actuarial (gains)/ losses on obligations - Due to change in financial assumptions	(29.56)	103.00
Actuarial (gains)/ losses on obligations - Due to experience adjustments	34.36	20.26
Present value of the defined benefit obligation at the end	642.03	519.07

Change in the fair value of plan assets

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Fair value of plan assets at the beginning	500.63	361.49
Interest income	37.70	26.14
Contributions by the employer	119.94	149.55

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
(Benefit paid from the fund)	(26.00)	(36.28)
Return on plan assets, excluding interest income	2.94	(0.27)
Fair value of plan assets at the end	635.21	500.63

Amount recognised in the Standalone Balance Sheet

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Present value of the defined benefit obligation at the end	(642.03)	(519.07)
Fair value of plan assets at the end	635.21	500.63
Net liability recognised in the Standalone Balance Sheet	(6.82)	(18.44)

Net Interest Cost

Particulars	₹ In millions	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Present value of the defined benefit obligation at the beginning	519.07	371.58
(Fair value of plan assets at the beginning)	(500.63)	(361.49)
Net liability/ (asset) at the beginning	18.44	10.09
Interest cost	38.67	26.87
(Interest income)	(37.70)	(26.14)
Net Interest Cost	0.97	0.73

Expenses recognised in the Standalone Statement of Profit and Loss

Particulars	₹ In millions	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Current service cost	56.09	33.64
Net interest cost	0.97	0.73
Past service cost	49.40	-
Expenses recognised in the Standalone Statement of Profit and Loss	106.46	34.37

Expenses recognised in Other Comprehensive Income

Particulars	₹ In millions	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Actuarial (gains)/ losses on obligation	4.80	123.26
Return on plan assets, excluding interest income	(2.94)	0.27
Expenses recognised in Other Comprehensive Income	1.86	123.53

Balance sheet reconciliation

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Net liability as at the beginning of the year	18.44	10.09
Expenses recognised in the Standalone Statement of Profit and Loss	106.46	34.37
Expenses recognised in Other Comprehensive Income	1.86	123.53
(Employer's Contribution)	(119.94)	(149.55)
Net liability as at the end of the year	6.82	18.44

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Category of Assets

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Insurance fund	635.21	500.63
Total	635.21	500.63

Actuarial Assumptions

Particulars	As at March 31, 2026	As at March 31, 2025
Expected Return on Plan Assets	7.36%	6.79%
Rate of discounting	7.36%	6.79%
Rate of salary increase	9.00%	9.00%
Rate of employee turnover	For service 4 years and below 11.00% p.a. For service 5 years and above 4.00% p.a.	For service 4 years and below 11.00% p.a. For service 5 years and above 4.00% p.a.
Mortality Rate During Employment	Indian Assured Lives Mortality 2012-14 (Urban)	Indian Assured Lives Mortality 2012-14 (Urban)

Maturity analysis of the benefit payments

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Projected benefits payable in future years from the date of reporting:		
1 st Following year	51.68	25.63
2 nd Following Year	28.71	38.78
3 rd Following Year	35.53	22.40
4 th Following Year	71.98	29.10
5 th Following Year	61.12	62.92
Sum of Years 6 To 10	270.43	217.09
Sum of Years 11 and above	827.48	634.64

Sensitivity Analysis

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Projected Benefit Obligation on Current Assumptions	642.03	519.07
Delta Effect of +1% Change in Rate of Discounting	(48.78)	(41.24)
Delta Effect of -1% Change in Rate of Discounting	55.73	47.16
Delta Effect of +1% Change in Rate of Salary Increase	47.51	45.69
Delta Effect of -1% Change in Rate of Salary Increase	(42.55)	(40.80)
Delta Effect of +1% Change in Rate of Employee Turnover	(5.02)	(6.76)
Delta Effect of -1% Change in Rate of Employee Turnover	5.88	7.46

The sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

The sensitivity analysis presented above may not be representative of the actual change in the projected obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.



Notes to Standalone Financial Statements

For the year ended March 31, 2026

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same method as applied in calculating the defined benefit obligation as recognised in the balance sheet.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

Risks associated with defined benefit plan

Interest Rate Risk

A fall in the discount rate which is linked to the G.Sec Rate will increase the present value of the liability requiring higher provision. A fall in the discount rate generally increase the mark to market value of the assets depending on the duration of asset.

Salary Risk

The present value of the defined benefit plan liability is calculated by reference to the future salaries of members. An increase in the salary of the members more than assumed level will increase the plan's liability.

Investment Risk

The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. If the return on plan asset is below this rate, it will create a plan deficit. Currently, for the plan in India it has a relatively balanced mix of investments in government securities, and other debt instruments.

Asset Liability Matching Risk

The plan faces the ALM risk as to the matching cash flow. Since the plan is invested in lines of Rule 101 of Income Tax Rules, 1962, this generally reduces ALM risk

Mortality Risk

Since the benefits under the plan is not payable for life time and payable till retirement age only, plan do not have any longevity risk.

Concentration Risk

Plan is having a concentration risk as all the assets are managed through insurance policies. Although probability of default is very low by Insurance companies as they have to follow regulatory guidelines.

Gratuity is managed through a separate trust fund and contribution is guided by Rule 103 of Income Tax Rules 1962.

Other details

Particulars	As at March 31, 2026	As at March 31, 2025
No. of members in service	1,808.00	1,543.00
Per month salary for members in service (₹ In millions)	129.80	81.45
Weighted average duration of the defined benefit obligation	10.00	10.00
Average expected future service	12.00	12.00
Defined Benefit Obligation (DBO) - Total (₹ In millions)	642.03	519.07
Defined Benefit Obligation (DBO) - Due but not paid	-	-
Expected contribution in the next year (₹ In millions)	72.46	69.09

Notes to Standalone Financial Statements

For the year ended March 31, 2026

35 Details of subsidiary

Details of the Company's subsidiaries at the end of the reporting period are as follows.

Name of subsidiary	Principal activity	Place of incorporation and operation	Proportion of ownership interest and voting power held by the company	
			March 31, 2026	March 31, 2025
SBI Funds Management (International) Private Limited	Investment Management Services	Mauritius	100%	100%
SBI Funds Management Limited - Employee Welfare Trust	ESOP Trust	India	Controlled Trust	Controlled Trust
SBI Funds International (IFSC) Limited*	Investment Management Services	GIFT City	100%	100%

*SBI Funds International (IFSC) Limited ('SBI-FIIL') was incorporated on February 7, 2024 as a wholly owned subsidiary of the Company with an object of taking over the existing fund management business of the Company's IFSC Branch. The assets of the Company's IFSC Branch as on August 12, 2024 were transferred to SBI-FIIL vide Asset Transfer Agreement dated August 12, 2024.

36 Details of associate

A. Details of Company's associate as at the end of the reporting period are as follows :

Name of Associate	Place of incorporation and operation	Proportion of ownership interest	
		March 31, 2026	March 31, 2025
SBI Pension Funds Private Limited	India	20%	20%

B. Summarised financial information of associate

Summarised financial information of material associate :

Summarised financial information in respect of the Company's associate is set out below. The summarised financial information below represents amounts shown in the associate's financial statements.

Particulars	As at	
	March 31, 2026	March 31, 2025
Financial assets	3,624.36	2,877.64
Non-financial assets	89.77	112.54
Financial liabilities	60.97	85.58
Non-financial liabilities	85.89	53.38

Particulars	For the year ended	
	March 31, 2026	March 31, 2025
Revenue (Total Income)	2,268.11	1,966.92
Profit from continuing operations	741.82	717.10
Profit for the year	741.82	717.10
Other comprehensive income for the year	(25.77)	13.93
Total comprehensive income for the year	716.05	731.03
Dividends received from the associate during the year	-	-

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Reconciliation of the above summarised financial information to the carrying amount of the interest in SBI Pension Funds Private Limited

Particulars	For the year ended	
	March 31, 2026	March 31, 2025
Net worth of SBI Pension Funds Private Limited (₹ In millions)	3,567.27	2,851.22
Proportion of the Company's ownership interest in SBI Pension Funds Private Limited	20%	20%
Goodwill (₹ In millions)	1.50	1.50
Other adjustments	-	-
Company's interest in SBI Pension Funds Private Limited (₹ In millions)	714.96	571.75

37 Segment Reporting

The Company is in the business of providing asset management services to SBI Mutual Fund, Alternative Investment Fund and Portfolio Management and Advisory Services to clients. The primary segment is identified as asset management services. As such, the Company's financial statements are largely reflective of the asset management business and accordingly there are no separate reportable segments as per Ind AS 108, Operating Segment. Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM). The CODM's function is to allocate the resources of the entity and assess the performance of the operating segment of the Company. All assets of the Company are domiciled in India.

There is only one customer contributing in excess of 10% of the total revenue of the Company. The amounts for the same are as follows:

Particulars	For the year ended	
	March 31, 2026	March 31, 2025
Revenue from SBI Mutual Fund (Schemes)	41,928.72	34,127.53

38 Maturity analysis of assets and liabilities

The table below shows an analysis of assets and liabilities analysed according to their maturity profile.

Particulars	As at March 31, 2026			As at March 31, 2025		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
	I Financial assets					
(a) Cash and cash equivalents	141.43	-	141.43	128.31	-	128.31
(b) Bank balance other than (a) above	428.17	339.17	767.34	389.11	201.33	590.44
(c) Receivables						
(i) Trade receivables	873.33	-	873.33	1,207.68	-	1,207.68
(d) Loans	1.22	0.73	1.95	1.52	327.51	329.03
(e) Investments	15,470.21	41,135.32	56,605.53	3,651.62	77,169.01	80,820.63
(f) Other financial assets	111.67	82.61	194.28	17.08	76.65	93.73
Sub-total - Financial assets	17,026.03	41,557.83	58,583.86	5,395.32	77,774.50	83,169.82
II Non-financial assets						
(a) Current tax assets (Net)	-	391.95	391.95	-	43.67	43.67
(b) Property, plant and equipment	-	3,885.41	3,885.41	-	2,657.12	2,657.12
(c) Capital work-in-progress	-	-	-	-	1,099.65	1,099.65
(d) Other intangible assets	-	14.86	14.86	-	34.35	34.35
(e) Other non-financial assets	453.32	239.17	692.49	358.12	155.40	513.52
Sub-total - Non-financial assets	453.32	4,531.39	4,984.71	358.12	3,990.19	4,348.31
TOTAL ASSETS	17,479.35	46,089.22	63,568.57	5,753.44	81,764.69	87,518.13

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Particulars	(₹ In millions)					
	As at March 31, 2026			As at March 31, 2025		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
LIABILITIES						
I Financial liabilities						
(a) Payables						
(l) Trade payables						
(i) Total outstanding dues of micro enterprises and small enterprises	32.36	-	32.36	24.43	-	24.43
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	198.82	-	198.82	161.79	-	161.79
(b) Other financial liabilities	349.35	1,011.40	1,360.75	261.00	1,010.90	1,271.90
Sub-total - Financial liabilities	580.53	1,011.40	1,591.93	447.22	1,010.90	1,458.12
II Non-financial liabilities						
(a) Provisions	997.08	568.42	1,565.50	990.81	582.39	1,573.20
(b) Deferred tax liabilities (Net)	-	1,055.25	1,055.25	-	1,377.45	1,377.45
(c) Other non-financial liabilities	339.23	-	339.23	286.63	-	286.63
Sub-total - Non-financial liabilities	1,336.31	1,623.67	2,959.98	1,277.44	1,959.84	3,237.28
TOTAL LIABILITIES	1,916.84	2,635.07	4,551.91	1,724.66	2,970.74	4,695.40

39 Revenue from operations - Asset management services

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
1. Details of revenue from Schemes pursuant to investment management agreement and contracts with customers recognised by the Company, net of indirect taxes in its Standalone Statement of Profit and Loss.		
Revenue from Operations		
Management fees	42,195.19	34,251.27
Portfolio management and other advisory fees	1,550.76	1,599.69
Total	43,745.95	35,850.96

2. Disaggregate Revenue

The table below presents disaggregated revenues of the Company from schemes of mutual fund and from contracts with customers by geography. The Company believes that this disaggregation best depicts how the nature, amount, timing and uncertainty of its revenues and cash flows are affected by industry, market and other economic factors.

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Revenue based on geography		
In India	42,679.73	34,799.53
Outside India	1,066.22	1,051.43
Total	43,745.95	35,850.96

Notes to Standalone Financial Statements

For the year ended March 31, 2026

40 Financial instruments

A. Fair value measurements

i. The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

As at March 31, 2026	Carrying Amount			Fair Value			
	FVTPL	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial assets							
Cash and cash equivalents [#]	-	141.43	141.43	-	-	-	-
Bank Balance other than cash and cash equivalents above [#]	-	767.34	767.34	-	-	-	-
Trade receivables [#]	-	873.33	873.33	-	-	-	-
Loans [#]	-	1.95	1.95	-	-	-	-
Other financial assets [#]	-	194.28	194.28	-	-	-	-
Investments (excluding investment in Subsidiary and Associates)							
• Mutual Fund units	42,707.88	-	42,707.88	42,707.88	-	-	42,707.88
• Alternative Investment Funds	682.46	-	682.46	-	-	682.46	682.46
• Debt Securities*	-	12,702.80	12,702.80	-	12,755.61	-	12,755.61
• Equity shares	201.91	-	201.91	-	-	201.91	201.91
Total	43,592.25	14,681.13	58,273.38	42,707.88	12,755.61	884.37	56,347.86
Financial liabilities							
Trade payables [#]	-	231.18	231.18	-	-	-	-
Other financial liabilities [#]	-	1,360.75	1,360.75	-	-	-	-
Total	-	1,591.93	1,591.93	-	-	-	-

Fair value measurement using significant unobservable inputs (level 3)

The following table shows a reconciliation from the opening balances to the closing balances for Level 3 fair values:

Particulars	(₹ In millions)	
	Alternative Investment Funds	Equity Share in Others
Balance at the beginning	665.31	202.70
Net gain/ (losses) on financial instruments recognised in the Standalone Statement of Profit and Loss	34.53	(0.79)
Purchases of financial instruments	40.00	-
Sale of financial instruments	(57.38)	-
Balance at the end	682.46	201.91

Valuation inputs and relationship to fair value

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurement.

Financial instruments	Significant unobservable inputs	Probability weights/ range	Sensitivity of inputs to fair value measurement
Alternative Investment Funds	Net Asset Value (NAV)	0.90X -1.10X	A 10% increase in the NAV would increase the carrying value of investment by ₹ 68.25 million. A 10% decrease in the NAV would decrease the carrying value of investment by ₹ 68.25 million.
Equity shares	Valuation Factor	10% - 20%	A 10% increase in the valuation factor would decrease the carrying value of investment by ₹ 20.19 million. A 10% decrease in the NAV would increase the carrying value of investment by ₹ 20.19 million.

Notes to Standalone Financial Statements

For the year ended March 31, 2026

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

As at March 31, 2025	Carrying Amount		Fair Value				
	FVTPL	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
	(₹ In millions)						
Financial assets							
Cash and cash equivalents#	-	128.31	128.31	-	-	-	-
Bank Balance other than cash and cash equivalents above#	-	590.44	590.44	-	-	-	-
Trade receivables#	-	1,207.68	1,207.68	-	-	-	-
Loans#	-	329.03	329.03	-	-	-	-
Other financial assets#	-	93.73	93.73	-	-	-	-
Investments (excluding investment in Subsidiary and Associates)							
• Mutual Fund units	57,359.53	-	57,359.53	57,359.53	-	-	57,359.53
• Alternative Investment Funds	665.31	-	665.31	-	-	665.31	665.31
• Debt Securities*	-	21,457.61	21,457.61	-	21,986.40	-	21,986.40
• Equity shares	202.70	-	202.70	-	-	202.70	202.70
• Investment in InVIT	825.00	-	825.00	825.00	-	-	825.00
Total	59,052.54	23,806.80	82,859.34	58,184.53	21,986.40	868.01	81,038.94
Financial liabilities							
Trade payables#	-	186.22	186.22	-	-	-	-
Other financial liabilities#	-	1,271.90	1,271.90	-	-	-	-
Total	-	1,458.12	1,458.12	-	-	-	-

Fair value measurement using significant unobservable inputs (level 3)

The following table shows a reconciliation from the opening balances to the closing balances for Level 3 fair values:

Particulars	(₹ In millions)	
	Alternative Investment Funds	Equity Share in Others
Balance at the beginning	675.63	198.83
Net gain/ (losses) on financial instruments recognised in the Standalone Statement of Profit and Loss	36.60	3.87
Purchases of financial instruments	113.08	-
Sale of financial instruments	(160.00)	-
Balance at the end	665.31	202.70

Valuation inputs and relationship to fair value

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurement.

Financial instruments	Significant unobservable inputs	Probability weights/ range	Sensitivity of inputs to fair value measurement
Alternative Investment Funds	Net Asset Value (NAV)	0.90X -1.10X	A 10% increase in the NAV would increase the carrying value of investment by ₹ 66.53 million. A 10% decrease in the NAV would decrease the carrying value of investment by ₹ 66.53 million.
Equity shares	Valuation Factor	10% - 20%	A 10% increase in the valuation factor would decrease the carrying value of investment by ₹ 20.27 million. A 10% decrease in the NAV would increase the carrying value of investment by ₹ 20.27 million.

(#Fair value of cash and cash equivalents, bank balances, trade receivables, other financial assets, loans, trade payables and other financial liabilities approximate their carrying amounts largely due to current maturities of these instruments. Accordingly, fair value hierarchy for these financial instruments have not been presented above.)

For the purpose of disclosure, price provided by valuation agency is considered as the fair value of financial assets that are measured at amortised cost.

Notes to Standalone Financial Statements

For the year ended March 31, 2026

ii. The hierarchy used is as follows:

Level 1 — Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 — Inputs are other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 — Inputs are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

There are no transfers between levels 1 and 2 during the current year and previous year.

The valuation techniques used to determine the fair valuation of financial instruments are described below:

Financial instruments	Valuation techniques
Mutual Funds/ AIF Investments	On the basis of latest NAV/ Market price available
Debt securities/ preference shares	The price provided by valuation agency is considered as the fair value of financial assets
Equity investments	Break up value as per the latest audited financial statements
Investment in InVIT	Quoted/ Market price available

In order to assess Level 3 valuations, the management reviews the performance of the alternative investment funds and its investment in equity shares on a regular basis by tracking their latest available financial statements/ financial information, valuation report of independent valuers, recent transaction results etc. which are considered in valuation process.

B. Financial Risk Management

The Company's primary focus is to foresee the unpredictability of financial markets and seek to minimise potential adverse effects on its financial performance. The purpose of risk management is to identify potential problems before they occur, so that risk-handling activities may be planned and invoked as needed to manage adverse impacts on achieving objectives. Set out below, is a comparison by class of the carrying amounts and fair value of the Company's financial instruments other than those with carrying amounts that are reasonable approximations of fair value.

The different types of risks the Company is exposed to arising from Financial Instruments are as follows:

Exposure arising from	Risk
Cash and cash equivalents, other bank balances, trade receivables, financial assets measured at amortised cost	Credit Risk
Financial Liabilities	Liquidity Risk
Recognised financial assets not denominated in ₹	Market Risk - Foreign Exchange Risk
Investments in debt securities / preference shares	Market Risk - Interest Rate Risk
Investments in equity securities, units of mutual funds, alternative investment funds, measured at FVTPL	Market Risk - Price Risk

I. Liquidity Risk

Liquidity risk is defined as the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Liquidity risk arises because of the possibility that the Company might be unable to meet its payment obligations when they fall due as a result of mismatches in the timing of the cash flows under both normal and stress circumstances. Such scenarios could occur when funding needed for illiquid asset positions is not available to the Company on acceptable terms.

To limit this risk, management has adopted a policy of managing assets with due consideration to liquidity and monitoring future cash flows and liquidity on a regular basis. The Company has developed internal control processes for managing liquidity risk. The Company maintains sufficient bank balance and highly marketable securities such as liquid/ ultra-short duration and other debt funds. The Company assesses the liquidity position under a variety of scenarios, giving due consideration to stress factors relating to both the market in general and specifically to the Company.

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Exposure to Liquidity Risk

The table below analyses the Company's financial liabilities into relevant maturity pattern based on their contractual maturities for all financial liabilities.

As at March 31, 2026

Particulars	Carrying Amount	Contractual Cash flow		
		Total	Upto 1 Year	More than 1 year
		Total		
Financial Liabilities				
• Trade payables	231.18	231.18	231.18	-
• Lease liabilities	1,298.77	1,572.31	369.57	1,202.74
• Other financial liabilities (excluding lease liabilities)	61.98	61.98	61.98	-

As at March 31, 2025

Particulars	Carrying Amount	Contractual Cash flow		
		Total	Upto 1 Year	More than 1 year
		Total		
Financial Liabilities				
• Trade payables	186.22	186.22	186.22	-
• Lease liabilities	1,267.82	1,551.09	338.10	1,212.99
• Other financial liabilities (excluding lease liabilities)	4.08	4.08	4.08	-

II. Credit Risk

The Company avoids concentration of credit risk by spreading them over several counterparties with good credit rating profile and sound financial position. Investment in debt securities being at amortised cost include (i) G sec Strips which do not carry any risk being sovereign in nature and (ii) bonds of high credit quality public sector banks. Company's exposure and credit ratings of its counterparties are monitored on an ongoing basis.

Exposure to credit risk

The carrying amount of financial assets represents maximum amount of credit exposure. The maximum exposure to credit risk is as per the table below, it being total of carrying amount of cash and cash equivalent, other bank balances, trade receivables and financial assets measured at amortised cost.

Particulars	As at	
	March 31, 2026	March 31, 2025
Maximum exposure to credit Risk	2,545.78	11,473.81

Further, Refer Note 4 for trade receivables ageing analysis schedule.

Expected Credit Loss (ECL) on financial assets

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL).

Expected credit losses are measured through a loss allowance at an amount equal to:

- The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or
- Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

Notes to Standalone Financial Statements

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For trade receivables Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. The Company has determined based on historical experience and expectations that the ECL on its trade receivables is insignificant and was not recorded. At every reporting date, these historical default rates are reviewed and changes in the forward-looking estimates are analysed.

For other assets, the Company uses 12-month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

The Company has four types of financial assets that are subject to the expected credit loss:

- Cash and cash equivalents
- Trade receivables
- Loans
- Investment in debt securities measured at amortised cost

Trade and receivables

Exposures to customers' outstanding at the end of each reporting period are reviewed by the Company to determine incurred and expected credit losses. Historical trends of collection from counterparties on timely basis reflects low level of credit risk. As the Company has a contractual right to such receivables as well as control over preponderant amount of such funds due from customers, the Company does not estimate any credit risk in relation to such receivables. Further, management believes that the unimpaired amounts that are past due by more than 1 year (mainly dues from GOI/ GOI undertakings /PSUs) are still collectible in full, based on historical payment behaviour.

Cash And Cash Equivalents

The Company holds cash and cash equivalents and other bank balances as per note 2 and 3. The credit worthiness of such banks and financial institutions is evaluated by the management on an ongoing basis and is considered to be high.

Investment in debt securities measured at amortised cost

The Company avoids concentration of credit risk by spreading them over several counterparties with good credit rating profile and sound financial position. Investment in debt securities being at amortised cost include (i) G sec Strips which do not carry any risk being sovereign in nature and (ii) bonds of highly rated public sector banks. Company's exposure and credit ratings of its counterparties are monitored on an ongoing basis.

Loans

Staff loans and receivables have been considered to enjoy the low credit risk as they meet the following criteria:

- they have a low risk of default,
- the counterparty is considered, in the short term, to have a strong capacity to meet its obligations in the near term, and
- the Company expects, in the longer term, that adverse changes in economic and business conditions might, but will not necessarily, reduce the ability of the counterparty to fulfil its obligations.

III. Market Risk

Market risk is the risk of loss of future earnings, fair values or future cash flows related to financial instrument that may result from adverse changes in market rates and prices (such as foreign exchange rates, interest rates, other prices). The Company is exposed to market risk primarily related to Price risk, Currency risk, and Interest rate risk.

i. Price risk management:

Price risk is the risk that the value of the financial instrument will fluctuate as a result of changes in market prices and related market variables including interest rate for investments in debt oriented mutual funds and debt securities, whether caused by factors specific to an individual investment, its issuer or the market. The Company's exposure to price risk arises from investments in equity securities, debt securities, units of mutual funds, and alternative investment funds which are classified as financial assets at Fair Value Through Profit and Loss. The following is the Company's exposure to price risk

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Exposure to Price Risk	43,592.25	59,052.54

To manage its price risk from investments in equity securities, debt securities, units of mutual funds, and alternative investment funds, the Company diversifies its portfolio.

Price sensitivity analysis:

The table below sets out the effect on profit or loss and equity due to reasonable possible weakening / strengthening in prices/ market value by 5%:

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
5% Decrease in prices	(2,179.61)	(2,952.63)
5% Increase in prices	2,179.61	2,952.63

ii. Foreign currency risk management:

Foreign currency risk arises from future commercial transactions and recognised assets and liabilities denominated in a currency that is not the functional currency (₹) of the Company. The company undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise. Exchange rate exposures are managed within approved policy parameters utilising forward foreign exchange contracts. The carrying amounts of the Company's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows.

Particulars	(₹ In millions)	
	Liabilities	
	As at March 31, 2026	As at March 31, 2025
AED	-	-
USD	-	-
BHD	1.76	1.54
AUD	-	-
JPY	-	-
SGD	3.15	2.68
EURO	6.35	5.98

Particulars	(₹ In millions)	
	Assets	
	As at March 31, 2026	As at March 31, 2025
AED	2.23	1.73
USD	69.74	66.01
BHD	-	-
AUD	0.61	0.63
JPY	158.58	186.22
SGD	-	-
EURO	23.27	19.95



Notes to Standalone Financial Statements

For the year ended March 31, 2026

Foreign currency sensitivity analysis

The following table details the Company's sensitivity to a 10% increase and decrease in ₹ against the relevant foreign currencies. 10% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 10% change in foreign currency rates. A positive number below indicates an increase in profit or equity where the ₹ strengthens 10% against the relevant currency. For a 10% weakening of the ₹ against the relevant currency, there would be a comparable impact on the profit or equity, and the balances below would be negative.

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
AED currency impact	0.22	0.17
USD currency impact	6.97	6.60
BHD currency impact	(0.18)	(0.15)
AUD currency impact	0.06	0.06
JPY currency impact	15.86	18.62
SGD currency impact	(0.32)	(0.27)
EURO currency impact	1.69	1.40

Particulars	(₹ In millions)	
	Impact on total equity as at the end of the reporting period	
	As at March 31, 2026	As at March 31, 2025
AED currency impact	0.17	0.13
USD currency impact	5.22	4.94
BHD currency impact	(0.13)	(0.12)
AUD currency impact	0.05	0.05
JPY currency impact	11.87	13.93
SGD currency impact	(0.24)	(0.20)
EURO currency impact	1.27	1.05

In management's opinion, the sensitivity analysis is unrepresentative of the inherent foreign exchange risk because the exposure at the end of the reporting period does not reflect the exposure during the year and considering the size of business and size of exposure in Foreign currency is immaterial.

iii. Interest rate risk management:

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's investments are primarily in fixed rate interest instruments. Accordingly, the exposure to interest rate risk is insignificant.

41 Leases

The Company has entered into leasing arrangements for premises, vehicles and computers. Majority of the leases are cancellable by the Company. Right-of-use asset has been included under the line 'Property, Plant and Equipment' and Lease liabilities has been included under 'Other financial liabilities' in the Standalone Balance Sheet.

Notes to Standalone Financial Statements

For the year ended March 31, 2026

(i) Amounts recognised in the Standalone Balance Sheet

The following shows the changes to carrying value relating to right-to-use assets:

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Balance at the beginning	1,151.50	1,022.89
Add: Additions during the year	339.67	429.34
Less: Terminations during the year	(28.39)	(22.05)
Less: Depreciation during the year	(298.44)	(277.51)
Add/ less: adjustment of exchange fluctuations	-	(1.17)
Balance at the end	1,164.34	1,151.50

The following shows the movement to lease liabilities during the year:

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Balance at the beginning	1,267.82	1,116.20
Add: New lease arrangements	333.93	420.43
Less: Terminated lease arrangements	(36.23)	(24.25)
Add/ less: adjustment of exchange fluctuations	-	(1.24)
Add: Finance cost accrued	90.67	85.72
Less: Payment of lease liabilities	(357.42)	(329.04)
Balance at the end	1,298.77	1,267.82

The following is the break up of current and non-current lease liabilities

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Current	287.36	256.94
Non-Current	1,011.41	1,010.88
Total	1,298.77	1,267.82

The table below provides details regarding the contractual maturities of lease liabilities on an undiscounted basis:

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Less than one year	369.57	338.10
One to five years	921.17	893.93
More than 5 years	281.57	319.06
Total	1,572.31	1,551.09

(ii) Amounts recognised in the Standalone Statement of Profit and Loss

Particulars	₹ In millions	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Depreciation charge on right-of-use assets	298.44	277.51
Interest expense (included in finance cost)	90.67	85.72
Expense relating to short-term leases (included administrative expenses)	11.36	11.68

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Particulars	₹ In millions	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Expense relating to leases of low-value assets that are not shown above as short term leases (included in administrative expenses)	-	-
Expense relating to variable lease payments not included in lease liabilities (included in administrative expenses)	-	-
Rent concession	-	-
Total	400.47	374.91

(iii) All the future cash flows to which the lessee is potentially exposed are reflected in the measurement of lease liabilities.

(iv) The Company currently does not have any sale and lease back transactions.

42 Capital Management

Equity share capital and other equity are considered for the purpose of Company's capital management. The Company manages its capital in a manner which enables it to safeguard its ability to continue as a going concern and to optimise returns to the Shareholders. The capital structure of the Company is based on management's judgement of its strategic and day-to-day needs with a focus on total equity so as to maintain stakeholders' confidence.

The funding requirements are met through operating cash flows and other equity. The management monitors the return on capital and the Board of Directors monitors the level of dividends paid to shareholders of the Company as per the dividend policy. The Company may take appropriate steps in order to maintain, or if necessary adjust, its capital structure.

Certain minimum net worth requirements for the business have been laid down by SEBI (for the Company). The same is monitored on regular basis and have been complied with.

As of March 31, 2026 and March 31, 2025, the Company has only one class of equity shares and has no debt. In the absence of any debt, the monitoring of debt equity ratio may not be appropriate for the Company.

As of March 31, 2026 the equity share capital is ₹ 2,036.83 million [post bonus - refer note 18.5] (March 31, 2025: ₹ 508.21 million) and other equity is ₹ 56,979.18 million (March 31, 2025: ₹ 82,314.52 million).

43 Statutory disclosure required as per Schedule III Division III of the Companies Act, 2013

As at March 31, 2026

Ratios	₹ In millions			
	Numerator	Denominator	Ratio	% Variance
(a) Capital to risk-weighted assets ratio (CRAR)*	-	-	-	-
(b) Tier I CRAR*	-	-	-	-
(c) Tier II CRAR*	-	-	-	-
(d) Liquidity Coverage Ratio (no.of times)	17,026.03	1,916.84	8.88	183.93%

[Total Financial Assets (within 12 months)/Total Liabilities (within 12 months)]

This has increased as financial asset balances and specifically, investments which are maturing within 12 months from the reporting date including new purchases, have changed.

Notes to Standalone Financial Statements

For the year ended March 31, 2026

As at March 31, 2025

Ratios	Numerator	Denominator	Ratio	(₹ In millions)
				% Variance
(a) Capital to risk-weighted assets ratio (CRAR)*	-	-	-	-
(b) Tier I CRAR*	-	-	-	-
(c) Tier II CRAR*	-	-	-	-
(d) Liquidity Coverage Ratio (no.of times)	5,395.32	1,724.66	3.13	89.98%

[Total Financial Assets (within 12 months)/Total Liabilities (within 12 months)]

This has increased as financial asset balances and specifically, investments which are maturing within 12 months from the reporting date including new purchases, have changed.

*Since the Company is not in the lending business, it does not have any credit exposure. Hence, these ratios are not applicable to the Company.

44 Related Party Disclosures

As per the Indian Accounting Standard on 'Related Party Disclosures' (Ind AS 24), the related parties of the Company with whom there have been transactions during the current/previous year, are as follows:

Relationship	Name of the Parties
Holding company	State Bank of India (SBI)
Enterprise having significant influence	Amundi India Holding, a wholly owned subsidiary of Amundi Asset Management
Subsidiary	SBI Funds Management (International) Private Limited (100% subsidiary) SBI Funds International (IFSC) Limited (100% subsidiary)
Controlled trust	SBI Funds Management Limited Employee Welfare Trust
Associates	SBI Pension Funds Private Limited (SBIPFPL)
Fellow subsidiaries	SBI Life Insurance Company Limited SBI General Insurance Limited SBI Mutual Fund Trustee Company Private Limited SBI-SG Global Securities Services Private Limited SBICAP Securities Limited SBI Capital Markets Limited SBI Foundation SBICAP Trustee Company Limited SBI CDMDF Trustee Private Limited SBI Cards & Payment Services Limited
Enterprise under common control	Amundi Singapore Limited Amundi Hong Kong Limited Amundi Asset Management Amundi (UK) Limited NH-Amundi Asset Management Co. Ltd. Amundi Japan Limited
Other related parties	C Edge Technologies Ltd (Joint Venture of State Bank of India) Yes Bank Limited SBI Funds Management Limited Employees Group Gratuity-Cum-Life Assurance Scheme SBI Funds Management Limited Employees Superannuation Scheme RRBs:- (Associates of State Bank of India) Arunachal Pradesh Rural Bank

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Relationship	Name of the Parties
	Mizoram Rural Bank
	Nagaland Rural Bank
	Rajasthan Gramin Bank
	Uttarakhand Gramin Bank
	Chhattisgarh Rajya Gramin Bank
	Jharkhand Rajya Gramin Bank
	Meghalaya Rural Bank
	Telangana Grameena Bank
	RRBs:- (Associates of State Bank of India) upto April 30, 2025
	Ellaquai Dehati Bank
	Rajasthan Marudhara Gramin Bank
	Saurashtra Gramin Bank
	Utkal Grameen Bank
	Andhra Pradesh Grameena Vikas Bank
	Madhyanchal Gramin Bank
Directors	Mr. Challa Sreenivasulu Setty (Chairman) from November 11, 2024 Mr. Dinesh Kumar Khara (Chairman) upto August 27, 2024 Mr. Nand Kishore (Managing Director & Chief Executive Officer) from 23 November, 2024 Mr. Shamsher Singh (Managing Director & Chief Executive Officer) upto November 22, 2024 Mr. Denys Charles Jean Marie Fougereux De Campigneulle [Executive Director (from February 23, 2026) & Deputy Chief Executive Officer (from March 7, 2020)] Mr. Fathi Jerfel (Associate Director) upto February 22, 2026 Mr. Colathur Narayanan Ram (Independent Director) upto September 06, 2025 Mr. Moiz Mohsin Miyajiwala (Independent Director) Ms. Sudha Krishnan (Independent Director) Mr. Shekhar Bhatnagar (Independent Director) Dr. T.T. Ram Mohan (Independent Director) up to December 04, 2025 Mr. Ashwini Kumar Tewari (Associate Director) Mr. Olivier Philippe Mariee (Associate Director) Dr. Hemant Ratnakar Adarkar (Independent Director) from August 29, 2025 Mr. Sanjay Prakash (Independent Director) from October 23, 2025
Key Managerial Personnel	Mr. Nand Kishore (Managing Director & Chief Executive Officer) from November 23, 2024 Mr. Shamsher Singh (Managing Director & Chief Executive Officer) upto November 22, 2024 Mr. D. P. Singh (Jt. CEO) Mr. Inderjeet Ghuliani (Chief Financial Officer) Ms. Vinaya Datar (Chief Compliance Officer, Company Secretary & Head-Legal)

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Details of transactions with Related Parties during the year 2025-26

Particulars	₹ In millions								
	Holding company (State Bank of India)	Enterprise having significant influence	Subsidiary	Controlled trust	Associates	Fellow subsidiaries	Enterprise under common control	Other related parties	Director/Relatives of Director
Annexure reference	A	B	C	D	E	F	G	H	
Income									
Asset management services (Note 20)									
• Portfolio management and other advisory fees	19.87	-	-	-	-	578.99	25.77	-	-
Other income (Note 21)									
• Interest income	21.92	-	-	14.61	-	-	-	-	-
Miscellaneous income (Note 21)									
• Recovery of admin expenses	-	-	-	-	-	3.30	-	-	-
• Advisory fees	-	-	0.80	-	-	-	-	-	-
• Support service fees	-	-	0.60	-	-	-	-	-	-
• Miscellaneous income	-	-	-	-	-	0.08	-	-	-
Dividend income (Note 21)									
• Dividend from Subsidiary	-	-	86.74	-	-	-	-	-	-
Expenses									
Scheme expenses (Standalone Statement of Profit and Loss)									
• Brokerage - PMS & AIF	122.94	-	-	-	-	-	0.36	-	-
• Processing Fee	185.00	-	-	-	-	-	-	-	-
• Custodial Charges	-	-	-	-	-	2.09	-	-	-
• Scheme related expenses	-	-	-	-	-	0.03	-	-	-
Employee benefits expenses (Note 23)									
• Reimbursement of salaries of deputed employees from Banks	54.70	-	-	-	-	56.96	7.13	-	-
• Remuneration to Executive Director & Deputy Chief Executive Officer	-	-	-	-	-	-	-	-	15.72
Rent, taxes and energy cost (Note 25)	4.20	-	-	-	-	-	-	-	-
Advertising, publicity and business promotion (Note 25)									
• Business Promotion	7.21	-	-	-	-	-	-	-	-
• Training	2.67	-	-	-	-	-	-	-	-
• Reimbursement of expenses	0.43	-	-	-	-	0.03	-	-	-
Legal and professional fees (Note 25)									
• Fund accounting charges	-	-	-	-	-	305.98	-	-	-
Software and IT Cost (Note 25)	-	-	-	-	-	57.93	3.79	-	-
Insurance (Note 25)	-	-	-	-	-	83.28	-	-	-
Corporate Social Responsibility (Note 25)	-	-	-	-	-	225.23	-	-	-
Directors' Sitting Fees (Note 25)	-	-	-	-	-	-	-	-	12.86

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Particulars	₹ In millions								
	Holding company (State Bank of India)	Enterprise having significant influence	Subsidiary	Controlled trust	Associates	Fellow subsidiaries	Enterprise under common control	Other related parties	Director/Relatives of Director
Annexure reference	A	B	C	D	E	F	G	H	
Royalty to SBI for Logo (Note 25)	506.32	-	-	-	-	-	-	-	-
Miscellaneous expenses (Note 25)									
• Demat Charges & Brokerage	-	-	-	-	-	3.83	-	-	-
• Bank charges	5.25	-	-	-	-	-	-	-	-
• PMS expenses	-	-	-	-	-	14.62	-	-	-
Other transactions									
• Contribution to gratuity trust and insurance premium to LIC (Note 15)	-	-	-	-	-	-	-	122.41	-
• Contribution to superannuation fund (Note 23)	-	-	-	-	-	-	-	0.31	-
• Placement of fixed deposits	134.00	-	-	-	-	-	-	-	-
• Provision for loss allowance (Note 5)	-	-	-	-	-	-	-	-	-
• Infusion of share Capital (Note 6)	-	-	-	-	-	-	-	-	-
• Reversal of income (Note 20)	20.86	-	-	-	-	-	-	-	-
• Interim dividend paid (Note 19)	34,146.00	20,054.00	-	16.61	-	-	-	-	-
• Transfer of assets of IFSC Branch	-	-	-	-	-	-	-	-	-
• Loan recovered (Note 5)	-	-	-	219.09	-	-	-	-	-
• Loan written off (Note 5)	-	-	-	85.69	-	-	-	-	-
• Recovery of expenses and salaries of deputed employees	15.50	-	33.92	-	12.84	1.64	-	-	-

Balances Outstanding as at March 31, 2026

Particulars	₹ In millions								
	Holding company (State Bank of India)	Enterprise having significant influence	Subsidiary	Controlled trust	Associates	Fellow subsidiaries	Enterprise under common control	Other related parties	Director/Relatives of Director
Annexure reference	A	B	C	D	E	F	G	H	
Receivables									
Trade receivables (Note 4)	10.49	-	-	-	-	-	130.84	7.23	-
Loans (Note 5)	-	-	-	-	-	-	-	-	-
Other financial assets (Note 7)	-	-	0.31	-	-	-	-	-	-
Other non-financial assets (Note 12)	-	-	-	-	-	2.13	41.97	-	-
Other financial liabilities (Note 14)	24.62	-	-	-	-	-	-	-	-
Trade payables (Note 13)	25.22	-	-	-	-	23.93	9.50	3.71	-
Balance with banks	462.93	-	-	-	-	-	-	-	-
• in current accounts (Note 2)									
Other bank balances (Note 3)	443.72	-	-	-	-	-	-	-	-

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Remuneration to Key Managerial Personnel

The remuneration of key management personnel during the year was as follows:

Particulars	₹ In millions	
	2025-26	
i. Short term benefits	95.55	
ii. Post employment benefits	-	
iii. Other long term benefits	-	
iv. Share based payments	144.62	
v. Termination benefits	-	
v. Dividend paid	62.13	

Details of transactions with Related Parties during the year 2024-25

Particulars	₹ In millions								
	Holding company (State Bank of India)	Enterprise having significant influence	Subsidiary	Controlled trust	Associates	Fellow subsidiaries	Enterprise under common control	Other related parties	Director/ Relatives of Director
Annexure reference	A	B	C	D	E	F	G	H	
Income									
Asset management services (Note 20)									
Portfolio management and other advisory fees	26.32	-	-	-	-	578.20	49.17	-	-
Other income (Note 21)									
Interest income	17.61	-	-	27.39	-	-	-	-	-
Miscellaneous income (Note 21)									
Recovery of admin expenses	-	-	-	-	-	3.30	-	-	-
Advisory fees	-	-	0.40	-	-	-	-	-	-
Support service fees	-	-	0.38	-	-	-	-	-	-
Dividend income (Note 21)									
Dividend from Subsidiary	-	-	69.39	-	-	-	-	-	-
Expenses									
Scheme expenses (Standalone Statement of Profit and Loss)									
Brokerage - PMS & AIF	84.55	-	-	-	-	-	0.17	-	-
Processing Fee	14.23	-	-	-	-	-	-	-	-
Custodial Charges	-	-	-	-	-	1.46	-	-	-
Scheme related expenses	-	-	-	-	-	0.03	-	-	-
Employee benefits expenses (Note 23)									
Reimbursement of salaries of deputed employees from Banks	50.53	-	-	-	-	37.68	12.37	-	-
Remuneration to Deputy Chief Executive Officer	-	-	-	-	-	-	-	14.24	-
Rent, taxes and energy cost (Note 25)	4.64	-	-	-	-	-	-	-	-
Advertising, publicity and business promotion (Note 25)									
Business Promotion	6.44	-	-	-	-	-	-	-	-
Training	1.89	-	-	-	-	-	-	-	-
Reimbursement of expenses	-	-	-	-	-	0.15	-	-	-
Legal and professional fees (Note 25)									
Fund accounting charges	-	-	-	-	-	278.16	-	-	-

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Particulars	₹ In millions								
	Holding company (State Bank of India)	Enterprise having significant influence	Subsidiary	Controlled trust	Associates	Fellow subsidiaries	Enterprise under common control	Other related parties	Director/ Relatives of Director
Annexure reference	A	B	C	D	E	F	G	H	
Software and IT Cost (Note 25)									
Software and IT Cost	-	-	-	-	-	30.28	3.89	-	-
Insurance (Note 25)									
Insurance	-	-	-	-	-	70.04	-	-	-
Corporate Social Responsibility (Note 25)									
Corporate Social Responsibility	-	-	-	-	-	97.32	-	-	-
Directors' Sitting Fees (Note 25)									
Directors' Sitting Fees	-	-	-	-	-	-	-	-	6.35
Royalty to SBI for Logo (Note 25)									
Royalty to SBI for Logo	412.59	-	-	-	-	-	-	-	-
Miscellaneous expenses (Note 25)									
Demat Charges & Brokerage	-	-	-	-	-	3.27	-	-	-
Bank charges	6.26	-	-	-	-	-	-	-	-
Transaction charges	-	-	-	-	-	-	-	5.90	-
PMS expenses	-	-	-	-	-	14.40	-	-	-
Other transactions									
Contribution to gratuity trust and insurance premium to LIC (Note 15)	-	-	-	-	-	-	-	152.26	-
Contribution to superannuation fund (Note 23)	-	-	-	-	-	-	-	0.29	-
Infusion of share Capital (Note 6)	-	-	250.00	-	-	-	-	-	-
Interim dividend paid (Note 19)	6,930.00	4,070.00	-	7.65	-	-	-	-	-
Transfer of assets of IFSC Branch	-	-	31.70	-	-	-	-	-	-
Loan recovered (Note 5)	-	-	-	117.61	-	-	-	-	-
Recovery of expenses and salaries of deputed employees	11.77	-	28.64	-	7.76	1.35	-	-	-

Balances Outstanding as at March 31, 2025

Particulars	₹ In millions								
	Holding company (State Bank of India)	Enterprise having significant influence	Subsidiary	Controlled trust	Associates	Fellow subsidiaries	Enterprise under common control	Other related parties	Director/ Relatives of Director
Annexure reference	A	B	C	D	E	F	G	H	
Receivables									
Trade receivables (Note 4)	22.72	-	-	-	0.91	-	141.58	13.96	-
Loans (Note 5)	-	-	-	326.52	-	-	-	-	-
Other financial assets (Note 7)	-	-	3.33	-	-	0.12	-	-	-
Other non-financial assets (Note 12)	-	-	-	-	-	2.99	-	-	-
Trade payables (Note 13)	1.75	-	-	-	-	21.82	8.66	0.73	-
Balance with banks									
• in current accounts (Note 2)	396.56	-	-	-	-	-	-	-	-
Other bank balances (Note 3)									
Other bank balances	318.21	-	-	-	-	-	-	-	-

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Remuneration to Key Managerial Personnel

The remuneration of key management personnel during the year was as follows:

Particulars	₹ In millions	
	2024-25	
i. Short term benefits	87.71	
ii. Post employment benefits	-	
iii. Other long term benefits	-	
iv. Share based payments	132.55	
v. Termination benefits	-	
v. Dividend paid	12.63	

Note:

- (i) The Company has incurred costs and expenses relating to the proposed Initial Public Offer (IPO) amounting to Rs.93.63 million up to March 31, 2026 on behalf of the Promoter Selling Shareholders, SBI and Amundi India Holding. As per the terms of the Offer Agreement dated March 19, 2026, each Promoter Selling Shareholder shall reimburse the Company for such IPO-related expenses on a pro rata basis, in proportion to their shares expected to be offered to the public.
- (ii) Banking/Credit Card transactions in normal course of business with related parties have not been considered.
- (iii) All transactions with related parties are in normal course of business

Note: The amounts disclosed are net of Goods and Service Tax (where input credit is availed).

Annexures to Related Party Transactions

Particulars	Related Party	₹ In millions	
		March 31, 2026	March 31, 2025
Annexure A - Enterprise having significant influence			
Interim dividend paid	Amundi India Holding	20,054.00	4,070.00
Annexure B - Subsidiaries			
Advisory fees	SBI Funds International (IFSC) Limited	0.80	0.40
Support service fees	SBI Funds International (IFSC) Limited	0.60	0.38
Dividend from Subsidiary	SBI Funds Management (International) Private Limited	86.74	69.39
Infusion of share Capital	SBI Funds International (IFSC) Limited	-	250.00
Transfer of assets of IFSC Branch	SBI Funds International (IFSC) Limited	-	31.70
Recovery of expenses and salaries of deputed employees	SBI Funds International (IFSC) Limited	33.92	28.64
Receivable	SBI Funds International (IFSC) Limited	0.31	3.33
Annexure C - Controlled trust			
Interest income	SBI Funds Management Limited Employee Welfare Trust	14.61	27.39
Interim dividend paid	SBI Funds Management Limited Employee Welfare Trust	16.61	7.65
Loan recovered	SBI Funds Management Limited Employee Welfare Trust	219.09	117.61
Loan written off	SBI Funds Management Limited Employee Welfare Trust	85.69	-
Payable	SBI Funds Management Limited Employee Welfare Trust	-	-
Receivable	SBI Funds Management Limited Employee Welfare Trust	-	326.52

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Particulars	Related Party	₹ In millions	
		March 31, 2026	March 31, 2025
Annexure D - Associates			
Recovery of expenses and salaries of deputed employees	SBI Pension Funds Private Limited	12.84	7.76
Receivable	SBI Pension Funds Private Limited	-	0.91
Annexure E - Fellow subsidiaries			
Recovery of admin expenses	SBI Mutual Fund Trustee Company Private Ltd	3.00	3.00
	SBI CDMDF Trustee Pvt. Ltd	0.30	0.30
Fund accounting charges	SBI-SG Global Securities Services Private Limited	305.98	278.16
PMS expenses	SBI-SG Global Securities Services Private Limited	14.62	14.40
Custodial charges	SBI-SG Global Securities Services Private Limited	2.09	1.46
Scheme related expenses	SBICAP Trustee Company Private Limited	0.03	0.03
Reimbursement of expenses	SBICAP Securities Limited	0.03	0.15
Insurance	SBI Life Insurance Company Limited	10.04	10.15
	SBI General Insurance Limited	73.24	59.89
Corporate Social Responsibility	SBI Foundation	225.23	97.32
Demat Charges & Brokerage	SBICAP Securities Limited	3.83	3.27
Recovery of expenses and salaries of deputed employees	SBI CDMDF Trustee Private Limited	1.64	1.35
BRLM Tender Fees	SBI Capital Markets Limited	0.08	-
Payable	SBI-SG Global Securities Services Private Limited	23.93	21.82
Receivable	SBI Life Insurance Company Limited	0.42	0.77
	SBI General Insurance Limited	1.71	2.22
	SBI CDMDF Trustee Private Limited	-	0.12
Annexure F - Enterprise Under Common Control			
Portfolio management and other advisory fees	Amundi Singapore Limited	13.02	14.40
	Amundi Hong Kong Limited	247.40	222.87
	NH - Amundi Asset Management Co. Ltd	0.70	0.74
	Amundi Asset Management	84.82	77.51
	Amundi (UK) Limited	21.43	19.93
	Amundi Japan Limited	211.62	242.75
Reimbursement of salaries	Amundi Singapore Limited	56.96	37.68
Software and IT Cost	Amundi Asset Management	57.93	30.28
Receivable	Amundi Hong Kong Limited	60.22	58.13
	Amundi Singapore Limited	2.98	3.32
	NH - Amundi Asset Management Co. Ltd	0.11	0.12
	Amundi Asset Management	23.27	19.95
	Amundi Asset Management	41.97	-
	Amundi (UK) Limited	6.25	4.30

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Particulars	Related Party	₹ In millions	
		March 31, 2026	March 31, 2025
Payable	Amundi Japan Limited	38.01	55.76
	Amundi Asset Management	6.35	5.98
	Amundi Singapore Limited	3.15	2.68
Annexure G - Other related parties			
Portfolio management and other advisory fees	Arunachal Pradesh Rural Bank	1.01	1.41
	Ellaquai Dehati Bank	-	0.63
	Mizoram Rural Bank	1.54	1.56
	Nagaland Rural Bank	0.04	0.04
	Rajasthan Marudhara Gramin Bank	-	6.09
	Saurashtra Gramin Bank	-	4.00
	Uttarakhand Gramin Bank	5.22	4.68
	Chhattisgarh Rajya Gramin Bank	7.30	8.03
	Jharkhand Rajya Gramin Bank	5.36	4.87
	Meghalaya Rural Bank	1.16	1.03
	Telangana Grameena Bank	4.14	2.61
	Utkal Grameen Bank	-	3.72
	Andhra Pradesh Grameena Vikas Bank	-	3.96
	Madhyanchal Gramin Bank	-	6.54
Brokerage - PMS & AIF	Yes Bank	0.29	0.17
Brokerage - AIF	Telangana Grameena Bank	0.07	-
Reimbursement of salaries of deputed employees from Banks	Mizoram Rural Bank	1.80	1.66
	Rajasthan Marudhara Gramin Bank	-	2.33
	Rajasthan Gramin Bank	2.43	-
	Chhattisgarh Rajya Gramin Bank	-	1.04
	Jharkhand Rajya Gramin Bank	-	1.44
	Telangana Grameena Bank	2.54	2.51
	Utkal Grameen Bank	0.12	1.49
	Madhyanchal Gramin Bank	0.24	1.90
Software and IT Cost	C-Edge Technologies Ltd	3.79	3.89
Transaction charges	The Clearing Corporation of India Limited	-	5.90
Contribution to gratuity trust and insurance premium to LIC	SBI Funds Management Limited Employees Group Gratuity-Cum-Life Assurance Scheme	122.41	152.26
Contribution to superannuation fund	SBI Funds Management Limited Employees Superannuation Scheme	0.31	0.29
Payable	C-Edge Technologies Ltd	2.94	0.73
	Yes Bank Limited	0.02	-
	Mizoram Rural Bank	0.71	-
	Telangana Grameena Bank	0.04	-
Receivable	Arunachal Pradesh Rural Bank	0.27	0.37
	Ellaquai Dehati Bank	-	0.18
	Mizoram Rural Bank	0.46	0.45
	Nagaland Rural Bank	0.01	0.01
	Rajasthan Marudhara Gramin Bank	-	1.77
	Saurashtra Gramin Bank	-	1.17

Notes to Standalone Financial Statements

For the year ended March 31, 2026

Particulars	Related Party	₹ In millions	
		March 31, 2026	March 31, 2025
	Uttarakhand Gramin Bank	1.66	1.38
	Chhattisgarh Rajya Gramin Bank	2.15	2.22
	Jharkhand Rajya Gramin Bank	1.64	1.44
	Meghalaya Rural Bank	0.33	0.31
	Telangana Grameena Bank	0.71	1.13
	Utkal Grameen Bank	-	1.03
	Andhra Pradesh Grameena Vikas Bank	-	0.61
	Madhyanchal Gramin Bank	-	1.89
Annexure H - Director/Relatives of Director			
Remuneration to Deputy Chief Executive Officer	Mr. Denys Charles Jean Marie Fougeroux De Campigneulles	15.72	14.24
Director sitting fees	Mr. Colathur Narayanan Ram	0.76	1.24
	Mr. Moiz Mohsin Miyajiwala	2.50	1.33
	Ms. Sudha Krishnan	2.50	1.37
	Mr. Shekhar Bhatnagar	2.50	1.14
	Dr. T.T. Ram Mohan	1.47	1.27
	Mr. Hemant Ratnakar Adarkar	1.70	-
	Mr. Sanjay Prakash	1.43	-

45 Dues to Micro, Small and Medium Enterprises

Trade payables and other financial liabilities include amount payable to Micro, Small and Medium Enterprises. Under the Micro, Small and Medium Enterprises Development Act, 2006, (MSMEDA) which came into force from October 2, 2006, certain disclosures are required to be made relating to Micro, Small and Medium enterprises. On the basis of the information and records available with the management, the following disclosures are made for the amounts due to the Micro, Small and Medium enterprises, who have registered with the competent authorities.

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Principal amount remaining unpaid to any supplier as at the year end*	38.63	25.70
Interest due thereon	-	-
Amount of interest paid by the Company in terms of section 16 of the MSMEDA, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year	-	-
Amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMEDA	-	-
Amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

Notes to Standalone Financial Statements

For the year ended March 31, 2026

*Breakup of above is as under

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Trade payables (Note 13)	32.36	24.43
Creditors for capital expenditure (Note 14)	2.31	-
Retention money (Note 14)	3.88	1.21
Earnest money deposit (Note 14)	0.08	0.06
Total	38.63	25.70

46 Expenditure in Foreign Currency

Particulars	₹ In millions	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Travelling and conveyance	4.62	2.92
Advertising, publicity and business promotion	20.03	8.71
Salaries, allowances and bonus	89.14	77.03
Scheme expenses	4.60	1.07
Software and IT Cost	57.93	30.28
Rent, taxes and energy cost & membership subscription	32.17	27.14
Legal and professional fees	3.32	5.96
Total	211.81	153.11

Other material disclosures

47 On November 21, 2025, the Government of India notified the four Labour Codes - the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020 - consolidating 29 existing labour laws. The Ministry of Labour & Employment published draft Central Rules and FAQs to enable assessment of the financial impact due to changes in regulations. The Company has considered restructured compensation of its employees with effect from April 1, 2026, and assessed the impact of the changes, consistent with the Labour Codes, draft rules, FAQs and legal opinion and adequate provision has been made. The Company continues to monitor the finalisation of Central / State Rules and clarifications from the Government on other aspects of the Labour Code and would provide appropriate accounting effect on the basis of such developments as needed.

48 The Company is in the business of asset management services which generates operating revenue in the form of investment management and advisory fees. During the current period, the Company has regrouped net gain on fair value changes from "Revenue from operations" to "Other income". Accordingly, the figures for the year ended March 31, 2025 has been regrouped. The regrouping has no impact on the total income or profit for the year.

49 Disclosures with regard to the new amendments under "Division III of Schedule III" under "Part I - Balance Sheet - General Instructions for preparation of Balance Sheet" in relation to the following clauses WA, WB (i),(ii),(iii),(iv),(v),(vi),(vii),(viii),(ix),(x),(xi),(xii),(xiii),(xiv),(xv) and (xvi) are as under:

- The Company does not have any borrowings from banks/ financial institutions.
- The Company does not have immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) whose title deeds are not held in the name of the Company.
- The Company does not have investment property in terms of Ind AS 40.
- The Company has not revalued any of its Property, Plant and Equipment (including Right To Use Assets) during the year.
- The Company has not revalued any of its Intangible assets during the year.
- The Company has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013).
- The details of capital work-in-progress are given in Note 10
- There Company does not have any intangible assets under development
- There are no proceedings initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and the rules made thereunder

Notes to Standalone Financial Statements

For the year ended March 31, 2026

- The Company does not have any borrowings from banks or financial institutions on the basis of security of current assets.
- The Company has not been declared a Wilful Defaulter by any bank or financial institution or consortium thereof in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.
- The Company has not entered into any material transaction with companies struck off under section 248 of the Companies Act 2013.
- The Company does not have any charges or satisfaction yet to be registered with ROC beyond the statutory period.
- The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- The Company has not entered into any Scheme of Arrangements in terms of sections 230 to 237 of the Companies Act, 2013.
- The Company has neither advanced or loaned or invested funds (either borrowed funds or share premium or any other source or kind of funds) nor received any funds to/ from any other person(s) or entity(ies), including foreign entities (Intermediaries) for lending or investing or providing guarantees to/ on behalf of the ultimate beneficiary during the financial year.

50 Disclosure with regard to the new amendments under "Division III of Schedule III" under "Part II - Statement of Profit and Loss - General Instructions for preparation of Statement of Profit and Loss" in relation to the following clauses 11(v) 11(vi) and 11(vii) are as under:

- The details of Corporate Social Responsibility (CSR) have been disclosed in note 32.
- The Company does not have transactions which are not recorded in the books of accounts that has been surrendered or disclosed as income during financial year in the tax assessments under the Income Tax Act, 1961.
- The Company has not traded or invested in Crypto currency or Virtual Currency during any financial year.

51 The Company has evaluated events occurring after the reporting date up to the date of approval of these financial statements. Based on this evaluation, the Company has concluded that there are no events occurring after the reporting period that require adjustment to, or disclosure in, these Standalone Financial Statements in accordance with Ind AS 10 Events After the Reporting Period.

52 The Standalone Financial Statements were approved by the Company's Board of Directors on April 27, 2026.

53 Previous years figures have been regrouped/reclassified in line with current year.

This is the Notes to the Standalone Financial Statements referred to in our report of even date

For **Kirtane & Pandit LLP**
Chartered Accountants
Firm Registration No: 105215W/W-100057

For and on behalf of the Board of Directors of
SBI Funds Management Limited

Mittal Shah
Partner
Membership No: 147370

Challa Sreenivasulu Setty
Chairman
DIN 08335249

Nand Kishore
Managing Director & CEO
DIN 10237736

Denys De Campigneulles
Executive Director & Deputy CEO
DIN 08716335

Vinaya Datar
Chief Compliance Officer,
Company Secretary & Head - Legal
M. No 15527

Inderjeet Ghuliani
Chief Financial Officer

Place: Mumbai
Date: April 27, 2026

Place: Mumbai
Date: April 27, 2026

Independent Auditor's Report

To the Members of SBI Funds Management Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of SBI Funds Management Limited ("the Holding Company"), its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and its associate company which comprise the Consolidated Balance Sheet as at March 31, 2026, the Consolidated Statement of Profit and Loss (including other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year ended on that date and notes to the consolidated financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Act, as amended, and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2026, the consolidated profit and consolidated total comprehensive income, consolidated changes in equity and its consolidated cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of Consolidated Financial Statements in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the independence requirements that are relevant to our audit of the Consolidated Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Financial Statements.

Information Other than the Consolidated Financial Statements and Auditor's Report thereon

The Holding Company's Board of Directors is responsible for the preparation of other information. The other information comprises the information included in the Holding Company's Annual Report but does not include the Consolidated Financial Statements and our audit report thereon. The Holding Company's Annual Report is expected to be made available to us after the date of this audit report.

Our opinion on the Consolidated Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Consolidated Financial Statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Consolidated Financial Statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Consolidated Financial Statements that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated total comprehensive income, consolidated changes in equity and consolidated cash flows of the Group and its associate company in accordance with the Ind AS and other accounting principles generally accepted in India. The respective Board of Directors of the companies included in the Group, and its associate company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and the associate company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for



ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of these Consolidated Financial Statements by the Directors of the Holding Company, as aforesaid.

In preparing the Consolidated Financial Statements, the Holding Company's Board of Directors is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those respective Board of Directors of the Companies included in the Group and the associate company are also responsible for overseeing the financial reporting process of the Group and of its associate company.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Financial Statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3) of the Act, we are also responsible for expressing

our opinion on whether the Holding Company, its subsidiary company and its associate company which are companies incorporated in India has adequate internal financial controls with reference to the Consolidated Financial Statements, in place and the operating effectiveness of such controls;

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation;
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the Consolidated Financial Statements.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with the those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other

matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

We did not audit the financial statements of two subsidiaries whose financial statements reflect total assets of ₹ 231.61 million as at March 31, 2026, total revenues of ₹ 163.22 million and net cash inflows amounting to ₹ 26.73 million for the year ended on that date, as considered in the Consolidated Financial Statements. The Consolidated Financial Statements also include the Group's share of net profit of ₹ 143.21 million for the year ended March 31, 2026 in respect of one associate company, whose financial statements have not been audited by us. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the Consolidated Financial Statements in so far as it relates to the amounts and disclosures included in respect of the said subsidiaries and associate company, is based solely on the audit reports of such other auditors. Our opinion is not modified in respect of this matter.

Our opinion on the Consolidated Financial Statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, under paragraph 3 (xxi), we report in Annexure A that there have been no qualifications or adverse remarks by the respective auditor in the Companies (Auditor's Report) Order (CARO) reports of the Companies included in the Consolidated Financial Statements of the Group.
2. As required by Section 143(3) of the Act, based on our audit we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statement.
 - (b) In our opinion, proper books of account as required by law have been kept by the Group so far as it appears from our examination of those books.

- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Consolidated Other Comprehensive Income, Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- (d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Ind AS specified under Section 133 of the Act.
- (e) On the basis of the written representations received from the directors of Holding Company as on March 31, 2026 taken on record by the Board of Directors of Holding Company and on the basis of reports of the statutory auditors of its subsidiary company and associate company, none of the directors is disqualified as on March 31, 2026 from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to the adequacy of the internal financial controls with reference to the Consolidated Financial Statements of the Group, with respect to the Companies incorporated in India, and the operating effectiveness of such controls, refer to our separate Report in Annexure B wherein we have expressed an unmodified opinion.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Holding Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Group has disclosed the impact of pending litigations on its financial position in its Consolidated Financial Statements of the Group, and its associate company. Refer Note 29 to the Consolidated Financial Statements.

- ii. The Group did not have any long-term contracts including derivative contracts for which there were material foreseeable losses;
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Group.
- iv.
 1. The Holding Company's Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company, its subsidiaries and its associate to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company, its subsidiaries and its associate ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 2. The Holding Company's Management has represented, that, to the best of its knowledge and belief, no funds have been received by the Holding Company, its subsidiaries and its associate from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company, its subsidiaries and its associate shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on

behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

3. Based on such audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (1) and (2) above, contain any material mis-statement.

- v. The interim dividend declared and paid by the Holding Company during the year and until the date of this report is in compliance with Section 123 of the Companies Act, 2013. The provisions of Section 123 of the Companies Act, 2013 are not applicable to the subsidiary of the Holding Company.

- vi. Based on our examination which included test checks and that performed by the auditor of the subsidiary company and associate company which are companies incorporated in India whose financial statements have been audited under the Act, the Holding Company, subsidiary company and associate company have used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) and the same has operated and is being preserved by the respective Company as per the statutory requirements for record retention throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit, we and the auditor of the above referred subsidiary company and associate company did not come across any instance of audit trail feature being tampered with.

3. As required by Section 143 (5) of the Act, with respect to the Holding Company, and its subsidiary company and associate company, which are companies incorporated in India and provisions of Section 143(5) of the Act with respect to reporting under the directions issued by the Comptroller and Auditor-General of India is applicable, we report that:

Sr No. General of India	Directions issued by the Comptroller and Auditor	Auditor's Comment
a)	Assess the fair valuation of all the investments, both quoted and unquoted, made directly by the Company or through Trusts, for Post retirement benefits of the employees. This includes verifying valuation methodologies, ensuring consistency with IndAS and reviewing supporting documentation. The auditor shall provide a brief note on the valuation approach, its reasonability, and compliance with applicable regulations, reporting any material deviations or misstatements.	<p>The Company has obtained an actuarial valuation report for determination of gratuity liability, from a qualified actuary, as at 31st March 2026.</p> <p>The Defined Benefit Obligation (DBO) has been computed using the Projected Unit Credit Method as prescribed under Indian Accounting Standard 19 (Ind AS 19), in accordance with The Companies (Indian Accounting Standards) Rules, 2015. The Key Assumptions and valuation results are disclosed in Note no. 34 of the Consolidated Financial Statements for the year ended 31st March 2026. The assumptions used are the Company's best estimates based on industry practice, economic outlook, and entity-specific factors. Sensitivity analysis has been performed for discount rate, salary escalation, and employee turnover. The valuation approach and methodology are in compliance with Ind AS 19 requirements, and no material deviations or misstatements have been observed.</p>
b)	Whether the Company has a system in place to process all the accounting transactions through IT system? If yes, whether review of this system and controls that are significant to the Companies' financial reporting process as well as cyber security has been done by Information Security Auditing Organisations empaneled by Cert-In at a minimum frequency of once in a year and material discrepancies found, if any, have been suitably reported? The implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications may also be reported.	The Company has a system in place to process all the accounting transactions through IT system. Based on information and explanations received from the Management, the accounting system has been duly reviewed by Information Security Auditing Organisation empaneled by Cert-In during the year and no material discrepancies have been reported. Further, we have not come across any accounting transactions processed outside IT system which would have an impact on the integrity of the accounts or any financial implications.
c)	Whether funds (grants/ subsidy etc.) received/ receivable for specific schemes from Central/State Government or its agencies were properly accounted for as per the applicable accounting standards or norms and whether the received funds were utilised as per its terms and conditions? Whether accounting of interest earned on grants received has been done as per terms and conditions of the Grant. List the cases of deviation.	Based on our examination of relevant records of the Company and the information and explanations received from the Management, there are no funds received/receivable from Central/State agencies and hence, this clause is not applicable for the year 2025-26.



Sr No. General of India	Directions issued by the Comptroller and Auditor	Auditor's Comment
d)	Whether the Company has identified the key Risk areas? If yes, whether the Company has formulated any Risk Management Policy to mitigate these risks? If yes, (a) whether the Risk Management Policy has been formulated considering global best practices? (b) whether the Company has identified its data assets and whether it has been valued appropriately?	Based on information and explanations received from the Management, the Company has in place a Risk Management Policy duly approved by the Risk Management Committee of the Board and the Board of Directors. An Enterprise Risk approach is followed, and the Policy covers Investment Risk, Operational Risk, Reputation Risk, Cyber Risk, Financial Risk etc. The Enterprise Risk control framework, escalation, and monitoring mechanism is outlined in the Policy and is in place within the Company. The Company follows the Risk Control Self-Assessment approach for identification of risks and the same is duly escalated to the Risk Management Committee of the Board. Key risk indicators have been defined for risk measurement and the same are duly monitored. Further, based on information and explanations received from the Management, the Company does not have any data assets.
e)	Whether the Company is complying with the Securities and Exchange Board of India (SEBI) (Listing Obligation and Disclosure Requirements) Regulations, 2015, and other applicable rules and regulations of SEBI, Department of Investment and Public Asset Management, Ministry of Corporate Affairs, Department of Public Enterprises, Reserve Bank of India, Telecom Regulatory Authority of India, CERT-IN, Ministry of Electronics and Information Technology and National Payments Corporation of India wherever applicable? If not, the cases of deviation may be highlighted.	Based on our examination of relevant records of the Company and the information and explanations received from the Management, the Company has complied with the provisions of the applicable regulations issued by the Securities and Exchange Board of India (SEBI), the Ministry of Corporate Affairs, the Reserve Bank of India and relevant regulatory authority, to the extent applicable to the Company. Deviations, if any arising in the ordinary course of business are duly reported to SEBI or relevant regulatory authority and the Board of Directors, along with the corrective actions taken and are addressed in a timely and appropriate manner in accordance with the applicable regulatory framework.

For Kirtane & Pandit LLP,
Chartered Accountants
Firm's Registration No. 105215W/W-100057

Mittal Shah
Partner
M. No. 147370
UDIN: 26147370PGUPNH1169

Place: Mumbai
Date: April 27, 2026

Annexure A To The Independent Auditor's Report

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' Section of our report of even date)

(xxi) In our opinion and according to the information and explanations given to us, there are no qualifications or adverse remarks by the respective auditors in the Companies (Auditors' Report) Order, 2020 reports of the companies incorporated in India and included in the consolidated financial statements.

For Kirtane & Pandit LLP,
Chartered Accountants
Firm's Registration No. 105215W/W-100057

Mittal Shah
Partner
M. No. 147370
UDIN: 26147370PGUPNH1169

Place: Mumbai
Date: April 27, 2026

Annexure B To The Independent Auditor's Report

[Referred to in paragraph 2(i) under 'Report on Other Legal and Regulatory Requirements' section in our Independent Auditor's Report of even date to the members of SBI Funds Management Limited on the consolidated financial statements for the year ended March 31, 2026]

Report on the Internal Financial Controls with reference to Consolidated Financial Statements under clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to the consolidated financial statements of SBI Funds Management Limited ("the Holding Company") which includes the internal financial controls over financial reporting of the Holding Company, its subsidiary company and its associate company, which are companies incorporated in India, as of March 31, 2026, in conjunction with our audit of the consolidated financial statements of the Holding Company for the year ended on that

Responsibility of Management and Those Charged with Governance for Internal Financial Controls

The Board of Directors of the Holding Company, its subsidiary company and its associate company, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls with reference to consolidated financial statements based on the internal control over financial reporting criteria established by the Holding Company, its subsidiary company and its associate company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to the consolidated financial statements of the Holding Company, its subsidiary company and its associate company, incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing prescribed under section 143 (10) of the Act, to the extent applicable to an audit of internal financial controls with reference to the consolidated financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to the consolidated financial statements, was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to the consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to the consolidated financial statements included obtaining an understanding of internal financial controls with reference to the consolidated financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Holding Company's, its subsidiary company's and its associate company's internal financial controls with reference to the consolidated financial statements of the Holding Company.

Meaning of Internal Financial Controls with reference to Consolidated Financial Statements

A Company's internal financial controls with reference to the consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of consolidated financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial controls with reference to the consolidated financial statements includes those policies and procedures that: (a) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (b) provide reasonable assurance that transactions are recorded as necessary to permit preparation of consolidated financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (c) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the consolidated financial statements.

Inherent Limitations of Internal Financial Controls with reference to Consolidated Financial Statements

Because of the inherent limitations of internal financial controls with reference to the consolidated financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not to be detected. Also, projections of any evaluation of the internal financial

For Kirtane & Pandit LLP,
Chartered Accountants
Firm's Registration No. 105215W/W-100057

Mittal Shah
Partner
M. No. 147370
UDIN: 26147370PGUPNH1169

Place: Mumbai
Date: April 27, 2026

controls with reference to the consolidated financial statements to future periods are subject to the risk that the internal financial controls with reference to the consolidated financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Holding Company, its subsidiary company and its associate company, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting with reference to the consolidated financial statements, and such internal financial controls with reference to the consolidated financial statements were operating effectively as at March 31, 2026, based on the internal financial control criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Control Over Financial Reporting issued by ICAI.

Other Matters

Our aforesaid report under section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to the consolidated financial statements in so far as it relates to the associate and subsidiary, which are companies incorporated in India, is based on the corresponding report of the independent auditors of such companies. This clause does not apply to SBI Funds Management Limited – Employee Welfare Trust (being a controlled trust) and SBI Funds Management (International) Private Limited (being a subsidiary company incorporated in Mauritius).

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) READ WITH SECTION 129(4) OF THE COMPANIES ACT, 2013 ON THE CONSOLIDATED FINANCIAL STATEMENTS OF SBI FUNDS MANAGEMENT LIMITED FOR THE YEAR ENDED 31 MARCH 2026

The preparation of consolidated financial statements of SBI Funds Management Limited for the year ended 31 March 2026 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139(5) read with Section 129 (4) of the Act is responsible for expressing opinion on the financial statements under section 143 read with Section 129 (4) of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 27 April 2026.

The assets under management through various schemes managed by SBI Funds Management Limited are not reflected in its Balance Sheet, since these assets do not form part of the SBI Funds Management Limited. Therefore, I do not look into operation of these schemes including decision making regarding acquisition, management and disposal of the assets managed by the SBI Funds Management Limited and express no opinion on the soundness of the investments.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the consolidated financial statements of SBI Funds Management Limited for the year ended 31 March 2026 under section 143(6)(a) read with section 129(4) of the Act. We conducted a supplementary audit of the financial statements of SBI Funds Management Limited but did not conduct supplementary audit of the financial statements of SBI Fund International (IFSC) Limited and SBI Pension Fund Private Limited for the year ended 31 March 2026. Further, Section 139(5) and 143(6)(a) of the Act are not applicable to SBI Funds Management (International) Private Limited being private entity incorporated in Foreign country under the respective laws, for appointment of their Statutory Auditor and for conduct of supplementary audit. Accordingly, Comptroller and Auditor General of India has neither appointed the Statutory Auditors nor conducted the supplementary audit of these companies. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report under section 143(6)(b) of the Act.

For and on behalf of the
Comptroller & Auditor General of India

(Vijay Nanalal Kothari)

Director General of Audit (Financial Services), Mumbai

Place: Mumbai
Date: 15.06.2026

Consolidated Balance Sheet

For the year ended March 31, 2026

Particulars	Note No.	₹ In millions)	
		As at March 31, 2026	As at March 31, 2025
ASSETS			
I Financial assets			
(a) Cash and cash equivalents	2	197.39	154.58
(b) Bank balance other than (a) above	3	886.65	768.92
(c) Receivables			
(i) Trade receivables	4	882.17	1,228.90
(d) Loans	5	1.95	2.51
(e) Investments	6	56,328.76	80,542.80
(f) Investments accounted for using equity method	6A	714.96	571.75
(g) Other financial assets	7	194.77	90.95
Sub-total - Financial assets		59,206.65	83,360.41
II Non-financial assets			
(a) Current tax assets (Net)	8	393.63	44.25
(b) Property, plant and equipment	9	3,895.09	2,664.68
(c) Capital work-in-progress	10	-	1,099.65
(d) Other intangible assets	11	14.86	34.35
(e) Other non-financial assets	12	694.24	515.25
Sub-total - Non-financial assets		4,997.82	4,358.18
TOTAL ASSETS		64,204.47	87,718.59
LIABILITIES AND EQUITY			
Liabilities			
I Financial liabilities			
(a) Payables			
(i) Trade payables			
(i) Total outstanding dues of micro enterprises and small enterprises	13	32.68	24.74
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	13	205.94	177.70
(b) Other financial liabilities	14	1,367.81	1,279.00
Sub-total - Financial liabilities		1,606.43	1,481.44
II Non-financial liabilities			
(a) Current tax liabilities (Net)	8	1.14	1.00
(b) Provisions	15	1,571.33	1,576.84
(c) Deferred tax liabilities (Net)	16	1,055.25	1,397.15
(d) Other non-financial liabilities	17	339.70	286.83
Sub-total - Non-financial liabilities		2,967.42	3,261.82
Equity			
(a) Equity share capital	18	2,036.83	507.86
(b) Other equity	19	57,593.79	82,467.47
Sub-total - Equity		59,630.62	82,975.33
TOTAL LIABILITIES AND EQUITY		64,204.47	87,718.59
Summary of Material Accounting Policies	1		
Other Notes to the Consolidated Financial Statements	2 - 54		

This is the Consolidated Balance Sheet referred to in our report of even date

For **Kirtane & Pandit LLP**
Chartered Accountants
Firm Registration No: 105215W/W-100057

Mittal Shah
Partner
Membership No: 147370

For and on behalf of the Board of Directors of
SBI Funds Management Limited

Challa Sreenivasulu Setty
Chairman
DIN 08335249

Denys De Campigneulles
Executive Director & Deputy CEO
DIN 08716335

Nand Kishore
Managing Director & CEO
DIN 10237736

Vinaya Datar
Chief Compliance Officer,
Company Secretary & Head - Legal
M. No 15527

Inderjeet Ghuliani
Chief Financial Officer

Place: Mumbai
Date: April 27, 2026

Place: Mumbai
Date: April 27, 2026

Consolidated Statement of Profit and Loss

For the year ended March 31, 2026

Particulars	Note No.	₹ In millions)	
		For the year ended March 31, 2026	For the year ended March 31, 2025
Revenue from operations			
Asset management services	20	43,894.88	35,977.57
I. Total revenue from operations		43,894.88	35,977.57
II. Other income	21	5,866.18	6,383.94
III. Total income (I+II)		49,761.06	42,361.51
Expenses			
(a) Finance cost	22	91.17	86.03
(b) Scheme expenses		717.12	644.57
(c) Employee benefits expenses	23	4,410.10	4,210.84
(d) Depreciation and amortisation	24	438.37	400.01
(e) Other expenses	25	4,049.40	3,376.68
IV. Total expenses		9,706.16	8,718.13
V. Profit before exceptional items and tax (III - IV)		40,054.90	33,643.38
VI. Exceptional Items		-	-
VII. Profit before tax (V - VI)		40,054.90	33,643.38
VIII. Share of profit / (loss) of associate		143.21	146.21
Tax expense:	26		
• Current Tax		9,846.60	7,704.94
• Deferred Tax Charge/ (Credit)		(322.25)	683.11
IX. Total tax expense		9,524.35	8,388.05
X. Profit after tax (VII + VIII - IX)		30,673.76	25,401.54
Other Comprehensive Income			
Items that will not be reclassified to profit or loss (A):			
i) Remeasurements of the defined benefit plans		0.21	(125.02)
ii) Income tax relating to items that will not be reclassified to profit or loss		(0.05)	31.47
		0.16	(93.55)
Items that will be reclassified to profit or loss (B):			
i) Foreign currency translation		20.27	6.36
XI. Total Other Comprehensive Income (A+B)		20.43	(87.19)
XII. Total Comprehensive Income for the year (X + XI)		30,694.19	25,314.35
XIII. Earnings per equity share	28		
Basic (₹)		15.08	12.53
Diluted (₹)		15.04	12.50
Summary of Material Accounting Policies	1		
Other Notes to the Consolidated Financial Statements	2 - 54		

This is the Consolidated Statement of Profit and Loss referred to in our report of even date

For **Kirtane & Pandit LLP**
Chartered Accountants
Firm Registration No: 105215W/W-100057

Mittal Shah
Partner
Membership No: 147370

Place: Mumbai
Date: April 27, 2026

For and on behalf of the Board of Directors of
SBI Funds Management Limited

Challa Sreenivasulu Setty
Chairman
DIN 08335249

Denys De Campigneulles
Executive Director & Deputy CEO
DIN 08716335

Nand Kishore
Managing Director & CEO
DIN 10237736

Vinaya Datar
Chief Compliance Officer,
Company Secretary & Head - Legal
M. No 15527

Inderjeet Ghuliani
Chief Financial Officer

Place: Mumbai
Date: April 27, 2026

Consolidated Statement of Cash Flows

For the year ended March 31, 2026

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
A. Cash flow from operating activities		
Profit before tax*	40,054.90	33,643.38
Add/ (less): Adjustments for:		
Depreciation and amortization expense	438.37	400.01
Finance cost	91.17	86.03
Employee stock option expenses	220.48	287.32
Net gain on sale of property, plant and equipment	(0.38)	(0.59)
Unrealized exchange loss/ (gain)	17.34	5.67
Net gain on financial instruments at fair value through profit or loss	(4,093.36)	(4,655.65)
Net gain on sale of financial instruments under amortised cost category	(82.42)	-
Interest income from investments in debt securities	(1,520.64)	(1,608.53)
Interest income from investments in Invit	(92.07)	(34.65)
Interest income from investments in AIF	(18.80)	(36.70)
Interest income on loan to staff	(0.05)	(0.05)
Interest on income tax refund	-	(0.01)
Dividend income from investment in preference shares	-	(0.16)
Unwinding of interest on security deposits	(6.03)	(5.28)
Gain on termination of leases	(8.19)	(2.71)
Operating profit before working capital changes	35,000.32	28,078.08
Adjustments for changes in working Capital :		
Increase in other bank balances	(117.73)	(221.75)
Decrease/ (Increase) in trade receivables	346.73	(151.95)
Increase in other financial asset	(103.18)	(13.93)
Increase in other non-financial assets	(132.88)	(240.94)
Increase in trade payables	36.18	6.17
Increase/ (Decrease) in other financial liabilities	51.05	(0.06)
Increase/ (Decrease) in provisions	(5.30)	149.83
Increase in other non-financial liabilities	52.87	56.27
Cash generated from operations	35,128.06	27,661.72
Income taxes paid net of refund	(10,252.02)	(7,737.96)
Net cash generated from operating activities (A)	24,876.04	19,923.76
B. Cash flow from investing activities		
Purchase of other intangible assets	(2.95)	(3.02)
Purchase of property, plant and equipment	(277.92)	(1,195.25)
Proceeds from sale of property, plant and equipment	0.85	0.81
Purchase of investments	(1,19,287.33)	(32,666.22)
Proceeds from Sale of Investments	1,47,536.02	23,048.33
Proceeds from loan to staff (including interest)	0.61	(0.04)
Dividend received on investments in preference shares	-	0.16
Interest income received from Invit	92.07	34.65
Interest income received from AIF	18.80	36.70
Interest income received on investments in debt securities	1,664.53	1,368.35
Net cash (used in)/ generated from investing activities (B)	29,744.68	(9,375.53)



Consolidated Statement of Cash Flows

For the year ended March 31, 2026

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
C. Cash flow from financing activities		
Proceeds from issuance of equity share capital on exercise of ESOP	632.80	926.16
Adjustment in relation to shares held by EWT	299.46	145.58
Repayment of lease liabilities	(267.71)	(243.84)
Interest element of lease payments	(91.17)	(86.03)
Dividend paid	(55,151.32)	(11,172.35)
Net cash (used in)/ generated financing activities (C)	(54,577.94)	(10,430.48)
Net increase/ (decrease) in cash and cash equivalents (A + B + C)	42.78	117.75
Add: Cash and Cash Equivalents at the beginning of year	154.58	36.83
Exchange differences on translation of foreign currency cash and cash equivalents	0.03	-
Cash and cash equivalents at the end of the year	197.39	154.58
Components of cash and cash equivalents (Refer Note 2)		
Cash on hand	0.02	0.05
Cheques in hand		
Balance with banks		
• in current accounts	178.17	139.95
Deposits with original maturity of less than three months	19.20	14.58

[*Net off Corporate Social Responsibility expense as per Section 135(5) of the Companies Act, 2013 (Refer Note 32)]

Note: The above Consolidated Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'

Summary of Material Accounting Policies (Refer Note 1)

Other Notes to the Consolidated Financial Statements (Refer Note 2 -54)

The Material Accounting Policies and accompanying notes form an integral part of the Consolidated Financial Statements

This is the Consolidated Statement of Cash Flows referred to in our report of even date

For **Kirtane & Pandit LLP**
Chartered Accountants
Firm Registration No: 105215W/W-100057

For and on behalf of the Board of Directors of
SBI Funds Management Limited

Mittal Shah
Partner
Membership No: 147370

Challa Sreenivasulu Setty
Chairman
DIN 08335249

Nand Kishore
Managing Director & CEO
DIN 10237736

Denys De Campigneulles
Executive Director & Deputy CEO
DIN 08716335

Vinaya Datar
Chief Compliance Officer,
Company Secretary & Head - Legal
M. No 15527

Inderjeet Ghuliani
Chief Financial Officer

Place: Mumbai
Date: April 27, 2026

Place: Mumbai
Date: April 27, 2026

Consolidated Statement of Changes in Equity

For the year ended March 31, 2026

A. Equity Share Capital

Particulars	(₹ In millions)			
	Balance at the beginning of the year	Changes in Equity share capital during the year	Shares held by EWT [®]	Balance at the end of the year
Equity Share of ₹ 1 each, Fully paid-up				
As at March 31, 2026	508.21	1,528.62	-	2,036.83
As at March 31, 2025	506.34	1.87	(0.35)	507.86

[®]Nil (March 31, 2025: 347,609) shares held by SBI Funds Management Limited – Employee Welfare Trust (“EWT”). Refer Note No. 35 for details on EWT.

(*Amount is below the rounding off norms adopted by the Group)

B. Other Equity

Particulars	Share Application Money	Reserves and surplus				Items of Other Comprehensive Income		Total Other Equity
		Securities Premium	General Reserve	Share Options Outstanding Account	Retained Earnings	Remeasurement gain/(loss) of the defined benefit plans (net of tax)	Foreign Currency Translation Reserve	
Opening balance as at April 1, 2025	-	3,258.24	1,326.01	553.18	77,459.04	(144.61)	15.61	82,467.47
Profit for the year*	-	-	-	-	30,673.76	-	-	30,673.76
Other Comprehensive Income	-	-	-	-	-	0.16	-	0.16
Foreign currency translation during the year	-	-	-	-	-	-	20.27	20.27
Reclassification to Profit and Loss Account*	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	-	-	30,673.76	0.16	20.27	30,694.19
Transfer to/ (from) retained earnings	-	-	50.00	-	(50.00)	-	-	-
Employee stock option expenses	-	-	-	220.48	-	-	-	220.48
Issue of bonus shares**	-	(1,526.50)	-	-	-	-	-	(1,526.50)
Adjustment in relation to treasury shares held by EWT	-	283.72	-	-	(20.74)	-	-	262.98
Interim dividend for FY 2025-26	-	-	-	-	(55,155.16)	-	-	(55,155.16)
Additions during the year (towards options exercised)	632.45	630.33	-	-	-	-	-	1,262.78
Utilised during the year (on account of allotment of shares under ESOP)	(632.45)	-	-	-	-	-	-	(632.45)
Transfer from Share Options Outstanding Account to Securities Premium (towards options exercised)	-	285.27	-	(285.27)	-	-	-	-
Transfer from Share Options Outstanding Account to Retained Earnings (towards vested options cancelled)	-	-	-	(0.59)	0.59	-	-	-
Changes during the year	-	(327.18)	50.00	(65.38)	(55,225.31)	-	-	(55,567.87)
Closing balance as at March 31, 2026	-	2,931.06	1,376.01	487.80	52,907.49	(144.45)	35.88	57,593.79

(**Refer Note 18.5)



Consolidated Statement of Changes in Equity

For the year ended March 31, 2026

Particulars	Share Application Money	Reserves and surplus				Items of Other Comprehensive Income		Total Other Equity
		Securities Premium	General Reserve	Share Options Outstanding Account	Retained Earnings	Remeasurement gain/(loss) of the defined benefit plans (net of tax)	Foreign Currency Translation Reserve	
Opening balance as at April 1, 2024	-	1,882.14	1,276.01	579.90	63,275.33	(51.06)	9.33	66,971.65
Profit for the year*	-	-	-	-	25,401.54	-	-	25,401.54
Other Comprehensive Income	-	-	-	-	-	(93.55)	-	(93.55)
Foreign currency translation during the year	-	-	-	-	-	-	6.36	6.36
Reclassification to Profit and Loss Account*	-	-	-	-	-	-	(0.08)	(0.08)
Total Comprehensive Income for the year	-	-	-	-	25,401.54	(93.55)	6.28	25,314.27
Transfer to/ (from) retained earnings	-	-	50.00	-	(50.00)	-	-	-
Employee stock option expenses	-	-	-	287.32	-	-	-	287.32
Adjustment in relation to treasury shares held by EWT	-	138.11	-	-	4.94	-	-	143.05
Interim dividend for FY 2024-25	-	-	-	-	(11,172.94)	-	-	(11,172.94)
Additions during the year (towards options exercised)	925.99	924.12	-	-	-	-	-	1,850.11
Utilised during the year (on account of allotment of shares under ESOP)	(925.99)	-	-	-	-	-	-	(925.99)
Transfer from Share Options Outstanding Account to Securities Premium (towards options exercised)	-	313.87	-	(313.87)	-	-	-	-
Transfer from Share Options Outstanding Account to Retained Earnings (towards vested options cancelled)	-	-	-	(0.17)	0.17	-	-	-
Changes during the year	-	1,376.10	50.00	(26.72)	(11,217.83)	-	-	(9,818.45)
Closing balance as at March 31, 2025	-	3,258.24	1,326.01	553.18	77,459.04	(144.61)	15.61	82,467.47

*Includes ₹ 0.08 million reclassified from OCI consequent to closure of IFSC Branch (Refer Note 35)

Summary of Material Accounting Policies (Refer Note 1)

Other Notes to the Consolidated Financial Statements (Refer Note 2 -54)

The Material Accounting Policies and accompanying notes form an integral part of the Consolidated Financial Statements

This is the Consolidated Statement of Changes in Equity referred to in our report of even date

For **Kirtane & Pandit LLP**
Chartered Accountants
Firm Registration No: 105215W/W-100057

Mittal Shah
Partner
Membership No: 147370

For and on behalf of the Board of Directors of
SBI Funds Management Limited

Challa Sreenivasulu Setty
Chairman
DIN 08335249

Denys De Campigneulles
Executive Director & Deputy CEO
DIN 08716335

Nand Kishore
Managing Director & CEO
DIN 10237736

Vinaya Datar
Chief Compliance Officer,
Company Secretary & Head - Legal
M. No 15527

Inderjeet Ghuliani
Chief Financial Officer

Place: Mumbai
Date: April 27, 2026

Place: Mumbai
Date: April 27, 2026

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Group Overview

SBI Funds Management Limited ('SBI FUND/ the Company') was incorporated on February 7, 1992, under provisions of the Companies Act, 1956 (Act) and its registered office is situated at 9th Floor, Crescenzo, C-38 & 39, G Block, Bandra-Kurla Complex, Mumbai – 400 051, Maharashtra, India. The Company is a joint venture between SBI and AMUNDI.

The Company was granted approval by Securities and Exchange Board of India (SEBI) under SEBI (Mutual Funds) Regulations, 1993, subsequently replaced by SEBI (Mutual Funds) Regulations, 1996 ('SEBI Regulations'), to act as the Investment Manager of SBI Mutual Fund ('the Fund'). The Company manages the Investment Portfolios of the scheme(s) launched by the Fund and provides various administrative services to the Fund as laid down in the Restated and Amended Investment Management Agreement dated March 12, 2024. The Company has a wholly owned foreign subsidiary namely SBI Funds Management (International) Private Limited, which is based in Mauritius and manages Off-shore Funds.

The Company is registered with SEBI under the SEBI (Portfolio Managers) Regulations, 1993 subsequently replaced by SEBI (Portfolio Managers) Regulations, 2020 and provides Portfolio Management Services (PMS) to domestic and international clients.

The Company offers alternate asset investment products through Alternative Investment Funds (AIF). The Company is acting as an Investment Manager of SBI Alternative Equity Fund & SBI Alternative Debt Fund which is registered with SEBI as a category III & category II AIF respectively under SEBI (Alternative Investment Funds) Regulations, 2012. Further, the Company also acts as an Investment Manager to Corporate Debt Market Development Fund (CD MDF), an AIF set up under SEBI AIF Regulations, for developing a Backstop Facility for development of the corporate debt market by providing backstop facility at the time of market dislocation to benefit the wider corporate debt market.

The Company is also providing the management and advisory services to Category I foreign portfolio investors and Category II foreign portfolio investors through fund manager(s) managing the schemes of the SBI Mutual Fund as permitted under SEBI (Mutual Funds) Regulations, 1996.

The Subsidiary Company is registered with IFSCA as a Registered Fund Management Entity (Retail) under IFSCA (Fund Management) Regulations.

The Company had set up its IFSC Branch for carrying out Fund Management activities at IFSC-GIFT City. International Financial Services Centres Authority (IFSCA) had granted certificate of registration dated November 28, 2022, to

SBI Funds Management Limited (IFSC Branch) to carry out activities as a Fund Management Entity (Retail) under the IFSCA (Fund Management) Regulations. Subsequently, the Company has also incorporated a wholly owned subsidiary company in IFSC-GIFT City, viz. SBI Funds International (IFSC) Limited on February 07, 2024, after receiving no objection certificate from SEBI, for undertaking Portfolio Management Services and Investment Management activities / services for pooled assets in IFSC-GIFT City. The existing business of SBI Funds Management Limited (IFSC Branch) has been transferred to the Subsidiary Company with effect from August 12, 2024, and accordingly the Company has exited its IFSC Branch structure.

The Company and its subsidiaries are hereinafter together referred to as "the Group".

1. Material accounting policies information

This note provides a list of material accounting policies information adopted in the preparation of these Consolidated Financial Statements.

1.1 Basis of preparation and presentation

a) Statement of compliance

These Consolidated Financial Statements of the Group have been prepared and presented on a going concern basis and in accordance with Indian Accounting Standards ("Ind AS"), as per the Companies (Indian Accounting Standard) Rules, 2015 notified under section 133 of the Companies Act, 2013 ("the Act") and other relevant provisions of the Act, as amended from time to time.

b) Presentation of Consolidated Financial Statements

The Group presents its Consolidated Balance Sheet in order of liquidity. An analysis regarding recovery or settlement within 12 months after the reporting date and more than 12 months after the reporting date is presented in Note 38.

c) Functional and Reporting currency

Indian Rupee (₹) is the currency of the primary economic environment in which the Company operates and hence the functional currency of the Company. Accordingly, the Consolidated Financial Statements is presented in Indian Rupee (₹).

d) Rounding off

All figures have been rounded-off to the nearest million up to two decimal places, unless otherwise indicated.



Notes to Consolidated Financial Statements

For the year ended March 31, 2026

e) Basis of measurement

The Consolidated Financial Statements has been prepared on the historical cost basis except for the following: -

- Financial instruments that are measured at fair value (refer accounting policy regarding financial instruments)
- Net defined benefit asset/liability – Fair value of plan assets less present value of defined benefit obligations
- Equity settled share-based payments – fair value of the options granted as on the grant date

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

f) Measurement of fair value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Group.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

All assets and liabilities for which fair value is measured or disclosed in the Consolidated Financial Statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and

- Level 3 inputs are unobservable inputs for the asset or liability. This category includes all instruments for which the valuation technique includes inputs that are not observable, and the unobservable inputs have a significant effect on the instrument's valuation.

g) Use of judgements, estimates and assumptions

The preparation of these Consolidated Financial Statements in conformity with the recognition and measurement principles of Ind AS requires management to make estimates, judgements and assumptions. These estimates, judgements and assumptions impact application of accounting policies and the reported amount of assets, liabilities, disclosure of contingent assets and liabilities at the date of Consolidated Financial Statements and the reported amount of income and expenses for the periods presented.

The management believes that these estimates are prudent and reasonable and are based upon the management's best knowledge of current events and actions as on the reporting date. Actual results could differ from these estimates and differences between actual results and estimates are recognised in the periods in which the results/ actions are known or materialise. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the Consolidated Financial Statements are as below:

- Note 1.9(c), Note 9 and Note 11 - Estimates of useful lives and residual value of property, plant and equipment, and other intangible assets.
- Note 9 and Note 11 - Impairment test of non-financial assets: Key assumptions underlying recoverable amounts including the recoverability of expenditure on intangible assets.
- Note 16 - Recognition of deferred tax assets.

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

- Note 29 and 30- Recognition and measurement of provisions and contingencies; key assumptions related to the likelihood and magnitude of an outflow of resources, if any
- Note 33 and 34 - Obligation relating to employee benefits related to actuarial assumptions and share based payments.
- Note 40 - Financial instruments – Fair values, risk management and impairment of financial assets.
- Note 41 - Determination of lease term and discount rate for lease liabilities.

h) Principles of consolidation

The Consolidated Financial Statements relate to SBI Funds Management Limited ('the Company') and its subsidiaries (hereinafter together referred to as "the Group") and associate which has been prepared on the following basis:

A subsidiary company is an entity which is controlled by the Company. The Company controls an investee if and only if the Company has all the following elements of control:

- has power over the investee.
- has exposure, or rights, to variable returns from its involvement with the investee; and
- has the ability to use its power over the investee to affect the amount of the Company's returns.
 - The financial statements of the Company and its subsidiaries are combined on a line-by-line basis by adding together like items of assets, liabilities, equity, incomes, expenses and cash flows, after

fully eliminating intra-group balances and intra-group transactions.

- Profits or losses resulting from intra-group transactions are eliminated in full.
- In case of foreign subsidiary, revenue items are consolidated at the average rate prevailing during the year. All assets and liabilities are converted at rates prevailing at the end of the year. Any exchange difference arising on consolidation is recognised in the Foreign Currency Translation Reserve.
- Offset (eliminate) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary.
- Non-Controlling Interest's share of profit / loss of consolidated subsidiary for the year is identified and adjusted against the income of the Company in order to arrive at the net income attributable to shareholders of the Company.
- Non-Controlling Interest's share of net assets of consolidated subsidiaries is identified and presented in the Consolidated Balance Sheet separate from liabilities and the equity of the Company's shareholders.
- Investment in Associates has been accounted under the equity method as per Ind AS 28 - Investments in Associates and Joint Ventures.
- The Consolidated Financial Statements has been prepared using uniform accounting policies for like transactions and other events in similar circumstances.

Proportion of ownership interest in subsidiaries included in consolidation

Sr. No	Name of Subsidiary	Country of Incorporation / Establishment	Proportion of ownership interest	
			March 31, 2026	March 31, 2025
1	SBI Funds Management (International) Private Limited	Mauritius	100%	100%
2	SBI Funds International (IFSC) Ltd	GIFT City	100%	100%
3	SBI Funds Management Limited – Employee Welfare Trust (EWT)	India	Controlled Trust	Controlled Trust

Foreign subsidiary:

- Both monetary and non-monetary foreign currency assets and liabilities including contingent liabilities of foreign subsidiaries are translated at closing exchange rates.
- Income and expenditure of foreign subsidiaries are translated at the average rates prevailing during the year.
- Exchange differences arising on net investment in foreign subsidiaries are accumulated in



Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Foreign Currency Translation Reserve until disposal of the net investment.

- The Assets and Liabilities of foreign subsidiary in foreign currency (other than local currency of the foreign offices/ subsidiaries/joint ventures) are translated into local currency using spot rates applicable to that country.
- The financial statements of foreign subsidiary have been prepared in accordance with the generally accepted accounting principles of its country of incorporation. The differences in accounting policies are not material.

Controlled Trust:

- Pursuant to the amended ESOP-2018 Scheme and approval of the Board of Directors and Shareholders upon recommendation of the Nomination and Remuneration Committee ("NRC"), the Company has set up the SBI Funds Management Limited – Employee Welfare Trust ("EWT").
- The EWT has been treated as a subsidiary for consolidation purposes as per control criteria defined under Ind AS 110. The adjustments in relation to equity shares held by the EWT have been presented as a deduction from total equity, until they are sold or re-issued.

Associates

Sr. No	Name of Associate	Country of Incorporation	Proportion of ownership interest	
			March 31, 2026	March 31, 2025
1	SBI Pension Funds Private Limited	India	20%	20%

Investment in Associates are accounted for using the equity method as per Ind AS 28 Investments in Associates and Joint Ventures. Under the equity method, the investment in the associate is carried in the balance sheet at cost plus post-acquisition changes in the Group's share of net assets of the associate. Goodwill relating to the associate is included in the carrying amount of the investment and is neither amortised nor individually tested for impairment. The statement of profit and loss reflects the share of the results of operations of the associate.

If the Company loses control over a subsidiary, it:

- derecognises the assets (including goodwill, if any) and liabilities of the subsidiary.
- derecognises the cumulative translation differences recorded in equity.
- recognises the fair value of the consideration received.
- recognises the fair value of any investment retained
- recognises any surplus or deficit in profit or loss.
- reclassifies the Company's share of components previously recognised in OCI

to profit or loss or retained earnings, as appropriate, as would be required if the Company had directly disposed of the related assets or liabilities.

A change in the ownership interest of a subsidiary, without loss of control, is accounted for as an equity transaction.

1.2 Revenue recognition

The Group recognizes revenue from contracts with customers based on a five-step model as set out in Ind AS 115 to determine the timing and magnitude of revenue. The Group applies for the five-step approach for recognition of revenue.

- Identification of contract(s) with customer
- Identification of separate performance obligation in the contract
- Determination of transaction price
- Allocation of transaction price to the separate performance obligation, and
- Recognition of revenue when (or as) each performance obligation is satisfied.

Revenue from Operations

The Group recognises revenue when amount of revenue can be reliably measured and it is probable that future economic benefits will flow to the Group, regardless of when payment is being made.

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

The following is the description of the activities of the business from which the Group generates its revenue:

(a) Management Fees:

Management fees (net of GST) from mutual fund schemes is recognised on an accrual basis in accordance with the investment management agreement and provision of SEBI (Mutual Fund) Regulations, 1996. The Company receives investment management fees from the mutual fund which is charged as a percent of the Assets Under Management ("AUM"). Revenue from management fees is recognised as and when services are performed over time as the customer simultaneously receives and consumes the benefits provided by the Company.

In case of AIF Scheme management fees is recognised as defined in the offer document, on an accrual basis.

(b) Portfolio Management and Advisory Services:

Portfolio Management Fees and Advisory Fees are recognised on an accrual basis as per the terms of the contract with the respective customers.

These contracts include a single performance obligation (series of distinct services) that is satisfied over time and the management fees and/or advisory fees earned are considered as variable consideration.

The Company, in certain instances also has a right to charge performance fee to the clients if the portfolio achieves a particular level of performance as mentioned in the agreement with the client, to the extent permissible under applicable regulations.

1.3 Other income:

(a) Dividend income:

Dividend income from investments is recognised when the right to receive payment has been established.

(b) Interest income:

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate (EIR) applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition. Interest income is included in other income in the statement of profit and loss.

(c) Recognition of gains and losses from financial instruments:

The realised gains/losses from financial instruments at Fair Value Through Profit and Loss ('FVTPL') represents the difference between the carrying amount of a financial instrument at the beginning of the reporting period, or the transaction price if it was purchased in the current reporting period, and its settlement price.

The unrealised gains/losses represent the difference between the carrying amount of a financial instrument at the beginning of the period, or the transaction price if it was purchased in the current reporting period, and its carrying amount at the end of the reporting period.

1.4 Scheme Expenses

(a) Recurring expenses of schemes borne by the Company are recognised under respective expense heads in the Consolidated Statement of Profit and Loss, any recoveries made from the schemes in accordance with provisions of SEBI (Mutual Fund) Regulations 1996 and circular along with guidelines by Association of Mutual Funds in India (AMFI) issued from time to time, are recorded within the same expense head in the Consolidated Statement of Profit and Loss.

Expenses of schemes of SBI Mutual Fund, in excess of the stipulated rates (if any), are required to be borne by the Company in accordance with the requirements of SEBI (Mutual Fund) Regulations, 1996, and as such, are charged to the Consolidated Statement of Profit and Loss. In case of PMS/AIF scheme, based on the contract, expenses if any, are charged to the Consolidated Statement of Profit and Loss.

(b) Brokerage: Brokerage is paid to the brokers for Portfolio Management and Alternative Investment Schemes as per the terms of agreement entered with respective brokers. Brokerage paid by the Group in line with the applicable regulations is being charged to statement of profit and loss over the contractual period.

(c) New Fund Offer Expenses: Expenses relating to new fund offer of SBI Mutual Fund are borne by the company and is recognised in the Consolidated Statement of Profit and Loss in the year in which they are incurred in accordance with the requirements of SEBI (Mutual Fund) Regulations, 1996.



Notes to Consolidated Financial Statements

For the year ended March 31, 2026

1.5 Leases

The Group as a lessee:

The Group's lease asset classes primarily consist of leases for office on lease, vehicles and other assets. The Group assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether: (i) the contract involves the use of an identified asset (ii) the Group has the right to obtain substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Group has the right to direct the use of the asset.

At the date of commencement of the lease, the Group recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee. The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

For short-term and low value leases, the Group recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements include the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets.

The lease liability is initially measured at the present value of the future lease payments. The lease payments are discounted using the incremental borrowing rate.

After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made.

Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Group changes its assessment whether it will exercise an extension or a termination option. Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

1.6 Foreign currencies

Foreign Currency transactions and translations

Foreign currency transactions are translated into functional currency using respective currency exchange rates prevailing on the date when the transaction first qualifies for recognition.

i. Monetary items:

Foreign exchange gains or losses realized upon settlement of transactions or translation of monetary assets and liabilities denominated in foreign currencies are recognized in statement of profit and loss using reporting date exchange rates.

ii. Non-monetary items:

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions.

Non-monetary items that are measured at fair value in a foreign currency are translated into functional currency at the exchange rate when fair value is determined.

The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or statement of profit and loss, respectively).

1.7 Employee benefits

(a) Defined Contribution Plan:

Provident Fund

The Company has defined contribution plans for post-employment benefits in the form of Provident fund. Under the Provident Fund plan, the Company contributes to Government administered Provident Fund on behalf of employees. The Company has no further obligation beyond making the contribution.

The Company's contribution to Government Provident Fund is charged to the Statement of Profit and Loss.

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Superannuation

Superannuation fund is a defined contribution plan. In case employee opts for superannuation fund, the Company contributes a sum equivalent to 15% of basic salary plus dearness pay of the eligible managerial cadre employees' salary to the Superannuation Fund administered by trustees and managed by the Life Insurance Corporation of India. The Company recognizes such contribution as an expense as and when incurred.

National Pension System (NPS)

NPS is a defined contribution scheme. In case employee opts for NPS, the Group contributes a sum not exceeding 10% of basic salary plus dearness pay of the eligible employees' salary to the NPS. The Company recognizes such contribution as an expense as and when incurred.

(b) Defined Benefit Plan - Gratuity

Gratuity liability is a defined benefit obligation and is funded through a Gratuity Fund administered by trustees and managed by the Life Insurance Corporation of India. The Company accounts for liability for future gratuity benefits based on the actuarial valuation using Projected Unit Credit Method carried out as at the end of each financial year. Net interest expense and other expenses related to defined benefit plans are recognized in the Statement of Profit and loss. The Company recognizes the net obligation of a defined benefit plan in its balance sheet as an asset or liability, as the case may be. The discount rate is based on the government securities yield that have terms approximating to the terms of the related obligation. Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are recorded in other comprehensive income in the statement of comprehensive income in the period in which they arise.

(c) Other Long-term employee benefit obligation:

All eligible employees of the Company are eligible for the encashment of leave or leave with pay subject to certain rules, long term service awards and retirement benefit on attaining the superannuation.

The cost of providing other long-term benefits is determined based on independent actuarial valuation carried out as at the end of each financial year.

(d) Employee Share Based Payments:

Equity-settled share-based payments to employees and others providing similar services are measured at the fair value of the equity instruments at the grant date.

The fair value determined at the grant date of the equity-settled share-based payments is expensed on amortised basis over the vesting period, based on the Group's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Group revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognised in statement of profit and loss such that the cumulative expense reflects the revised estimate, with a corresponding adjustment to the equity-settled employee benefits reserve.

(e) Short term employee benefits

Short term employee benefits are employee benefits that are expected to be settled wholly before 12 months after the end of the reporting period in which the employees render the related service. Short term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid, if the Group has a present obligation to pay this amount as a result of past service provided by the employee, and the amount of obligation can be estimated reliably.

1.8 Income taxes

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred taxes are recognised in Statement of Profit and Loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity, respectively.

(a) Current tax

Current income tax for current and prior period is recognised at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are substantively enacted at the end of reporting period.



Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Current income taxes are recognised in the statement of profit and loss except for items those are recognised outside profit or loss (either in other comprehensive income or in equity), related tax for such items are recognised either in Other Comprehensive income or in Equity.

Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance tax paid and income tax provision arising in the same tax jurisdiction and where the relevant tax paying units intends to settle the asset and liability on a net basis.

(b) Deferred tax

Deferred tax is recognized using the balance sheet approach. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates that have been enacted or substantively enacted at the reporting date.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the deferred tax asset to be recovered.

Deferred tax liabilities are generally recognised for all taxable temporary differences except for investment in subsidiary and associate, when the timings of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

The Group offsets deferred tax assets and deferred tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

1.9 Property, plant and equipment

(a) Recognition and measurement

The cost of an item of property, plant and equipment shall be recognised as an asset if, and only if it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably.

All items of property, plant and equipment are stated at historical cost less accumulated depreciation and impairment losses, if any.

Historical cost includes expenses directly attributable to the acquisition of an asset.

Cost of an item of property, plant and equipment comprises of its purchase price (after deducting trade discounts and rebates) including import duties and non-refundable taxes, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

Advances paid towards the acquisition of property, plant and equipment and the cost of property, plant and equipment not ready for use before the reporting date are disclosed separately in the property and equipment schedule.

Improvements to leasehold premises are amortised over the primary lease period subject to a maximum period of five years.

(b) Subsequent expenditure

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to profit and loss during the reporting period in which they are incurred.

(c) Depreciation

Depreciation on property, plant and equipment is recognised using Straight Line Method (SLM) to expense the cost less residual values over estimated useful lives as prescribed under schedule II of Companies Act, 2013. Estimated useful lives of property, plant and equipment as stipulated under Schedule II of the Companies Act, 2013 and adopted by management for various block of assets in as under:

Assets	Useful life (in years)
Office Premises	60
Computers- Servers and networks	6
Computers- End user devices, such as, desktops, laptops, etc.	3
Furniture and fixtures	10
Office Equipment (including Electrical Installation & Building Management systems)	5
Glow Sign Board	2
Vehicles	8

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Depreciation on assets purchased or sold during the year is recognised in the statement of profit and loss on a pro-rata basis from the date of addition or as the case may be, up to the date on which the asset is sold.

All fixed assets individually costing less than ₹ 5,000 are fully depreciated in the year of purchase/ acquisition.

Estimated useful lives and residual values are reviewed at the end of each financial year and changes, if any, are accounted prospectively.

(d) Capital work in progress

Projects under which property plant and equipment are not ready for their intended use are carried at cost less accumulated impairment losses. Cost comprises direct cost, inclusive of taxes, duties, freight, and other incidental expenses.

1.10 Intangible assets

(a) Recognition and measurement

Intangible assets are initially measured at cost and subsequently measured at cost less accumulated amortization and accumulated impairment loss, if any.

Initial cost of software implementation is capitalised and any subsequent maintenance cost or enhancement cost are expensed out to statement of profit and loss unless it meets recognition criteria.

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation expense is recognised on a straight-line basis over their estimated useful lives in the statement of profit and loss. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

(b) Useful lives of intangible assets

Estimated useful lives of the intangible assets adopted by management are as follows:

Description of assets	Useful lives (In years)	Method of depreciation / amortization
Computer software	3-6 years	SLM
Website development cost	3 years	SLM
Copyright licenses	5 years	SLM

(c) Intangible assets under development

The intangible asset under development includes cost of intangible assets that are not ready for their intended use less accumulated impairment losses (if any).

1.11 De-recognition of PPE and Intangible Assets

Carrying amount (net of accumulated depreciation and amortisation) of property, plant and equipment and intangible asset is derecognised upon its disposal or when no future economic benefits are expected to arise from the continued use of the asset.

Any gains or losses arising on such disposal is determined based on difference between net proceeds and carrying amount and such gains or losses are recognised in statement of profit and loss.

1.12 Provisions, contingent liability and contingent asset

(a) Provisions

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past events, 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.

The expenses relating to a provision is presented in the statement of profit and loss net of any reimbursement.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of reporting period. The discount rate used to determine the present value is pre-tax rate that reflects current market assessments of the time value of money and the risk specified to the liability. The increase in provision due to passage of time is recognised as finance cost.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received, and the amount of the receivable can be measured reliably.

(b) Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the



Notes to Consolidated Financial Statements

For the year ended March 31, 2026

control of the Group or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured with sufficient reliability. The Group does not recognize a contingent liability but discloses its existence in the Consolidated Financial Statements unless the possibility of an outflow of economic resources is considered remote.

Contingent Liabilities in respect of show cause notices are considered only when converted into demands.

Loss contingencies arising from claims, litigation, assessment, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

(c) Contingent asset

A contingent asset is not recognised but disclosed in the Consolidated Financial Statements where an inflow of economic benefit is probable.

Capital commitments include the amount of purchase order (net of advance) issued to counterparties for supplying/ development of assets and other commitment represent the amounts pertaining to investments which have been committed but not called for.

Provisions, contingent assets contingent liabilities and commitments are reviewed at each balance sheet date.

1.13 Financial instruments

(a) Initial recognition

The Group recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognized at fair value on initial recognition, except for trade receivables which are initially measured at transaction price.

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Group changes its business model for managing financial assets.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as measured at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- 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.
- A financial asset is measured at Fair Value through Other Comprehensive Income ('FVOCI') if it meets both of the following conditions and is not designated as measured at FVTPL:
- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- 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.

All financial assets not classified as measured at amortised cost or FVOCI as described above are measured at FVTPL. On initial recognition, the Group may irrevocably designate a financial asset as measured at FVTPL that otherwise meets the requirements to be measured at amortised cost or at FVOCI, if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

(b) Assessment whether contractual cash flows are solely payments of principal and interest (SPPI)

For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Group considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Group considers:

- contingent events that would change the amount or timing of cash flows;

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

- terms that may adjust the contractual coupon rate, including variable interest rate features;
- prepayment and extension features; and
- terms that limit the Group's claim to cash flows from specified assets

(c) Subsequent measurement and gains and losses:

i. Financial assets carried at amortised cost

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment losses are recognised in the Statement of Profit and Loss. Any gain or loss on derecognition is recognised in the Statement of Profit and Loss.

ii. Financial assets at FVTPL

These assets are subsequently measured at fair value. Net gains and losses, any interest or dividend income, are recognised and are presented separately in the Statement of Profit and Loss.

iii. Derecognition of Financial assets

The Group derecognises a financial asset when the contractual rights to the cash flows from the asset expire or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

iv. Impairment of financial assets

In accordance with Ind AS 109, the Group uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit or loss (FVTPL).

Expected credit losses are measured through a loss allowance at an amount equal to:

- The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or
- Full lifetime expected credit losses (expected credit losses that result from

all possible default events over the life of the financial instrument)

For trade receivables Group applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Group uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date, these historical default rates are reviewed and changes in the forward-looking estimates are analysed.

For other assets, the Group uses 12-month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

Expected credit losses are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e., the difference between the cash flows due to the Group in accordance with the contract and the cash flows which the Group expects to receive). Expected credit losses are discounted at the effective interest rate of the financial asset.

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets.

v. Write off

The gross carrying amount of a financial asset is written off (either partially or in full) to the extent that there is no realistic prospect of recovery. This is generally the case when the Group determines that the counter party does not have assets or sources of income that could generate cash flows to repay the amounts. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Group's procedures for recovery of amounts due.

vi. Financial liabilities

Financial liabilities are subsequently carried at amortized cost. 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.



Notes to Consolidated Financial Statements

For the year ended March 31, 2026

vii. Derecognition of financial liabilities

The Group derecognises financial liabilities when the Group's obligations are discharged, cancelled or have expired.

viii. Equity instruments:

All equity investments in scope of Ind-AS 109 are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Group decides to classify the same either as at FVTOCI or FVTPL. The Group makes such election on an instrument-by instrument basis. The classification is made on initial recognition and is irrevocable. If the Group decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to Statement of Profit and Loss, even on sale of investment. However, the Group may transfer cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit and Loss.

ix. Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

1.14 Earnings per share

The basic earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the year.

The diluted earnings per share is computed by dividing profit after tax attributable to the equity shareholders adjusted for the effects of all dilutive potential ordinary shares by the weighted average number of equity shares outstanding plus the weighted average number of equity shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares. Dilutive potential equity shares are deemed converted as at the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

The number of equity shares used in computing diluted earnings per share comprises the weighted average number of shares considered for deriving basic earnings per share and also weighted average number of equity shares which would have been issued on the conversion of all dilutive potential shares, unless they are anti-dilutive.

1.15 Dividends

Final dividends on shares are recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the company's Board of Directors.

1.16 Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, call deposits and other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

1.17 Impairment of Non- Financial assets

The Group's non-financial assets, other than deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

The recoverable amount of an asset is the higher of its value in use and its fair value. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to it.

An impairment loss is recognized if the carrying amount of an asset exceeds its estimated recoverable amount. Impairment losses are recognized in the Consolidated Statement of Profit and Loss.

In respect of other assets for which impairment loss has been recognised in prior periods, the Group reviews at each reporting date whether there is any indication that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised. Reversal of impairment loss is recognised as income in the Consolidated Statement of Profit and Loss.

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

1.18 Impairment of investment in associate

The Company reviews its carrying value of investments in associate when there is indication for impairment. If the recoverable amount is less than its carrying amount, the impairment loss is accounted for. Determining whether the investment in associate is impaired requires an estimate in the value in use of investments.

1.19 Operating Segments

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM). The CODM's function is to allocate the resources of the Group and assess the performance of the operating segments of the Group.

1.20 Standards Issued/Amendments

Recent pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. During the year ended March 31, 2026, MCA notified amendments to the following standards which are applicable with effect from April 1, 2025:

Ind AS 21 - The Effects of Changes in Foreign Exchange Rates - The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements.

Ind AS 1, Presentation of Financial Statements, - The amendment relates to classification of liabilities as

current or non-current and non-current liabilities with covenants. In the context of classifying a liability as current, it removes the requirement of existence of a right to defer settlement for at least 12 months after the reporting date and instead requires that the said right should exist on the reporting date and have substance. The amendment also introduces guidance on classification of liabilities with covenants. The Company has no impact of these amendments in its classification criteria of current and non-current liabilities.

Ind AS 7, Statement of Cash Flows and Ind AS 107, Financial Instruments: Disclosures - The amendment in Ind AS 7 requires informing users of financial statements of the existence of supplier finance arrangements and explain the nature of the arrangements, the carrying amount of liabilities and the range of payment due dates. Ind AS 107 has been amended to add supplier finance arrangements as a factor that may cause concentration of liquidity risk. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements.

Ind AS 12, International Tax Reform - Pillar Two Model Rules applicable immediately. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements

Standards issued/amended but not yet effective

There is no such notification on accounting standards which would have been applicable to the Company from April 01, 2026.



Notes to Consolidated Financial Statements

For the year ended March 31, 2026

2 Cash and cash equivalents

Particulars	₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Cash on hand	0.02	0.05
Cheques in hand	-	-
Balance with banks*		
• in current accounts	178.17	139.95
Deposits with original maturity of less than three months	19.20	14.58
Total	197.39	154.58

(*Refer Note 44 for Related Party Disclosures)

3 Bank balance other than cash and cash equivalents above

Particulars	₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Earmarked balances with banks*		
• Unclaimed dividend	4.46	0.67
• Unspent Corporate Social Responsibility ('CSR')	317.64	270.23
Other bank balances [including interest accrued]*		
• Fixed deposits with banks (security against bank guarantee)#	437.67	313.67
• Fixed deposits with banks (others)	126.88	184.35
Total	886.65	768.92

#Consists of amount towards lien created for PMS activities towards performance of PMS operational activities

₹ 437.67 million ₹ 313.67 million

(*Refer Note 44 for Related Party Disclosures)

4 Trade receivables*

Particulars	₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
(a) Receivables considered good - secured	-	-
(b) Receivables considered good - unsecured		
i. Management fees receivable	401.53	695.18
ii. Portfolio management and other advisory fees receivable	480.64	533.72
(c) Receivables which have significant increase in credit risk	-	-
(d) Receivables - credit impaired	-	-
Total	882.17	1,228.90

Loss allowance

Particulars	₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
(a) Receivables considered good - secured	-	-
(b) Receivables considered good - unsecured		
i. Management fees receivable	-	-
ii. Portfolio management and other advisory fees receivable	-	-
(c) Receivables which have significant increase in credit risk	-	-
(d) Receivables - credit impaired	-	-
Total	-	-

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Net trade receivables

Particulars	As at March 31, 2026	As at March 31, 2025
(a) Receivables considered good - secured	-	-
(b) Receivables considered good - unsecured	-	-
i. Management fees receivable	401.53	695.18
ii. Portfolio management and other advisory fees receivable	480.64	533.72
(c) Receivables which have significant increase in credit risk	-	-
(d) Receivables – credit impaired	-	-
Total	882.17	1,228.90

Receivables considered good - unsecured

Particulars	As at March 31, 2026	As at March 31, 2025
a. Undisputed		
• Unbilled	214.03	216.91
• Billed but not due	-	-
• Billed and due	668.14	1,011.99
b. Disputed	-	-
Total	882.17	1,228.90

Trade receivables - ageing schedule

Undisputed receivables considered good - unsecured

Particulars	As at March 31, 2026	As at March 31, 2025
Unbilled (A)	214.03	216.91
Outstanding for following periods from due date of payment		
• Less than 6 Months	644.93	982.11
• 6 Months - 1 year	23.21	28.50
• 1 - 2 years	-	1.38
• 2 - 3 years	-	-
• more than 3 years	-	-
Total outstanding (B)	668.14	1,011.99
Total (A+B)	882.17	1,228.90

(*Refer Note 44 for Related Party Disclosures)

(No debts are due from directors or other officers or any of them either severally or jointly with any other person. No debts are due from firms, Limited Liability Partnerships or private companies in which any director is a partner or a director or a member.)

5 Loans

Particulars	As at March 31, 2026	As at March 31, 2025
At amortized cost		
(i) Staff Loans		
(a) Loans receivable considered good - secured**	0.99	1.26
(b) Loans receivable considered good - unsecured	0.96	1.25
Total – Gross loans (A)	1.95	2.51



Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Particulars	As at March 31, 2026	As at March 31, 2025
(i) Loans within India	1.95	2.51
(ii) Loans outside India	-	-
Total (B)	1.95	2.51
Less: Provision for loss allowance (C)	-	-
Total (D) = (A) - (C)	1.95	2.51

(**Staff loans include housing loans which are secured against the respective assets)

6 Investments

As at March 31, 2026

Particulars	Amortised Cost	At Fair Value		Subtotal	Others	Total
		Through Other Comprehensive Income	Through Profit & Loss			
	1	2	3	4 = (2+3)	5	6 = (1+4+5)
Mutual Fund units	-	-	42,707.88	42,707.88	-	42,707.88
Alternative Investment Funds	-	-	716.16	716.16	-	716.16
Debt Securities	12,702.80	-	-	-	-	12,702.80
Investment in Equity Shares	-	-	201.91	201.91	0.01	201.92
Total – Gross Investments (A)	12,702.80	-	43,625.95	43,625.95	0.01	56,328.76
(i) Overseas Investments	-	-	-	-	-	-
(ii) Investments in India	12,702.80	-	43,625.95	43,625.95	0.01	56,328.76
Total (B)	12,702.80	-	43,625.95	43,625.95	0.01	56,328.76
Less: Impairment loss allowance (C)	-	-	-	-	-	-
Total – Net Investment (D) = (A)-(C)	12,702.80	-	43,625.95	43,625.95	0.01	56,328.76

As at March 31, 2025

Particulars	Amortised Cost	At Fair Value		Subtotal	Others	Total
		Through Other Comprehensive Income	Through Profit & Loss			
	1	2	3	4 = (2+3)	5	6 = (1+4+5)
Mutual Fund units	-	-	57,359.53	57,359.53	-	57,359.53
Alternative Investment Funds	-	-	697.95	697.95	-	697.95
Debt Securities	21,457.61	-	-	-	-	21,457.61
Investment in Equity Shares	-	-	202.70	202.70	0.01	202.71
Investment in InVIT	-	-	825.00	825.00	-	825.00
Total – Gross Investments (A)	21,457.61	-	59,085.18	59,085.18	0.01	80,542.80
(i) Overseas Investments	-	-	-	-	-	-
(ii) Investments in India	21,457.61	-	59,085.18	59,085.18	0.01	80,542.80
Total (B)	21,457.61	-	59,085.18	59,085.18	0.01	80,542.80
Less: Impairment loss allowance (C)	-	-	-	-	-	-
Total – Net Investment (D) = (A)-(C)	21,457.61	-	59,085.18	59,085.18	0.01	80,542.80

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

6A Investments accounted for using equity method

As at March 31, 2026

Particulars	Amortised Cost	At Fair Value			Others	Total
		Through Other Comprehensive Income	Through Profit and Loss	Subtotal		
Investment in associates (SBI Pension Funds Private Limited)	-	-	-	-	714.96	714.96
Total	-	-	-	-	714.96	714.96

As at March 31, 2025

Particulars	Amortised Cost	At Fair Value			Others	Total
		Through Other Comprehensive Income	Through Profit and Loss	Subtotal		
Investment in associates (SBI Pension Funds Private Limited)	-	-	-	-	571.75	571.75
Total	-	-	-	-	571.75	571.75

7 Other financial assets

(Considered good - Unsecured)

Particulars	As at	
	March 31, 2026	March 31, 2025
Security deposits	100.71	89.38
Others [#]	94.06	1.57
Total	194.77	90.95

[#]The Company has incurred costs and expenses relating to the proposed Initial Public Offer (IPO) amounting to ₹ 93.63 million up to March 31, 2026 on behalf of the Promoter Selling Shareholders, SBI and Amundi India Holding. As per the terms of the Offer Agreement dated March 19, 2026, each Promoter Selling Shareholder shall reimburse the Company for such IPO-related expenses on a pro rata basis, in proportion to their shares expected to be offered to the public.)

8A. Current tax assets (Net of provision for tax)*

Particulars	As at	
	March 31, 2026	March 31, 2025
Advance income tax	393.63	44.25
Total	393.63	44.25

8B. Current tax liabilities (Net of advance tax)*

Particulars	As at	
	March 31, 2026	March 31, 2025
Provision for tax	1.14	1.00
Total	1.14	1.00

(*Current tax assets and liabilities of different group entities are presented on a gross basis, as the Group does not have a legally enforceable right of offset.)



Notes to Consolidated Financial Statements

For the year ended March 31, 2026

9 Property, plant and equipment

As at March 31, 2026

Particulars	Gross Block (At Cost)				Accumulated Depreciation				Net Block	
	As at April 01, 2025	Additions	Deductions / Adjustment	Foreign Exchange Translation Difference	As at April 01, 2025	For the year	Deductions / Adjustment	Foreign Exchange Translation Difference	As at March 31, 2026	As at March 31, 2026
Building*	1,501.82	1,171.15	-	-	213.62	35.15	-	-	248.77	2,424.20
Electrical Fittings (including Management Systems)	9.92	15.06	0.04	-	9.87	1.48	0.04	-	11.31	13.63
Furniture and Fixtures	104.06	48.06	0.85	0.01	76.10	7.99	0.77	0.01	83.33	67.95
Vehicles	4.36	-	-	-	4.28	0.06	-	-	4.34	0.02
Office Equipment	169.64	45.09	4.20	0.08	101.51	25.96	4.09	0.01	123.39	87.22
Right-of-use asset [#]	2,275.47	339.80	57.94	0.84	1,116.89	299.70	29.55	0.16	1,387.20	1,170.97
Computers	237.30	4.84	54.28	0.01	224.19	7.23	54.26	0.01	177.17	10.70
Leasehold Improvements	275.39	50.36	0.36	0.08	166.82	38.36	0.10	(0.01)	205.07	120.40
Total	4,577.96	1,674.36	117.67	1.02	1,913.28	415.93	88.81	0.18	2,240.58	3,895.09

As at March 31, 2025

Particulars	Gross Block (At Cost)				Accumulated Depreciation				Net Block	
	As at April 01, 2024	Additions	Deductions / Adjustment	Foreign Exchange Translation Difference	As at April 01, 2024	For the year	Deductions / Adjustment	Foreign Exchange Translation Difference	As at March 31, 2025	As at March 31, 2025
Building*	1,501.82	-	-	-	186.92	26.70	-	-	213.62	1,288.20
Electrical Fittings (including Management Systems)	9.53	0.51	0.12	-	9.47	0.53	0.13	-	9.87	0.05
Furniture and Fixtures	95.46	10.01	1.41	-	70.68	6.60	1.18	-	76.10	27.96
Vehicles	4.36	-	-	-	3.94	0.34	-	-	4.28	0.08
Office Equipment	145.19	27.07	2.62	-	83.79	20.26	2.54	-	101.51	68.13
Right-of-use asset [#]	1,879.20	437.00	39.87	(0.86)	856.31	278.25	17.67	-	1,116.89	1,158.58
Computers	248.97	1.69	13.36	-	227.17	10.24	13.22	-	224.19	13.11
Leasehold Improvements	226.76	51.88	3.26	0.01	140.60	29.11	2.89	-	166.82	108.57
Total	4,111.29	528.16	60.64	(0.85)	1,578.88	372.03	37.63	-	1,913.28	2,664.68

(*On long term assignment basis)

#Right-of-use asset
As at March 31, 2026

Particulars	Gross Block (At Cost)				Accumulated Depreciation				Net Block	
	As at April 01, 2025	Additions	Deductions / Adjustment	Foreign Exchange Translation Difference	As at April 01, 2025	For the year	Deductions / Adjustment	Foreign Exchange Translation Difference	As at March 31, 2026	As at March 31, 2026
Building	1,986.61	237.01	44.21	0.84	2,180.25	247.41	25.01	0.16	1,169.80	1,010.45
Computers	250.33	99.70	0.53	-	349.50	48.22	0.21	-	198.12	151.38
Vehicles	38.53	3.09	13.20	-	28.42	4.07	4.33	-	19.30	9.12
Total	2,275.47	339.80	57.94	0.84	2,558.17	299.70	29.55	0.16	1,387.22	1,170.95

As at March 31, 2025

Particulars	Gross Block (At Cost)				Accumulated Depreciation				Net Block	
	As at April 01, 2024	Additions	Deductions / Adjustment	Foreign Exchange Translation Difference	As at April 01, 2024	For the year	Deductions / Adjustment	Foreign Exchange Translation Difference	As at March 31, 2025	As at March 31, 2025
Building	1,679.38	347.96	39.87	(0.86)	1,986.61	222.91	17.67	-	947.24	1,039.37
Computers	175.60	74.73	-	-	250.33	47.26	-	-	150.11	100.22
Vehicles	24.22	14.31	-	-	38.53	8.08	-	-	19.56	18.97
Total	1,879.20	437.00	39.87	(0.86)	2,275.47	278.25	17.67	-	1,116.91	1,158.56

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

10 Capital work-in-progress

Particulars	As at	
	March 31, 2026	March 31, 2025
Capital work-in-progress	-	1,099.65
Total	-	1,099.65

10.1 Capital work-in-progress ageing Schedule

Particulars	Ageing	Projects	
		in progress	temporarily suspended
As at March 31, 2026	Less than 1 year	-	-
	1-2 years	-	-
	2-3 years	-	-
	More than 3 years	-	-
	Total	-	-
As at March 31, 2025	Less than 1 year	1,099.65	-
	1-2 years	-	-
	2-3 years	-	-
	More than 3 years	-	-
	Total	1,099.65	-

There are no capital work-in-progress as at March 31, 2026 and March 31, 2025 whose completion is overdue or has exceeded its cost as compared to original plan.

11 Other intangible assets

As at March 31, 2026

Particulars	Gross Block (At Cost)				Accumulated Amortisation				Net Block
	As at April 01, 2025	Additions	Deductions / Adjustment	As at March 31, 2026	As at April 01, 2025	For the year	Deductions / Adjustment	As at March 31, 2026	As at March 31, 2026
	Computer software	236.74	2.95	-	239.69	234.34	1.55	-	235.89
Copyright license	3.35	-	-	3.35	1.76	0.35	-	2.11	1.24
Website development cost	75.61	-	-	75.61	45.25	20.54	-	65.79	9.82
Total	315.70	2.95	-	318.65	281.35	22.44	-	303.79	14.86

As at March 31, 2025

Particulars	Gross Block (At Cost)				Accumulated Amortisation				Net Block
	As at April 01, 2024	Additions	Deductions / Adjustment	As at March 31, 2025	As at April 01, 2024	For the year	Deductions / Adjustment	As at March 31, 2025	As at March 31, 2025
Computer software	235.49	1.25	-	236.74	229.41	4.93	-	234.34	2.40
Copyright license	1.58	1.77	-	3.35	1.58	0.18	-	1.76	1.59
Website development cost	75.61	-	-	75.61	22.38	22.87	-	45.25	30.36
Total	312.68	3.02	-	315.70	253.37	27.98	-	281.35	34.35

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

12 Other non-financial assets

(Considered good - Unsecured)

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Prepaid expenses	228.86	174.55
GST paid:		
Under protest*	62.58	62.58
For appeals [#]	131.93	65.97
Balance with statutory authorities (Net)	164.48	154.18
Others	106.39	57.97
Total	694.24	515.25

(*Refer Note No 30)

([#]Refer Note No 29)

13 Trade payables*

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
(i) Total outstanding dues of micro enterprises and small enterprises**	32.68	24.74
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	205.94	177.70
Total	238.62	202.44

(*Refer Note 44 for Related Party Disclosures)

(**Refer Note 45 for disclosure)

Trade payables - micro enterprises and small enterprises

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
a. Undisputed		
• Unbilled	0.30	-
• Billed but not due for payment	-	-
• Billed and due for payment	32.38	24.74
b. Disputed	-	-
Total	32.68	24.74

Trade payables - creditors other than micro enterprises and small enterprises

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
a. Undisputed		
• Unbilled	90.60	114.71
• Billed but not due for payment	-	-
• Billed and due for payment	115.34	62.99
b. Disputed	-	-
Total	205.94	177.70

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Trade payables - ageing schedule

Micro enterprises and small enterprises

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Unbilled (A)	0.30	-
Outstanding for following periods from due date of payment		
• Less than 1 year	32.38	24.74
• 1 - 2 years	-	-
• 2 - 3 years	-	-
• more than 3 years	-	-
Total outstanding (B)	32.38	24.74
Total (A+B)	32.68	24.74

Other than micro enterprises and small enterprises

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Unbilled (A)	90.60	114.71
Outstanding for following periods from due date of payment		
• Less than 1 year	115.34	62.99
• 1 - 2 years	-	-
• 2 - 3 years	-	-
• more than 3 years	-	-
Total outstanding (B)	115.34	62.99
Total (A+B)	205.94	177.70

14 Other financial liabilities

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Other liabilities		
i. Earnest money deposit*	0.08	0.09
ii. Retention money*	7.85	2.95
iii. Unclaimed dividend	4.46	0.62
iv. Creditors for capital expenditure*	3.34	0.23
v. Lease liabilities [@]	1,305.70	1,274.89
vi. Expenses payable	10.14	0.22
vii. Other payables	36.24	-
Total	1,367.81	1,279.00

(*Refer Note 45 for disclosure)

([@]Refer Note 41 for disclosure)

15 Provisions

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Provision for employee benefits	1,412.96	1,383.05
Provision for contingencies*	116.05	156.05
Provision for expenses	42.32	37.74
Total	1,571.33	1,576.84

(*Refer Note 30 for disclosure)

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

16 Deferred tax liabilities (Net)*

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Deferred tax assets	(528.87)	(520.30)
Deferred tax liabilities	1,584.12	1,917.45
Total	1,055.25	1,397.15

(*Refer Note 27 for disclosure)

17 Other non-financial liabilities

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
CSR payable	317.64	270.23
Statutory dues payable		
• Goods and services tax	-	-
• Withholding taxes	21.64	16.42
• Others	0.42	0.18
Total	339.70	286.83

18 Equity share capital

Authorised equity share capital (face value of equity shares of ₹ 1 each)

Particulars	As at March 31, 2026		As at March 31, 2025	
	No. of Shares	₹ millions	No. of Shares	₹ millions
As at the beginning of the year	52,50,00,000	525.00	52,50,00,000	525.00
Increase during the year	1,57,50,00,000	1,575.00	-	-
As at the end of the year	2,10,00,00,000	2,100.00	52,50,00,000	525.00

Issued, subscribed and fully paid-up (face value of equity shares of ₹ 1 each)

Particulars	As at March 31, 2026		As at March 31, 2025	
	No. of Shares	₹ millions	No. of Shares	₹ millions
Equity shares of ₹ 1 each fully paid-up	2,03,68,27,612	2,036.83	50,82,08,551	508.21
Less: Shares held by SBI Funds Management Limited – Employee Welfare Trust	-	-	(3,47,609)	(0.35)
	2,03,68,27,612	2,036.83	50,78,60,942	507.86

18.1 Reconciliation of number of shares outstanding at the beginning and at the end of the reporting period (face value of equity shares of ₹ 1 each)

Particulars	As at March 31, 2026		As at March 31, 2025	
	No. of Shares	₹ millions	No. of Shares	₹ millions
As at the beginning of the year	50,82,08,551	508.21	50,63,39,626	506.34
Add: Shares issued during the year on exercise of stock options	21,23,601	2.12	18,68,925	1.87
Add: Issue of bonus shares	1,52,64,95,460	1,526.50	-	-
Less: Shares held by SBI Funds Management Limited – Employee Welfare Trust®	-	-	(3,47,609)	(0.35)
As at the end of the year	2,03,68,27,612	2,036.83	50,78,60,942	507.86

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Reconciliation of number of shares held by EWT

Particulars	As at March 31, 2026		As at March 31, 2025	
	No. of Shares	₹ millions	No. of Shares	₹ millions
As at the beginning of the year	3,47,609	0.35	5,17,174	0.52
Purchased during the year	-	-	-	-
Bonus shares allotted	7,11,798	0.71	-	-
Transferred during the year	(10,59,407)	(1.06)	(1,69,565)	(0.17)
As at the end of the year	-	-	3,47,609	0.35

The Company has only one class of equity shares having a par value of ₹ 1 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting, except in the case of an interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

18.2 Details of shares held by holding company

Particulars	State Bank of India	
	No of Shares	₹ In millions
As at March 31, 2026 (Post Bonus)	1,26,00,00,000	1,260.00
	% Shareholding	61.86%
As at March 31, 2025	31,50,00,000	315.00
	% Shareholding	62.02%

18.3 Details of share holders holding more than 5% shares

Particulars	State Bank of India		Amundi India Holding, a wholly owned subsidiary of Amundi Asset Management	
	No of Shares	% Shareholding	No of Shares	% Shareholding
As at March 31, 2026 (Post Bonus)	1,26,00,00,000	61.86%	74,00,00,000	36.33%
As at March 31, 2025	31,50,00,000	62.02%	18,50,00,000	36.43%

18.4 Details of Shareholding of Promoters

Shares held by promoters as at March 31, 2026 (Post Bonus)			% Change during the year
Promoter name	No. of shares	% of total shares	
State Bank of India	1,26,00,00,000	61.86%	-0.16%
Amundi India Holding*	74,00,00,000	36.33%	-0.10%
Amundi Asset Management*	-	-	-

(*Refer Note 18.8 below)

Shares held by promoters as at March 31, 2025			% Change during the year
Promoter name	No. of shares	% of total shares	
State Bank of India	31,50,00,000	62.02%	-0.25%

18.5 On December 19, 2025, the Company had allotted 1,526,495,460 bonus equity shares of ₹ 1/- each (fully paid up) in the proportion of 3 bonus equity share for every 1 fully paid up equity share to eligible shareholders whose names appeared in the Register of Members / Statement of Beneficial Owner as on December 18, 2025, being the record date fixed for this purpose, based on the approval of the shareholders of the Company at the Twenty-Fourth Extra-Ordinary General Meeting held on December 9, 2025 by capitalization of an aggregate amount of ₹ 1,526.50 million standing to share premium account. The said bonus equity shares rank pari passu in all respects with the existing equity shares of the Company.

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

18.6 11,922,312 (post-bonus) [March 31, 2025: 3,338,469] equity shares of ₹ 1 each are reserved for issuance towards outstanding ESOP (Refer Note No 33)

18.7 During the current year 2,123,601 nos. of equity shares (year ended March 31, 2025: 1,868,925 nos.) at a face value of ₹ 1 each have been issued to employees on exercise of ESOP.

18.8 The Board of the Company in its meeting held on February 16, 2026, has identified State Bank of India, Amundi India Holding and Amundi Asset Management as the promoters of the Company. However, Amundi Asset Management does not hold any shares in the Company

18.9 Aggregate number of equity shares issued as bonus other than cash and shares bought back during the period of five years immediately preceding the reporting date:

Particulars	March 31, 2026	March 31, 2025
Equity shares allotted as fully paid bonus shares by capitalization of securities premium	1,52,64,95,460	-

19 Other equity

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Share application amount[®]		
Balance at the beginning of the year	-	-
Add: Addition during the year	632.45	925.99
Less: transferred to:		
• Paid up capital	(2.12)	(1.87)
• Securities premium account	(630.33)	(924.12)
Sub-total	-	-
Reserves and surplus		
(a) General reserve		
Balance at the beginning of the year	1,326.01	1,276.01
Add: Transfer from retained earnings	50.00	50.00
Sub-total (a)	1,376.01	1,326.01
(b) Securities premium		
Balance at the beginning of the year	3,258.24	1,882.14
Less: Issue of bonus shares (net of shares issued to EWT)	(1,526.50)	-
Add: Transfer from share application account	630.33	924.12
Add: Transfer from ESOP outstanding account	285.27	313.87
Add/ (less): Adjustment in relation to treasury shares held by EWT	283.72	138.11
Sub-total (b)	2,931.06	3,258.24
(c) Retained Earnings		
Balance at the beginning of the year	77,459.04	63,275.33
Add: Profit for the year	30,673.76	25,401.54
Add: Transfer from ESOP Outstanding account [#]	0.59	0.17
Add/ (less) : Adjustment in relation to treasury shares held by EWT	(20.74)	4.94
Less: Transfer to general reserve	(50.00)	(50.00)
Less: Interim dividend [*]	(55,155.16)	(11,172.94)
Sub-total (c)	52,907.49	77,459.04

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
(d) Share option outstanding account (employee stock options)		
Balance at the beginning of the year	553.18	579.90
Add: Additions during the year	220.48	287.32
Less: Transfer to securities premium account	(285.27)	(313.87)
Less: Transfer to retained earnings [#]	(0.59)	(0.17)
Sub-total (d)	487.80	553.18
Foreign currency translation reserve		
Balance at the beginning of the year	15.61	9.33
Add: Additions during the year	20.27	6.36
Less: Reclassified to the Consolidated Statement of Profit and Loss	-	(0.08)
Sub-total	35.88	15.61
Other comprehensive income		
Balance at the beginning of the year (Net)	(144.61)	(51.06)
Add: Movement during the year	0.16	(93.55)
Sub-total	(144.45)	(144.61)
Total	57,593.79	82,467.47

[®]Pertains to proceeds from issuance of equity share capital on exercise of ESOP

[#]On account of cancellation of vested ESOP Options)

General reserve: General reserve is created from time to time by transferring profits from retained earnings.

Share option outstanding account (Employee stock options): The grant date fair value of equity-settled share-based payment transactions with employees are recognised in the Statement of Profit and Loss with the corresponding credit to this account over the vesting period. The amounts recorded in Share Options Outstanding Account are transferred to Securities Premium upon exercise of stock options by the employees.

Securities premium: The securities premium is used to record premium (amount received in excess of Face Value of Equity Shares) on issue of shares and also includes amount transferred from Share Option Outstanding Account upon exercise of options by employees

Retained earnings: Retained earnings represents the amount of accumulated earnings of the Group.

^{*}During the current year, the Company has paid interim dividend of ₹ 35,601.61 million @ ₹ 70/- per equity share (pre-bonus) and interim dividend of ₹ 19,553.55 million @ ₹ 9.60/- per equity share (post-bonus). [Interim dividend ₹ 11,172.94 million @ ₹ 22.00/- per equity share (pre-bonus) during the year ended March 31, 2025] as per the Company's dividend policy.

Foreign currency translation reserve: Foreign currency translation reserve represents the translation differences in respect of subsidiaries, i.e., SBI Funds International (IFSC) Limited and SBI Funds Management (International) Private Limited, considered for consolidation.

Other comprehensive income: It consists of remeasurement of net defined benefit liability/asset of employee benefits.

20 Asset management services

Particulars	₹ In millions	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Management fees	42,344.92	34,377.87
Portfolio management and other advisory fees [*]	1,549.96	1,599.70
Total	43,894.88	35,977.57

(^{*}Refer Note No 44 for Related Party Disclosures)

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

21 Other income

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Net gain on financial instruments at fair value through profit or loss [®]	4,093.36	4,655.65
Net gain on sale of financial instruments under amortised cost category	82.42	-
Interest income		
• On financial assets measured at amortised cost		
Staff loans	0.05	0.05
Security deposits	6.03	5.28
Debt securities	1,520.64	1,608.53
On deposits with banks*	31.12	26.69
• On financial assets measured at fair value through profit or loss		
Investment in Invit	92.07	34.65
Investment in Alternative Investment Funds	18.80	36.70
Dividend income		
Dividend Income from Investments		
• Preference shares (measured at amortised cost)	-	0.16
• Mutual fund (measured at fair value through profit or loss)	-	-
Sub-total (A)	5,844.49	6,367.71
Others		
Net gain on derecognition of property, plant and equipment	0.38	0.59
Interest on income tax refund	-	0.01
Miscellaneous income	14.74	15.63
Net gain on foreign currency transactions and translations	6.57	-
Sub-total (B)	21.69	16.23
Total (A) + (B)	5,866.18	6,383.94

[®]Fair value changes

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Realised	6,549.96	744.47
Unrealised	(2,456.60)	3,911.18
Total	4,093.36	4,655.65

(*Refer Note No 44 for Related Party Disclosures)

22 Finance cost

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Interest on lease liabilities*	91.17	86.03
Total	91.17	86.03

(*Refer Note 41 for disclosures)



Notes to Consolidated Financial Statements

For the year ended March 31, 2026

23 Employee benefits expenses

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Salaries, allowances and bonus*	3,710.15	3,583.04
Contribution to provident and other funds [#] @*	275.24	183.18
Employee stock option expenses	220.48	287.32
Staff welfare expenses	204.23	157.30
Total	4,410.10	4,210.84

(*Refer Note 44 for Related Party Disclosures)

([#]Refer Note 47 for New Labour Code)

([@]Refer Note 34 for disclosures on Employee benefit)

24 Depreciation and amortisation

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Depreciation on property, plant and equipment [^]	116.23	93.78
Amortisation on other intangible assets [^]	22.44	27.98
Depreciation on right-of-use asset	299.70	278.25
Total	438.37	400.01

([^]includes ₹ 1.72 million (March 31, 2025: ₹ 1.66 million) assets costing up to ₹ 5,000)

25 Other expenses*

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Pre-incorporation expenses (Subsidiary)	-	4.44
Rent, taxes and energy cost [#]	111.35	97.71
Software and IT Cost	783.62	663.19
Insurance	15.11	11.87
Travelling and conveyance	158.43	132.65
Recruitment and training	64.19	24.44
Printing and stationery	19.67	20.41
Postage and courier	11.62	11.68
Communication cost	69.90	75.66
Advertising, publicity and business promotion	678.15	477.32
Outsourced manpower services	457.31	433.76
Legal and professional fees	427.49	354.33
Auditor's remuneration:		
• Audit fees	3.50	3.05
• Tax audit fees	0.37	0.35
• Certification fee & other assurance fees	0.94	1.09
• Out-of-pocket expenses	0.04	0.07
Directors' sitting fees	14.74	7.42
Royalty to SBI for logo	506.32	412.59
Corporate Social Responsibility**	454.81	352.98
Repairs and maintenance	60.49	51.97

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Net loss on foreign currency transactions and translations	-	3.50
Membership and subscription	118.76	113.19
Miscellaneous expenses	92.59	123.01
Total	4,049.40	3,376.68

(*Refer Note 44 for Related Party Disclosures)

(**Refer Note 32)

(#Refer Note 41)

26 Tax expense

(a) Amount recognised in the Consolidated Statement of Profit and Loss

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Current income tax**	9,846.60	7,704.94
	9,846.60	7,704.94
Deferred tax charge/ (credit)		
Origination and reversal of temporary differences	(322.25)	683.11
	(322.25)	683.11
Income Tax expense for the year	9,524.35	8,388.05

(**Considering recent assessment orders, the Company has re-assessed its income tax position during the year ended March 31, 2026. As a result of which, the Company has reversed income tax provision for earlier periods amounting to ₹ 321.21 million thereby resulting in an additional credit to the Profit After Tax of the Company for the year ended March 31, 2026.)

(b) Amount recognised in Other Comprehensive Income

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Tax on remeasurement of the defined benefit plans	(0.05)	31.47

(c) Reconciliation of Effective Tax Rate

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
a. Profit before tax	40,054.90	33,643.38
b. Company's domestic tax rate*	25.17%	25.17%
c. Tax using the Company's domestic tax rate (a*b)	10,081.02	8,467.37
d. Tax effect of/ on:		
• Capital gain- rate difference	(333.54)	(283.82)
• Expenses that are not deductible in determining taxable profit	96.56	217.04
• Tax rate differential of subsidiary**	1.52	4.94
• Others	-	(17.48)
Total (d)	(235.46)	(79.32)
e. Tax Adjustments of earlier years	(321.21)	-
f. Tax expense recognised during the year (c + d + e)	9,524.35	8,388.05
g. Effective Tax Rate (f ÷ a)	23.78%	24.93%

(*Company has opted for Concessional Tax Rate under section 115BAA of Income Tax Act, 1961)

(**Income of SBI Funds Management (International) Private Limited is taxable at 15% as per the applicable tax rules of Mauritius)

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

27 Deferred tax balances

The following is the analysis of Deferred tax assets/ (liabilities) presented in the Consolidated Balance Sheet:

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Deferred tax assets	528.87	520.30
Deferred tax liabilities	(1,584.12)	(1,917.45)
Net deferred tax assets/ (liabilities)	(1,055.25)	(1,397.15)

Significant components and movement in deferred tax assets and liabilities:

As at March 31, 2026

Particulars	(₹ In millions)				
	As at April 1, 2025	Charge/(credit) recognised in Consolidated Statement of Profit and Loss	Recognised in OCI	Recognised directly in Equity	As at March 31, 2026
Deferred tax asset					
Depreciation/ Amortisation	35.98	4.35	-	-	40.33
Employee benefit obligations	110.33	6.29	(0.05)	-	116.57
Others	48.12	(9.65)	-	-	38.47
Lease liabilities	319.09	7.78	-	-	326.87
Fair value of security deposit	6.78	(0.15)	-	-	6.63
Total deferred tax asset (A)	520.30	8.62	(0.05)	-	528.87
Deferred tax liability					
Right-of-use asset	(289.81)	(3.24)	-	-	(293.05)
Fair value gains/losses on Investments	(1,627.64)	316.87	-	19.70	(1,291.07)
Total deferred tax liability (B)	(1,917.45)	313.63	-	19.70	(1,584.12)
Total (A + B)	(1,397.15)	322.25	(0.05)	19.70	(1,055.25)

As at March 31, 2025

Particulars	(₹ In millions)				
	As at April 1, 2024	Charge/(credit) recognised in Consolidated Statement of Profit and Loss	Recognised in OCI	Recognised directly in Equity	As at March 31, 2025
Deferred tax asset					
Depreciation/ Amortisation	30.52	5.46	-	-	35.98
Employee benefit obligations	75.72	3.14	31.47	-	110.33
Others	44.24	3.88	-	-	48.12
Lease liabilities	280.92	38.17	-	-	319.09
Fair value of security deposit	5.97	0.81	-	-	6.78
Total deferred tax asset (A)	437.37	51.46	31.47	-	520.30
Deferred tax liability					
Right-of-use asset	(257.44)	(32.37)	-	-	(289.81)
Fair value gains/losses on Investments	(922.91)	(702.20)	-	(2.53)	(1,627.64)
Total deferred tax liability (B)	(1,180.35)	(734.57)	-	(2.53)	(1,917.45)
Total (A + B)	(742.98)	(683.11)	31.47	(2.53)	(1,397.15)

The Group offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Management judgement is required in determining provision for income tax, deferred tax assets and liabilities and recoverability of deferred tax assets. The recoverability of deferred tax assets is based on estimates of taxable income and the period over which deferred tax assets will be recovered. Any changes in future taxable income would impact the recoverability of deferred tax assets.

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

28 Earnings per share**

Basic Earnings Per Share ('EPS') is calculated by dividing the profit after tax for the year attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the year.

Diluted EPS is calculated by dividing the profit after tax for the year attributable to equity shareholders of the Company adjusted for the effects of all dilutive potential equity shares 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 the conversion of all the dilutive potential equity shares into ordinary shares. There is no effect of dilutive potential equity shares on profit after tax for the year attributable to equity shareholders of the Company.

Particulars	For the year ended	
	March 31, 2026	March 31, 2025
(a) Nominal value of an equity share	1	1
(b) Profit after tax for the year (numerator for calculating Basic and Diluted EPS)	30,673.76	25,401.54
(c) Number of shares outstanding	2,03,68,27,612	2,03,14,43,768
(d) Weighted average number of shares outstanding	2,03,39,21,967	2,02,74,66,203
(e) Effect of potential equity shares for stock outstanding (Nos.)	54,38,660	51,80,327
(f) Weighted average number of equity shares used for computing Diluted EPS	2,03,93,60,627	2,03,26,46,530
(g) Basic EPS (₹) = (b)/(d)	15.08	12.53
(h) Diluted EPS (₹) = (b)/(f)	15.04	12.50

Following is the reconciliation between basic and diluted earnings per equity share:

Particulars	For the year ended	
	March 31, 2026	March 31, 2025
Nominal value per share	1	1
Basic earnings per share	15.08	12.53
Effect of potential equity shares for stock options (per share)	(0.04)	(0.03)
Diluted earnings per share	15.04	12.50

**The Company has issued and allotted 1,526,495,460 equity shares to the eligible holders of equity shares on the record date (i.e. December 18, 2025) as bonus shares by capitalization of an aggregate amount of ₹ 1,526.49 million standing to share premium account. The EPS figures for the year ended March 31, 2025 has been adjusted to give effect to the allotment of bonus shares as required by Ind AS 33.

29 Contingent liabilities and capital commitments

Particulars	As at	
	March 31, 2026	March 31, 2025
A. Contingent Liabilities		
i. Claims against the Group not acknowledged as debts	4.62	23.08
ii. Disputed liability (tax and penalty)*	1,319.30	1,319.30
iii. Performance bank guarantee	437.67	313.67
iv. Others	0.50	-
Subtotal (A)	1,762.09	1,656.05
B. Capital and Other Commitments		
i. Contracts remaining to be executed on capital account	205.36	13.98
ii. Capital Commitment for AIF Scheme	20.00	60.00
iii. Capital Commitment for Investment in Shares of Sahamati Foundation	10.00	-
Subtotal (B)	235.36	73.98
Total (A+B)	1,997.45	1,730.03

*The Company received a demand order from GST department under section 74 of the CGST Act, on January 23, 2025, demanding ₹ 659.65 million as tax plus equivalent amount (₹ 659.65 million) as a penalty, along with applicable interest on account of input tax credit (ITC) availed and utilised on distribution commission paid during July 2017 to Oct 2018. The Company had filed appeal against the said order with Commissioner Appeals. On February 12, 2026, the Company received an unfavorable order, upholding the tax demand raised. The Company has filed an appeal against the said order before the GST Appellate Tribunal on March 10, 2026.

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

30 Provisions

Movement in provision for contingency is as under:

Particulars	As at	
	March 31, 2026	March 31, 2025
Balance at the beginning of the year	156.05	156.05
Additions during the year	-	-
Utilised during the year	-	-
Reversed during the year**	(40.00)	-
Balance at the end of the year	116.05	156.05

The provision represents the amount deposited under protest with respect to matters related to Securities Lending & Borrowing (SLB) transactions of mutual fund schemes with GST authority. However, the Company has reviewed the entire issue, as an abundant caution and as a prudent approach the Company has made provision for tax amount along with interest.

**The Company has reassessed the provision for contingency recognized for the earlier years and the same has been reversed as the same is no longer required.

31 Dividend paid

Particulars	For the year ended	
	March 31, 2026	March 31, 2025
Dividends on equity shares declared and paid during the year:		
Final dividend		
Paid for the earlier financial year (₹ in million)	-	-
Dividend per share for the earlier financial year (₹)	-	-
Interim dividend (Pre-Bonus)		
Paid for the financial year (₹ in million)	35,601.61	11,172.94
Dividend per share for the financial year (₹)	70.00	22.00
Interim dividend (Post-Bonus)		
Paid for the financial year (₹ in million)	19,553.55	-
Dividend per share for the financial year (₹)	9.60	-
Total dividend paid	55,155.16	11,172.94

Dividend remittances to non-resident shareholders*

Particulars	For the year ended	
	March 31, 2026	March 31, 2025
Interim dividend (Pre-bonus)		
Number of non-resident shareholders	322	244
Number of equity shares held by them	18,51,45,388	18,50,96,058
Amount of interim dividend paid (₹ In millions)	12,960.18	4,072.11
Year to which interim dividend relates	2025-26	2024-25
Interim dividend (Post-bonus)		
Number of non-resident shareholders	437	-
Number of equity shares held by them	74,06,96,942	-
Amount of interim dividend paid (₹ In millions)	7,110.69	-
Year to which interim dividend relates	2025-26	-

(*On payment basis during the year)

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

32 Corporate Social Responsibility

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
a) Gross amount required to be spent by the Company during the year towards Corporate Social Responsibility as per Section 135(5) of the Companies Act, 2013 is as follows:	454.81	352.98
b) Amount approved by the Board to be spent during the year	454.81	352.98
c) Amount of expenditure incurred*	454.82	352.98
d) Shortfall at the end of the year	-	-
e) Reason for shortfall	-	-
f) Amount yet to be spent during the year	181.20	270.23
Amount yet to be spent	181.20	270.23
Nature of CSR Activities		
(i) Construction/ acquisition of any asset	361.00	85.03
(ii) On purposes other than (i) above	93.81	267.95
Purpose/ Nature of activities	Healthcare & Hygiene, Education, Skill Development & Livelihood Enhancement, Environment Conservation	Healthcare & Hygiene, Education, Skill Development & Livelihood Enhancement, Rural Development and Environment Conservation

(*This also includes the amount for administrative overheads)

Details of related party transactions in relation to CSR expenditure as per Ind AS 24:

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
SBI Foundation*		
CSR expenditure during the year	225.23	97.32
Movement in CSR Payable during the year (unspent CSR)		
Opening balance	270.23	175.27
Add: Unspent CSR for the year transferred to a separate bank account	181.20	270.23
Less: Unspent CSR for the previous year/s spent during the year	(133.79)	(175.27)
Closing balance	317.64	270.23

(*Refer Note 44 for Related Party Disclosures)

33 Accounting for Share Based Payments (ESOP)

The Company has instituted the Employee Stock Option Plan 2018 ("ESOP-2018" or "Scheme") for eligible employees of the Company, duly approved by the Board of Directors at its meeting held on January 20, 2018 and the shareholders at the EGM held on January 31, 2018. The Scheme was amended with approval of the Board of Directors at its meeting held on January 25, 2023 and the shareholders at the EGM held on February 17, 2023 (by way of a special resolution) to enable the Company to implement the ESOP-2018 and future ESOP plans through: (a) Direct route, (b) Trust route and (c) a combination of the Direct & Trust route. The ESOP-2018 was last amended pursuant to the resolution passed by the Board on January 27, 2026 and by the shareholders at the EGM held on February 23, 2026.

The amended Scheme categorizes options as Type I, Type II and Type III options with multiple vesting periods. The options can be exercised over a period of seven (7) years from the grant date. Each option carries with it the right to acquire one equity share of the Company at the exercise price determined by the Company at the time of grant.

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Pursuant to the amended Scheme and approval of the Board of Directors upon recommendation of the Nomination and Remuneration Committee ("NRC"), the Company has set up the SBI Funds Management Limited – Employee Welfare Trust ("EWT"). In terms of the amended Scheme and Trust Deed, the Company has advanced funds to the EWT to enable the EWT to acquire 517,174 shares of the Company from employees/legal heirs. On December 19, 2025 the EWT was allotted 711,798 bonus shares. During the year ended March 31, 2026, the EWT has transferred 1,059,407 Equity Shares (year ended March 31, 2025: 169,565) to the eligible employees of the Company on exercise of ESOPs.

Employee Stock Option Plan 2018

Movements in the number of options outstanding under the Employee Stock Option Plan 2018

As at March 31, 2026

ESOP Grant	ESOP - I		ESOP - II		ESOP - III		ESOP - IV		ESOP - V		ESOP - VI		ESOP - VII.1		ESOP - VII.2		ESOP - VIII		ESOP - IX		
	Yr. 2018	Yr. 2019	Yr. 2020	Yr. 2021	Yr. 2022	Yr. 2023	Yr. 2024	Yr. 2024	Yr. 2025	Yr. 2025	Yr. 2025	Yr. 2025	Yr. 2025	Yr. 2025	Yr. 2025	Yr. 2025	Yr. 2025	Yr. 2025	Yr. 2025	Yr. 2025	
Outstanding balance at the beginning of the year	-	33,649	1,57,831	7,17,869	4,81,285	11,93,835	7,44,000	10,000	-	-	-	-	-	-	-	-	-	-	-	-	-
Bonus issue (Refer Note 18.5)	-	70,569	2,36,781	12,02,136	10,85,700	32,30,655	18,82,725	30,000	6,15,000	-	-	-	-	-	-	-	-	-	-	-	-
Options granted*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Options exercised*	-	99,310	2,20,064	8,16,870	7,60,285	10,53,839	2,19,440	13,200	-	-	-	-	-	-	-	-	-	-	-	-	-
Options forfeited*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Options expired*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Options lapsed*	-	-	1,985	2,000	1,700	1,02,175	53,255	-	-	-	-	-	-	-	-	-	-	-	-	-	23,800
Outstanding balance at the end of the year	-	4,908	1,72,563	11,01,135	8,05,000	32,68,476	23,54,030	26,800	8,20,000	33,69,400	-	-	-	-	-	-	-	-	-	-	-
Vested and exercisable at the end of the year	-	4,908	1,72,563	11,01,135	8,05,000	10,73,756	3,12,170	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Exercise price per option (₹) (adjusted for bonus shares)	38.75	62.58	90.00	139.98	181.93	214.88	249.18	308.42	372.55	455.03	-	-	-	-	-	-	-	-	-	-	-
Weighted average remaining contractual life (No. of years)	-	0.50	1.33	2.50	3.50	4.50	5.25	5.59	6.50	6.76	-	-	-	-	-	-	-	-	-	-	-

(*Since all the options were granted at the same exercise price per options under the respective grants, weighted average exercise price per option for all these group under the respective grants is the same.)

As at March 31, 2025

ESOP Grant	ESOP - I		ESOP - II		ESOP - III		ESOP - IV		ESOP - V		ESOP - VI		ESOP - VII.1		ESOP - VII.2	
	Yr. 2018	Yr. 2019	Yr. 2020	Yr. 2021	Yr. 2022	Yr. 2023	Yr. 2024	Yr. 2024	Yr. 2024	Yr. 2024	Yr. 2024	Yr. 2024	Yr. 2024	Yr. 2024	Yr. 2024	Yr. 2024
Outstanding balance at the beginning of the year	29,778	2,33,990	5,41,888	18,44,318	7,06,088	14,54,250	-	-	-	-	-	-	-	-	-	-
Options granted*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Options exercised*	28,270	2,00,341	3,84,057	10,78,529	1,77,728	1,69,565	-	-	-	-	-	-	-	-	-	-
Options forfeited*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Options expired*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Options lapsed*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Outstanding balance at the end of the year	-	33,649	1,57,831	7,17,869	4,81,285	11,93,835	7,44,000	10,000	-	-	-	-	-	-	-	-
Vested and exercisable at the end of the year	-	33,649	1,57,831	7,17,869	2,35,295	2,31,445	-	-	-	-	-	-	-	-	-	-
Exercise price per option (₹) (adjusted for bonus shares)	38.75	62.58	90.00	139.98	181.93	214.88	249.18	308.42	-	-	-	-	-	-	-	-
Weighted average remaining contractual life (No. of years)	-	1.50	2.34	3.50	4.50	5.50	6.25	6.58	-	-	-	-	-	-	-	-

(*Since all the options were granted at the same exercise price per options under the respective grants, weighted average exercise price per option for all these group under the respective grants is the same.)

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

The fair value of options at the grant date used to compute share-based payment charge in the Consolidated Statement of Profit and Loss has been estimated using Black-Scholes model. The key assumptions used in Black-Scholes model for calculating the fair value of options as on the date of grant are provided below:

ESOP Grant	ESOP - I	ESOP - II	ESOP - III	ESOP - IV	ESOP - V	ESOP - VI	ESOP - VII.1	ESOP - VII.2	ESOP - VIII	ESOP - IX
Year of Grant	Yr. 2018	Yr. 2019	Yr. 2020	Yr. 2021	Yr. 2022	Yr. 2023	Yr. 2024	Yr. 2024	Yr. 2025	Yr. 2025
(a) Weighted average fair value per option, as on the date of grant (₹) (adjusted for bonus shares)	10.99	15.72	23.85	41.45	55.81	72.76	82.91	92.92	99.48	107.63
(b) Risk-free Interest Rate %	7.03% to 7.18%	6.14%	5.60%	5.59% to 5.71%	6.02% to 6.10%	6.9% to 7%	7.10%	6.70%	6% to 6.2%	6.1% to 6.4%
(c) Expected Life (years)	4 to 6	4 to 5	4 to 5	4 to 5	4 to 5	4 to 6	4 to 6	4 to 5	4 to 6	4 to 6
(d) Expected Volatility %	17.90% to 19.33%	16.82%	21.3% to 21.5%	24.1% to 25.8%	24.9% to 27.2%	23.80% to 27.20%	22.30% to 23.80%	18.90% to 24.90%	17% to 24%	16.8% to 23.5%
(e) Dividend Yield %	1.40%	1.00%	0.90%	0.83%	0.77%	0.60%	0.60%	0.60%	0.70%	1.80%

Volatility is a measure of the amount by which a price has fluctuated or is expected to fluctuate during a period. The measure of volatility used in the Black-Scholes Model is the annualised standard deviation of the continuously compounded expected rates of return over a period of time.

Amount charged to Consolidated Statement of Profit and Loss as ESOP expense:

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Employee stock option expenses	220.48	287.32

34 Employee Benefit

Defined Contributions Plan - Provident Fund, Superannuation Fund and National Pension Scheme

The Company has recognised the following amounts in the Consolidated Statement of Profit and Loss, which are included under Contribution to provident and other funds:

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Employer's Contribution to Provident Fund, Superannuation Fund and National Pension Scheme	149.31	132.04

Details of provision for other employees benefits (Based on Actuarial valuation)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Provision for leave encashment	31.38	123.71
Provision for long service/ retirement reward	2.49	15.40

Defined benefit plan - Gratuity

The Company has a defined benefit gratuity plan in India (funded). The Company's defined benefit gratuity plan is for employees, which requires contributions to be made to a separately administered fund (through insurer managed scheme). The fund has the form of a trust and it is governed by the Board of Trustees. The Board of Trustees is responsible for the administration of the plan assets and for the definition of the Investment strategy. The contribution is guided by Rule 103 of Income Tax Rules, 1962. Employee benefits relating to employees at foreign Rep. office are valued and accounted for as per their respective local laws.

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Changes in present value of the defined benefit obligation

Particulars	As at March 31, 2026	As at March 31, 2025
Present value of the defined benefit obligation at the beginning	519.07	371.58
Interest cost	38.67	26.87
Current service cost	56.09	33.64
Past service cost	49.40	-
(Benefit paid from the fund)	(26.00)	(36.28)
The effect of changes in foreign exchange rates	-	-
Actuarial (gains)/ losses on obligations - Due to change in demographic assumptions	-	-
Actuarial (gains)/ losses on obligations - Due to change in financial assumptions	(29.56)	103.00
Actuarial (gains)/ losses on obligations - Due to experience adjustments	34.36	20.26
Present value of the defined benefit obligation at the end	642.03	519.07

Change in the fair value of plan assets

Particulars	As at March 31, 2026	As at March 31, 2025
Fair value of plan assets at the beginning	500.63	361.49
Interest income	37.70	26.14
Contributions by the employer	119.94	149.55
(Benefit paid from the fund)	(26.00)	(36.28)
Return on plan assets, excluding interest income	2.94	(0.27)
Fair value of plan assets at the end	635.21	500.63

Amount recognised in the Consolidated Balance Sheet

Particulars	As at March 31, 2026	As at March 31, 2025
Present value of the defined benefit obligation at the end	(642.03)	(519.07)
Fair value of plan assets at the end	635.21	500.63
Net liability recognised in the Consolidated Balance Sheet	(6.82)	(18.44)

Net Interest Cost

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Present value of the defined benefit obligation at the beginning	519.07	371.58
(Fair value of plan assets at the beginning)	(500.63)	(361.49)
Net liability/ (asset) at the beginning	18.44	10.09
Interest cost	38.67	26.87
(Interest income)	(37.70)	(26.14)
Net Interest Cost	0.97	0.73

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Expenses recognised in the Consolidated Statement of Profit and Loss

Particulars	₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Current service cost	56.09	33.64
Net interest cost	0.97	0.73
Past service cost	49.40	-
Expenses recognised in the Consolidated Statement of Profit and Loss	106.46	34.37

Expenses recognised in Other Comprehensive Income

Particulars	₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Actuarial (gains)/ losses on obligation	4.80	123.26
Return on plan assets, excluding interest income	(2.94)	0.27
Expenses recognised in Other Comprehensive Income	1.86	123.53

Balance sheet reconciliation

Particulars	₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Net liability as at the beginning of the year	18.44	10.09
Expenses recognised in the Consolidated Statement of Profit and Loss	106.46	34.37
Expenses recognised in Other Comprehensive Income	1.86	123.53
(Employer's Contribution)	(119.94)	(149.55)
Net liability as at the end of the year	6.82	18.44

Category of Assets

Particulars	₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Insurance fund	635.21	500.63
Total	635.21	500.63

Actuarial Assumptions

Particulars	₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Expected Return on Plan Assets	7.36%	6.79%
Rate of discounting	7.36%	6.79%
Rate of salary increase	9.00%	9.00%
Rate of employee turnover	For service 4 years and below 11.00% p.a. For service 5 years and above 4.00% p.a.	For service 4 years and below 11.00% p.a. For service 5 years and above 4.00% p.a.
Mortality Rate During Employment	Indian Assured Lives Mortality 2012-14 (Urban)	Indian Assured Lives Mortality 2012-14 (Urban)

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Maturity analysis of the benefit payments

Particulars	₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Projected benefits payable in future years from the date of reporting:		
1 st Following year	51.68	25.63
2 nd Following Year	28.71	38.78
3 rd Following Year	35.53	22.40
4 th Following Year	71.98	29.10
5 th Following Year	61.12	62.92
Sum of Years 6 To 10	270.43	217.09
Sum of Years 11 and above	827.48	634.64

Sensitivity Analysis

Particulars	₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Projected Benefit Obligation on Current Assumptions	642.03	519.07
Delta Effect of +1% Change in Rate of Discounting	(48.78)	(41.24)
Delta Effect of -1% Change in Rate of Discounting	55.73	47.16
Delta Effect of +1% Change in Rate of Salary Increase	47.51	45.69
Delta Effect of -1% Change in Rate of Salary Increase	(42.55)	(40.80)
Delta Effect of +1% Change in Rate of Employee Turnover	(5.02)	(6.76)
Delta Effect of -1% Change in Rate of Employee Turnover	5.88	7.46

The sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

The sensitivity analysis presented above may not be representative of the actual change in the projected obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same method as applied in calculating the defined benefit obligation as recognised in the balance sheet.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

Risks associated with defined benefit plan

Interest Rate Risk

A fall in the discount rate which is linked to the G.Sec Rate will increase the present value of the liability requiring higher provision. A fall in the discount rate generally increase the mark to market value of the assets depending on the duration of asset.

Salary Risk

The present value of the defined benefit plan liability is calculated by reference to the future salaries of members. An increase in the salary of the members more than assumed level will increase the plan's liability.

Investment Risk

The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. If the return on plan asset is below this rate, it will create a plan deficit. Currently, for the plan in India it has a relatively balanced mix of investments in government securities, and other debt instruments.

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Asset Liability Matching Risk

The plan faces the ALM risk as to the matching cash flow. Since the plan is invested in lines of Rule 101 of Income Tax Rules, 1962, this generally reduces ALM risk

Mortality Risk

Since the benefits under the plan is not payable for life time and payable till retirement age only, plan do not have any longevity risk.

Concentration Risk

Plan is having a concentration risk as all the assets are managed through insurance policies. Although probability of default is very low by Insurance companies as they have to follow regulatory guidelines.

Gratuity is managed through a separate trust fund and contribution is guided by Rule 103 of Income Tax Rules 1962.

Other details

Particulars	₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
No. of members in service	1,808	1,543
Per month salary for members in service (₹ In millions)	129.80	81.45
Weighted average duration of the defined benefit obligation	10.00	10.00
Average expected future service	12.00	12.00
Defined Benefit Obligation (DBO) - Total (₹ In millions)	642.03	519.07
Defined Benefit Obligation (DBO) - Due but not paid	-	-
Expected contribution in the next year (₹ In millions)	72.46	69.09

35 Details of subsidiary

Details of the Company's subsidiaries at the end of the reporting period are as follows.

Name of subsidiary	Principal activity	Place of incorporation and operation	Proportion of ownership interest and voting power held by the company	
			March 31, 2026	March 31, 2025
SBI Funds Management (International) Private Limited	Investment Management Services	Mauritius	100%	100%
SBI Funds Management Limited - Employee Welfare Trust	ESOP Trust	India	Controlled Trust	Controlled Trust
SBI Funds International (IFSC) Limited*	Investment Management Services	GIFT City	100%	100%

*SBI Funds International (IFSC) Limited ('SBI-FIIL') was incorporated on February 7, 2024 as a wholly owned subsidiary of the Company with an object of taking over the existing fund management business of the Company's IFSC Branch. The assets of the Company's IFSC Branch as on August 12, 2024 were transferred to SBI-FIIL vide Asset Transfer Agreement dated August 12, 2024.

36 Details of associate

A. Details of Company's associate as at the end of the reporting period are as follows :

Name of Associate	Place of incorporation and operation	Proportion of ownership interest	
		March 31, 2026	March 31, 2025
SBI Pension Funds Private Limited	India	20%	20%



Notes to Consolidated Financial Statements

For the year ended March 31, 2026

B. Summarised financial information of associate

Summarised financial information of material associate :

Summarised financial information in respect of the Company's associate is set out below. The summarised financial information below represents amounts shown in the associate's financial statements.

Particulars	₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Financial assets	3,624.36	2,877.64
Non-financial assets	89.77	112.54
Financial liabilities	60.97	85.58
Non-financial liabilities	85.89	53.38

Particulars	₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Revenue	2,268.11	1,966.92
Profit from continuing operations	741.82	717.10
Profit for the year	741.82	717.10
Other comprehensive income for the year	(25.77)	13.93
Total comprehensive income for the year	716.05	731.03
Dividends received from the associate during the year	-	-

Reconciliation of the above summarised financial information to the carrying amount of the interest in SBI Pension Funds Private Limited

Particulars	₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Net worth of SBI Pension Funds Private Limited	3,567.27	2,851.22
Proportion of the Company's ownership interest in SBI Pension Funds Private Limited (%)	20%	20%
Goodwill	1.50	1.50
Other adjustments	-	-
Company's interest in SBI Pension Funds Private Limited	714.96	571.75

37 Segment Reporting

The Group is in the business of providing asset management services to SBI Mutual Fund, Alternative Investment Fund and Portfolio Management and Advisory Services to clients. The primary segment is identified as asset management services. As such, the Group's financial statements are largely reflective of the asset management business and accordingly there are no separate reportable segments as per Ind AS 108, Operating Segment. Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM). The CODM's function is to allocate the resources of the entity and assess the performance of the operating segment of the Group. All assets of the Group are domiciled in India.

There is only one customer contributing in excess of 10% of the total revenue of the Group. The amounts for the same are as follows:

Particulars	₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Revenue from SBI Mutual Fund (Schemes)	41,928.72	34,127.53

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

38 Maturity analysis of assets and liabilities

The table below shows an analysis of assets and liabilities analysed according to their maturity profile.

Particulars	(₹ In millions)					
	As at March 31, 2026			As at March 31, 2025		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
I Financial assets						
(a) Cash and cash equivalents	197.39	-	197.39	154.58	-	154.58
(b) Bank balance other than (a) above	547.48	339.17	886.65	567.59	201.33	768.92
(c) Receivables						
(i) Trade receivables	882.17	-	882.17	1,228.90	-	1,228.90
(d) Loans	1.22	0.73	1.95	1.52	0.99	2.51
(e) Investments	15,470.21	40,858.55	56,328.76	3,651.62	76,891.18	80,542.80
(f) Investments accounted for using equity method	-	714.96	714.96	-	571.75	571.75
(g) Other financial assets	111.50	83.27	194.77	13.75	77.20	90.95
Sub-total - Financial assets	17,209.97	41,996.68	59,206.65	5,617.96	77,742.45	83,360.41
II Non-financial assets						
(a) Current tax assets (Net)	0.01	393.62	393.63	-	44.25	44.25
(b) Property, plant and equipment	-	3,895.09	3,895.09	-	2,664.68	2,664.68
(c) Capital work-in-progress	-	-	-	-	1,099.65	1,099.65
(d) Other intangible assets	-	14.86	14.86	-	34.35	34.35
(e) Other non-financial assets	455.09	239.15	694.24	359.83	155.42	515.25
Sub-total - Non-financial assets	455.10	4,542.72	4,997.82	359.83	3,998.35	4,358.18
TOTAL ASSETS	17,665.07	46,539.40	64,204.47	5,977.79	81,740.80	87,718.59
LIABILITIES						
I Financial liabilities						
(a) Payables						
(i) Trade payables						
(i) Total outstanding dues of micro enterprises and small enterprises	32.68	-	32.68	24.74	-	24.74
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	205.94	-	205.94	177.70	-	177.70
(b) Other financial liabilities	351.37	1,016.44	1,367.81	262.17	1,016.83	1,279.00
Sub-total - Financial liabilities	589.99	1,016.44	1,606.43	464.61	1,016.83	1,481.44
II Non-financial liabilities						
(a) Current tax liabilities (Net)	1.14	-	1.14	1.00	-	1.00
(b) Provisions	1,002.64	568.69	1,571.33	994.45	582.39	1,576.84
(c) Deferred tax liabilities (Net)	-	1,055.25	1,055.25	-	1,397.15	1,397.15
(d) Other non-financial liabilities	339.70	-	339.70	286.83	-	286.83
Sub-total - Non-financial liabilities	1,343.48	1,623.94	2,967.42	1,282.28	1,979.54	3,261.82
TOTAL LIABILITIES	1,933.47	2,640.38	4,573.85	1,746.89	2,996.37	4,743.26

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

39 Revenue from operations - Asset management services

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
1. Details of revenue from Schemes pursuant to investment management agreement and contracts with customers recognised by the Group, net of indirect taxes in its Consolidated Statement of Profit and Loss.		
Revenue from Operations		
Management fees	42,344.92	34,377.87
Portfolio management and other advisory fees	1,549.96	1,599.70
Total	43,894.88	35,977.57

2. Disaggregate Revenue

The table below presents disaggregated revenues of the Group from schemes of mutual fund and from contracts with customers by geography. The Group believes that this disaggregation best depicts how the nature, amount, timing and uncertainty of its revenues and cash flows are affected by industry, market and other economic factors.

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Revenue based on geography		
In India	42,686.77	34,803.71
Outside India	1,208.11	1,173.86
Total	43,894.88	35,977.57

40 Financial instruments

A. Fair Value Measurements above point

i. The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

As at March 31, 2026	Carrying Amount			Fair Value			
	FVTPL	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial assets							
Cash and cash equivalents [#]	-	197.39	197.39	-	-	-	-
Bank Balance other than cash and cash equivalents above [#]	-	886.65	886.65	-	-	-	-
Trade receivables [#]	-	882.17	882.17	-	-	-	-
Loans [#]	-	1.95	1.95	-	-	-	-
Other financial assets [#]	-	194.77	194.77	-	-	-	-
Investments							
• Mutual Fund units	42,707.88	-	42,707.88	42,707.88	-	-	42,707.88
• Alternative Investment Funds	716.16	-	716.16	-	-	716.16	716.16
• Debt Securities	-	12,702.80	12,702.80	-	12,755.61	-	12,755.61
• Equity shares	201.91	-	201.91	-	-	201.91	201.91
Total	43,625.95	14,865.73	58,491.68	42,707.88	12,755.61	918.07	56,381.56
Financial liabilities							
Trade payables [#]	-	238.62	238.62	-	-	-	-
Other financial liabilities [#]	-	1,367.81	1,367.81	-	-	-	-
Total	-	1,606.43	1,606.43	-	-	-	-

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Fair value measurement using significant unobservable inputs (level 3)

The following table shows a reconciliation from the opening balances to the closing balances for Level 3 fair values:

Particulars	Alternative Investment Funds		Equity Share in Others	
	Alternative Investment Funds	Equity Share in Others	Alternative Investment Funds	Equity Share in Others
Balance at the beginning	697.95	202.70	697.95	202.70
Net gain/ (losses) on financial instruments recognised in the Consolidated Statement of Profit and Loss	33.87	(0.79)	33.87	(0.79)
Purchases of financial instruments	51.26	-	51.26	-
Sale of financial instruments	(66.92)	-	(66.92)	-
Balance at the end	716.16	201.91	716.16	201.91

Valuation inputs and relationship to fair value

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurement.

Financial instruments	Significant unobservable inputs	Probability weights/ range	Sensitivity of inputs to fair value measurement
Alternative Investment Funds	Net Asset Value (NAV)	0.90X -1.10X	A 10% increase in the NAV would increase the carrying value of investment by ₹ 71.61 million. A 10% decrease in the NAV would decrease the carrying value of investment by ₹ 71.61 million.
Equity shares	Valuation Factor	10% - 20%	A 10% increase in the valuation factor would decrease the carrying value of investment by ₹ 20.19 million. A 10% decrease in the NAV would increase the carrying value of investment by ₹ 20.19 million.

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

As at March 31, 2025	Carrying Amount			Fair Value			
	FVTPL	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial assets							
Cash and cash equivalents [#]	-	154.58	154.58	-	-	-	-
Bank Balance other than cash and cash equivalents above [#]	-	768.92	768.92	-	-	-	-
Trade receivables [#]	-	1,228.90	1,228.90	-	-	-	-
Loans [#]	-	2.51	2.51	-	-	-	-
Other financial assets [#]	-	90.95	90.95	-	-	-	-
Investments							
• Mutual Fund units	57,359.53	-	57,359.53	57,359.53	-	-	57,359.53
• Alternative Investment Funds	697.95	-	697.95	-	-	697.95	697.95
• Debt Securities	-	21,457.61	21,457.61	-	21,986.40	-	21,986.40
• Equity shares	202.70	-	202.70	-	-	202.70	202.70
• Investment in InVIT	825.00	-	825.00	825.00	-	-	825.00
Total	59,085.18	23,703.47	82,788.65	58,184.53	21,986.40	900.65	81,071.58
Financial liabilities							
Trade payables [#]	-	202.44	202.44	-	-	-	-
Other financial liabilities [#]	-	1,279.00	1,279.00	-	-	-	-
Total	-	1,481.44	1,481.44	-	-	-	-

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Fair value measurement using significant unobservable inputs (level 3)

The following table shows a reconciliation from the opening balances to the closing balances for Level 3 fair values:

Particulars	Alternative Investment Funds		Equity Share in Others	
	Alternative Investment Funds	Equity Share in Others	Alternative Investment Funds	Equity Share in Others
Balance at the beginning	675.64	198.83	675.64	198.83
Net gain/ (losses) on financial instruments recognised in the Consolidated Statement of Profit and Loss	34.46	3.87	34.46	3.87
Purchases of financial instruments	148.62	-	148.62	-
Sale of financial instruments	(160.77)	-	(160.77)	-
Balance at the end	697.95	202.70	697.95	202.70

Valuation inputs and relationship to fair value

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurement.

Financial instruments	Significant unobservable inputs	Probability weights/ range	Sensitivity of inputs to fair value measurement
Alternative Investment Funds	Net Asset Value (NAV)	0.90X -1.10X	A 10% increase in the NAV would increase the carrying value of investment by ₹ 69.80 million. A 10% decrease in the NAV would decrease the carrying value of investment by ₹ 69.80 million.
Equity shares	Valuation Factor	10% - 20%	A 10% increase in the valuation factor would decrease the carrying value of investment by ₹ 20.27 million. A 10% decrease in the NAV would increase the carrying value of investment by ₹ 20.27 million.

([#]Fair value of cash and cash equivalents, bank balances, trade receivables, other financial assets, loans, trade payables and other financial liabilities approximate their carrying amounts largely due to current maturities of these instruments. Accordingly, fair value hierarchy for these financial instruments have not been presented above.)

For the purpose of disclosure, price provided by valuation agency is considered as the fair value of financial assets that are measured at amortised cost.

ii. The hierarchy used is as follows:

Level 1 — Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 — Inputs are other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 — Inputs are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

There are no transfers between levels 1 and 2 during the current year and previous year.

The valuation techniques used to determine the fair valuation of financial instruments are described below:

Financial instruments	Valuation techniques
Mutual Funds/ AIF Investments	On the basis of latest NAV/ Market price available
Debt securities/ preference shares	The price provided by valuation agency is considered as the fair value of financial assets
Equity investments	Break up value as per the latest audited financial statements
Investment in InVIT	Quoted/ Market price available

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

In order to assess Level 3 valuations, the management reviews the performance of the alternative investment funds and its investment in equity shares on a regular basis by tracking their latest available financial statements/ financial information, valuation report of independent valuers, recent transaction results etc. which are considered in valuation process.

B. Financial Risk Management

The Group's primary focus is to foresee the unpredictability of financial markets and seek to minimise potential adverse effects on its financial performance. The purpose of risk management is to identify potential problems before they occur, so that risk-handling activities may be planned and invoked as needed to manage adverse impacts on achieving objectives. Set out below, is a comparison by class of the carrying amounts and fair value of the Group's financial instruments other than those with carrying amounts that are reasonable approximations of fair value.

The different types of risks the Group is exposed to arising from Financial Instruments are as follows:

Exposure arising from	Risk
Cash and cash equivalents, other bank balances, trade receivables, financial assets measured at amortised cost	Credit Risk
Financial Liabilities	Liquidity Risk
Recognised financial assets not denominated in ₹	Market Risk - Foreign Exchange Risk
Investments in debt securities / preference shares	Market Risk - Interest Rate Risk
Investments in equity securities, units of mutual funds, alternative investment funds, measured at FVTPL	Market Risk - Price Risk

I. Liquidity Risk

Liquidity risk is defined as the risk that the Group will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Liquidity risk arises because of the possibility that the Group might be unable to meet its payment obligations when they fall due as a result of mismatches in the timing of the cash flows under both normal and stress circumstances. Such scenarios could occur when funding needed for illiquid asset positions is not available to the Group on acceptable terms.

To limit this risk, management has adopted a policy of managing assets with due consideration to liquidity and monitoring future cash flows and liquidity on a regular basis. The Group has developed internal control processes for managing liquidity risk. The Group maintains sufficient bank balance and highly marketable securities such as liquid/ ultra-short duration and other debt funds. The Group assesses the liquidity position under a variety of scenarios, giving due consideration to stress factors relating to both the market in general and specifically to the Group.

Exposure to Liquidity Risk

The table below analyses the Group's financial liabilities into relevant maturity pattern based on their contractual maturities for all financial liabilities.

As At March 31, 2026

Particulars	Carrying Amount	Contractual Cash flow		
		Total	Upto 1 Year	More than 1 year
Financial Liabilities				
• Trade payables	238.62	238.62	238.62	-
• Lease liabilities	1,305.70	1,579.50	371.03	1,208.47
• Other financial liabilities (excluding lease liabilities)	62.11	62.11	62.11	-

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

As At March 31, 2025

Particulars	Carrying Amount	Contractual Cash flow		
		Total	Upto 1 Year	More than 1 year
Financial Liabilities				
• Trade payables	202.44	202.44	202.44	-
• Lease liabilities	1,274.89	1,559.53	339.56	1,219.97
• Other financial liabilities (excluding lease liabilities)	4.11	4.11	4.11	-

II. Credit Risk

The Group avoids concentration of credit risk by spreading them over several counterparties with good credit rating profile and sound financial position. Investment in debt securities being at amortised cost include (i) G sec Strips which do not carry any risk being sovereign in nature and (ii) bonds of high credit quality public sector banks. Group's exposure and credit ratings of its counterparties are monitored on an ongoing basis.

Exposure to credit risk

The carrying amount of financial assets represents maximum amount of credit exposure. The maximum exposure to credit risk is as per the table below, it being total of carrying amount of cash and cash equivalent, other bank balances, trade receivables and financial assets measured at amortised cost.

Particulars	As at	As at
	March 31, 2026	March 31, 2025
Maximum exposure to credit Risk	2,730.38	11,370.48

Further, Refer Note 4 for trade receivables ageing analysis schedule.

Expected Credit Loss (ECL) on financial assets

In accordance with Ind AS 109, the Group uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL).

Expected credit losses are measured through a loss allowance at an amount equal to:

- The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or
- Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

For trade receivables Group applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Group uses historical default rates to determine impairment loss on the portfolio of trade receivables. The Group has determined based on historical experience and expectations that the ECL on its trade receivables is insignificant and was not recorded. At every reporting date, these historical default rates are reviewed and changes in the forward-looking estimates are analysed.

For other assets, the Group uses 12-month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

The Group has four types of financial assets that are subject to the expected credit loss:

- Cash and cash equivalents
- Trade receivables
- Loans
- Investment in debt securities measured at amortised cost

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Trade and receivables

Exposures to customers' outstanding at the end of each reporting year are reviewed by the Group to determine incurred and expected credit losses. Historical trends of collection from counterparties on timely basis reflects low level of credit risk. As the Group has a contractual right to such receivables as well as control over preponderant amount of such funds due from customers, the Group does not estimate any credit risk in relation to such receivables. Further, management believes that the unimpaired amounts that are past due by more than 1 year (mainly dues from GOI/ GOI undertakings /PSUs) are still collectible in full, based on historical payment behaviour.

Cash and Cash Equivalents

The Group holds cash and cash equivalents and other bank balances as per note 2 and 3. The credit worthiness of such banks and financial institutions is evaluated by the management on an ongoing basis and is considered to be high.

Investment in debt securities measured at amortised cost

The Group avoids concentration of credit risk by spreading them over several counterparties with good credit rating profile and sound financial position. Investment in debt securities being at amortised cost include (i) G sec Strips which do not carry any risk being sovereign in nature and (ii) bonds of highly rated public sector banks. Group's exposure and credit ratings of its counterparties are monitored on an ongoing basis.

Loans

Staff loans and receivables have been considered to enjoy the low credit risk as they meet the following criteria:

- they have a low risk of default,
- the counterparty is considered, in the short term, to have a strong capacity to meet its obligations in the near term, and
- the Group expects, in the longer term, that adverse changes in economic and business conditions might, but will not necessarily, reduce the ability of the counterparty to fulfil its obligations.

III. Market Risk

Market risk is the risk of loss of future earnings, fair values or future cash flows related to financial instrument that may result from adverse changes in market rates and prices (such as foreign exchange rates, interest rates, other prices). The Group is exposed to market risk primarily related to Price risk, Currency risk, and Interest rate risk.

i. Price risk management:

Price risk is the risk that the value of the financial instrument will fluctuate as a result of changes in market prices and related market variables including interest rate for investments in debt oriented mutual funds and debt securities, whether caused by factors specific to an individual investment, its issuer or the market. The Group's exposure to price risk arises from investments in equity securities, debt securities, units of mutual funds, and alternative investment funds which are classified as financial assets at Fair Value Through Profit and Loss. The following is the Group's exposure to price risk

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Exposure to Price Risk	43,625.95	59,085.18

To manage its price risk from investments in equity securities, debt securities, units of mutual funds, and alternative investment funds, the Group diversifies its portfolio.

Price sensitivity analysis:

The table below sets out the effect on profit or loss and equity due to reasonable possible weakening / strengthening in prices/ market value by 5%:

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
5% Decrease in prices	(2,181.30)	(2,954.26)
5% Increase in prices	2,181.30	2,954.26

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

ii. Foreign currency risk management:

Foreign currency risk arises from future commercial transactions and recognised assets and liabilities denominated in a currency that is not the functional currency (₹) of the Group. The Group undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise. Exchange rate exposures are managed within approved policy parameters utilising forward foreign exchange contracts. The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows.

Particulars	₹ In millions	
	Liabilities	
	As at March 31, 2026	As at March 31, 2025
AED	-	-
USD	-	-
BHD	1.76	1.54
AUD	-	-
JPY	-	-
SGD	3.15	2.68
EURO	6.35	5.98

Particulars	₹ In millions	
	Assets	
	As at March 31, 2026	As at March 31, 2025
AED	2.23	1.73
USD	69.74	66.01
BHD	-	-
AUD	0.61	0.63
JPY	158.58	186.22
SGD	-	-
EURO	23.27	19.95

Foreign currency sensitivity analysis

The following table details the Group's sensitivity to a 10% increase and decrease in ₹ against the relevant foreign currencies. 10% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the year end for a 10% change in foreign currency rates. A positive number below indicates an increase in profit or equity where the ₹ strengthens 10% against the relevant currency. For a 10% weakening of the ₹ against the relevant currency, there would be a comparable impact on the profit or equity, and the balances below would be negative.

Particulars	₹ In millions	
	Impact on profit and loss for the year	
	As at March 31, 2026	As at March 31, 2025
AED currency impact	0.22	0.17
USD currency impact	6.97	6.60
BHD currency impact	(0.18)	(0.15)
AUD currency impact	0.06	0.06
JPY currency impact	15.86	18.62
SGD currency impact	(0.32)	(0.27)
EURO currency impact	1.69	1.40

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Particulars	(₹ In millions)	
	Impact on total equity as at the end of the reporting period	
	As at March 31, 2026	As at March 31, 2025
AED currency impact	0.17	0.13
USD currency impact	5.22	4.94
BHD currency impact	(0.13)	(0.12)
AUD currency impact	0.05	0.05
JPY currency impact	11.87	13.93
SGD currency impact	(0.24)	(0.20)
EURO currency impact	1.27	1.05

In management's opinion, the sensitivity analysis is unrepresentative of the inherent foreign exchange risk because the exposure at the end of the reporting period does not reflect the exposure during the year and considering the size of business and size of exposure in Foreign currency is immaterial.

iii. Interest rate risk management:

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's investments are primarily in fixed rate interest instruments. Accordingly, the exposure to interest rate risk is insignificant.

41 Leases

The Group has entered into leasing arrangements for premises, vehicles and computers. Majority of the leases are cancellable by the Group. Right-of-use asset has been included under the line 'Property, Plant and Equipment' and Lease liabilities has been included under 'Other financial liabilities' in the Consolidated Balance Sheet.

(i) Amounts recognised in the Consolidated Balance Sheet

The following shows the changes to carrying value relating to right-to-use assets:

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Balance at the beginning	1,158.58	1,022.89
Add: Additions during the year	339.80	437.00
Less: Terminations during the year	(28.39)	(22.20)
Less: Depreciation during the year	(299.70)	(278.25)
Add/ less: adjustment of exchange fluctuations	0.68	(0.86)
Balance at the end	1,170.97	1,158.58

The following shows the movement to lease liabilities during the year:

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Balance at the beginning	1,274.89	1,116.20
Add: New lease arrangements	334.06	427.87
Less: Terminated lease arrangements	(36.23)	(24.25)
Add/ less: adjustment of exchange fluctuations	0.69	(1.09)
Add: Finance cost accrued	91.17	86.03
Less: Payment of lease liabilities	(358.88)	(329.87)
Balance at the end	1,305.70	1,274.89

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

The following is the break up of current and non-current lease liabilities

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Current	289.26	258.07
Non-Current	1,016.44	1,016.82
Total	1,305.70	1,274.89

The table below provides details regarding the contractual maturities of lease liabilities on an undiscounted basis:

Particulars	(₹ In millions)	
	As at March 31, 2026	As at March 31, 2025
Less than one year	371.03	339.56
One to five years	926.90	900.22
More than 5 years	281.57	319.75
Total	1,579.50	1,559.53

(ii) Amounts recognised in the Consolidated Statement of Profit and Loss

Particulars	(₹ In millions)	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Depreciation charge on right-of-use assets	299.70	278.25
Interest expense (included in finance cost)	91.17	86.03
Expense relating to short-term leases (included administrative expenses)	11.36	11.68
Expense relating to leases of low-value assets that are not shown above as short term leases (included in administrative expenses)	-	-
Expense relating to variable lease payments not included in lease liabilities (included in administrative expenses)	-	-
Rent concession	-	-
Total	402.23	375.96

(iii) All the future cash flows to which the lessee is potentially exposed are reflected in the measurement of lease liabilities.

(iv) The Group currently does not have any sale and lease back transactions.

42 Capital Management

Equity share capital and other equity are considered for the purpose of Group's capital management. The Group manages its capital in a manner which enables it to safeguard its ability to continue as a going concern and to optimise returns to the Shareholders. The capital structure of the Group is based on management's judgement of its strategic and day-to-day needs with a focus on total equity so as to maintain stakeholders' confidence.

The funding requirements are met through operating cash flows and other equity. The management monitors the return on capital and the Board of Directors monitors the level of dividends paid to shareholders of the Company. The Group may take appropriate steps in order to maintain, or if necessary adjust, its capital structure.

As of March 31, 2026 and March 31, 2025, the Company has only one class of equity shares and has no debt. In the absence of any debt, the monitoring of debt equity ratio may not be appropriate for the Group.

As of March 31, 2026 the equity share capital is ₹ 2,036.83 million [post bonus - refer note 18.5] (March 31, 2025: ₹ 507.86 million) and other equity is ₹ 57,593.79 million (March 31, 2025: ₹ 82,467.47 million).

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Certain minimum net worth requirements for the business have been laid down by SEBI (for the Company) and by International Financial Services Centres Authority (for WOS), as applicable. The same is monitored on regular basis and have been complied with.

43 Statutory disclosure required as per Schedule III Division III of the Companies Act, 2013

As at March 31, 2026

Ratios	Numerator	Denominator	Ratio	(₹ In millions)
				% Variance
(a) Capital to risk-weighted assets ratio (CRAR)*	-	-	-	-
(b) Tier I CRAR*	-	-	-	-
(c) Tier II CRAR*	-	-	-	-
(d) Liquidity Coverage Ratio (no.of times)	17,209.97	1,933	8.90	176.78%
[Total Financial Assets (within 12 months)/Total Liabilities (within 12 months)]				
This has increased as financial asset balances and specifically, investments which are maturing within 12 months from the reporting date including new purchases, have changed.				

As at March 31, 2025

Ratios	Numerator	Denominator	Ratio	(₹ In millions)
				% Variance
(a) Capital to risk-weighted assets ratio (CRAR)*	-	-	-	-
(b) Tier I CRAR*	-	-	-	-
(c) Tier II CRAR*	-	-	-	-
(d) Liquidity Coverage Ratio (no.of times)	5,617.96	1,746.89	3.22	95.17%
[Total Financial Assets (within 12 months)/Total Liabilities (within 12 months)]				
This has increased as financial asset balances and specifically, investments which are maturing within 12 months from the reporting date including new purchases, have changed.				

*Since the Group is not in the lending business, it does not have any credit exposure. Hence, these ratios are not applicable to the Group.

44 Related Party Disclosures

As per the Indian Accounting Standard on 'Related Party Disclosures' (Ind AS 24), the related parties of the Group with whom there have been transactions during the current/previous year, are as follows:

Relationship	Name of the Parties
Holding company	State Bank of India (SBI)
Enterprise having significant influence	Amundi India Holding, a wholly owned subsidiary of Amundi Asset Management
Associates	SBI Pension Funds Private Limited (SBIPFPL)
Fellow subsidiaries	SBI Life Insurance Company Limited
	SBI General Insurance Limited
	SBI Mutual Fund Trustee Company Private Limited
	SBI-SG Global Securities Services Private Limited
	SBICAP Securities Limited
	SBI Capital Markets Limited

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Relationship	Name of the Parties
	SBI Foundation
	SBICAP Trustee Company Limited
	SBI CDMDF Trustee Private Limited
	SBI Cards & Payment Services Limited
Enterprise under common control	Amundi Singapore Limited
	Amundi Hong Kong Limited
	Amundi Asset Management
	Amundi (UK) Limited
	NH-Amundi Asset Management Co. Ltd.
	Amundi Japan Limited
Other related parties	C Edge Technologies Ltd (Joint Venture of State Bank of India)
	The Clearing Corporation of India Limited up to 31 March 2025
	Yes Bank Limited
	SBI Funds Management Limited Employees Group Gratuity-Cum-Life Assurance Scheme
	SBI Funds Management Limited Employees Superannuation Scheme
	RRBs:- (Associates of State Bank of India)
	Arunachal Pradesh Rural Bank
	Mizoram Rural Bank
	Nagaland Rural Bank
	Rajasthan Gramin Bank
	Uttarakhand Gramin Bank
	Chhattisgarh Rajya Gramin Bank
	Jharkhand Rajya Gramin Bank
	Meghalaya Rural Bank
	Telangana Grameena Bank
	RRBs:- (Associates of State Bank of India) upto April 30,2025
	Ellaquai Dehati Bank
	Rajasthan Marudhara Gramin Bank
	Saurashtra Gramin Bank
	Utkal Grameen Bank
	Andhra Pradesh Grameena Vikas Bank
	Madhyanchal Gramin Bank
Directors	Mr. Challa Sreenivasulu Setty (Chairman) from November 11, 2024
	Mr. Dinesh Kumar Khara (Chairman) upto August 27, 2024
	Mr. Nand Kishore (Managing Director & Chief Executive Officer) from 23 November, 2024
	Mr. Shamsher Singh (Managing Director & Chief Executive Officer) upto November 22, 2024
	Mr. Denys Charles Jean Marie Fougereux De Campigneulle [Executive Director (from February 23, 2026) & Deputy Chief Executive Officer(from March 7, 2020)]
	Mr. Fathi Jerfel (Associate Director) upto February 22, 2026
	Mr. Colathur Narayanan Ram (Independent Director) upto September 06, 2025
	Mr. Moiz Mohsin Miyajiwala (Independent Director)
	Ms. Sudha Krishnan (Independent Director)
	Mr. Shekhar Bhatnagar (Independent Director)

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Relationship	Name of the Parties
	Dr. T.T. Ram Mohan (Independent Director) up to December 04, 2025
	Mr. Ashwini Kumar Tewari (Associate Director)
	Mr. Olivier Philippe Mariee (Associate Director)
	Dr. Hemant Ratnakar Adarkar (Independent Director) from August 29, 2025
	Mr. Sanjay Prakash (Independent Director) from October 23, 2025
Key Managerial Personnel	Mr. Nand Kishore (Managing Director & Chief Executive Officer) from November 23, 2024
	Mr. Shamsher Singh (Managing Director & Chief Executive Officer) upto November 22, 2024
	Mr. D. P. Singh (Jt. CEO)
	Mr. Inderjeet Ghuliani (Chief Financial Officer)
	Ms. Vinaya Datar (Chief Compliance Officer, Company Secretary & Head-Legal)
Director of subsidiary company - SBI Funds International (IFSC) Limited	Mr. Nand Kishore (Associate Director) from November 27, 2024
	Mr. Shamsher Singh (Associate Director) from February 07, 2024 to November 22, 2024
	Mr. Devinder Pal Singh (Associate Director)
	Mr. Inderjeet Ghuliani (Associate Director) from February 07, 2024 to May 31, 2024
	Mr. Navdeep Singh Suri (Independent Director) from May 30, 2024
	Mr. Krishnamurthy Vijayan (Independent Director) from May 30, 2024
Key Managerial Personnel of subsidiary company - SBI Funds International (IFSC) Limited	Mr. Manish Vinod Makharia (Chief Executive Officer) from July 22, 2024 to February 28, 2026
	Mr. Vinit Joshi, Head - GIFT City from January 19, 2026
	Mr. Yashpal Sharma (Chief Financial Officer) from March 21, 2025
	Mr. Santosh Sidiri (Company Secretary) from March 21, 2025

Details of transactions with Related Parties during the year 2025-26

Particulars	Holding company (State Bank of India)	Enterprise having significant influence	Associates	Fellow subsidiaries	Enterprise under common control	Other related parties	Director/Relatives of Director
Annexure reference	A	B	C	D	E	F	
Income							
Asset management services (Note 20)							
Portfolio management and other advisory fees	19.87	-	-	-	578.99	25.78	-
Other income (Note 21)							
Interest income	30.04	-	-	-	-	-	-
Miscellaneous income (Note 21)							
Recovery of admin expenses	-	-	-	3.30	-	-	-
Miscellaneous income	-	-	-	0.08	-	-	-
Expenses							
Scheme expenses (Consolidated Statement of Profit and Loss)							
Brokerage - PMS & AIF	123.72	-	-	-	-	0.36	-
Processing Fee	185.00	-	-	-	-	-	-
Custodial Charges	-	-	-	2.09	-	-	-
Scheme related expenses	-	-	-	0.03	-	-	-



Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Particulars	Holding company (State Bank of India)	Enterprise having significant influence	Associates	Fellow subsidiaries	Enterprise under common control	Other related parties	Director/Relatives of Director
Annexure reference	A	B	C	D	E	F	
Employee benefits expenses (Note 23)							
Reimbursement of salaries of deputed employees from Banks	54.70	-	-	-	56.96	7.13	-
Remuneration to Executive Director & Deputy Chief Executive Officer	-	-	-	-	-	-	15.72
Rent, taxes and energy cost (Note 25)	4.20	-	-	-	-	-	-
Advertising, publicity and business promotion (Note 25)							
Business Promotion	7.21	-	-	-	-	-	-
Training	2.67	-	-	-	-	-	-
Reimbursement of expenses	0.43	-	-	0.03	-	-	-
Legal and professional fees (Note 25)							
Fund accounting charges	-	-	-	305.98	-	-	-
Software and IT Cost (Note 25)	-	-	-	-	57.93	3.79	-
Insurance (Note 25)	-	-	-	83.28	-	-	-
Corporate Social Responsibility (Note 25)	-	-	-	225.23	-	-	-
Directors' Sitting Fees (Note 25)	-	-	-	-	-	-	14.20
Royalty to SBI for Logo (Note 25)	506.32	-	-	-	-	-	-
Miscellaneous expenses (Note 25)							
Demat Charges & Brokerage	-	-	-	3.83	-	-	-
Bank charges	5.32	-	-	-	-	-	-
PMS expenses	-	-	-	14.62	-	-	-
Other transactions							
Contribution to gratuity trust and insurance premium to LIC (Note 15)	-	-	-	-	-	122.41	-
Contribution to superannuation fund (Note 23)	-	-	-	-	-	0.31	-
Placement of fixed deposits	416.88	-	-	-	-	-	-
Infusion of share Capital (Note 6)	-	-	-	-	-	-	-
Reversal of income (Note 20)	20.86	-	-	-	-	-	-
Interim dividend paid (Note 19)	34,146.00	20,054.00	-	-	-	-	-
Recovery of expenses and salaries of deputed employees	15.50	-	12.84	1.64	-	-	-

Balances Outstanding as at March 31, 2026

Particulars	Holding company (State Bank of India)	Enterprise having significant influence	Associates	Fellow subsidiaries	Enterprise under common control	Other related parties	Director/Relatives of Director
Annexure reference	A	B	C	D	E	F	
Receivables							
Trade receivables (Note 4)	10.49	-	-	-	130.84	7.23	-
Other non-financial assets (Note 12)	-	-	-	2.13	41.97	-	-
Other financial liabilities (Note 14)	24.62	-	-	-	-	-	-
Trade payables (Note 13)	25.54	-	-	23.93	9.50	3.71	-
Balance with banks	484.85	-	-	-	-	-	-
• in current accounts (Note 2)	-	-	-	-	-	-	-
Other bank balances (Note 2 and Note 3)	582.24	-	-	-	-	-	-

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Remuneration to Key Managerial Personnel

The remuneration of key management personnel during the year was as follows:

Particulars	₹ In millions	
	2025-26	
i. Short term benefits	124.39	
ii. Post employment benefits	-	
iii. Other long term benefits	-	
iv. Share based payments	144.62	
v. Termination benefits	-	
v. Dividend paid	62.13	

Details of transactions with Related Parties during the year 2024-25

Particulars	₹ In millions						
	Holding company (State Bank of India)	Enterprise having significant influence	Associates	Fellow subsidiaries	Enterprise under common control	Other related parties	Director/Relatives of Director
Annexure reference	A	B	C	D	E	F	
Income							
Asset management services (Note 20)							
Portfolio management and other advisory fees	26.32	-	-	-	578.20	49.17	-
Other income (Note 21)							
Interest income	26.15	-	-	-	-	-	-
Miscellaneous income (Note 21)							
Recovery of admin expenses	-	-	-	3.30	-	-	-
Expenses							
Scheme expenses (Consolidated Statement of Profit and Loss)							
Brokerage - PMS & AIF	84.55	-	-	-	-	0.17	-
Processing Fee	14.23	-	-	-	-	-	-
Custodial Charges	-	-	-	1.46	-	-	-
Scheme related expenses	-	-	-	0.03	-	-	-
Employee benefits expenses (Note 23)							
Reimbursement of salaries of deputed employees from Banks	50.53	-	-	-	37.68	12.37	-
• Remuneration to Deputy Chief Executive Officer	-	-	-	-	-	-	14.24
Rent, taxes and energy cost (Note 25)	4.64	-	-	-	-	-	-
Advertising, publicity and business promotion (Note 25)							
Business Promotion	6.44	-	-	-	-	-	-
Training	1.89	-	-	-	-	-	-
Reimbursement of expenses	-	-	-	0.15	-	-	-
Legal and professional fees (Note 25)							
Fund accounting charges	-	-	-	278.16	-	-	-
Software and IT Cost (Note 25)	-	-	-	-	30.28	3.89	-
Insurance (Note 25)	-	-	-	70.04	-	-	-
Corporate Social Responsibility (Note 25)	-	-	-	97.32	-	-	-
Directors' Sitting Fees (Note 25)	-	-	-	-	-	-	6.85
Royalty to SBI for Logo (Note 25)	412.59	-	-	-	-	-	-
Miscellaneous expenses (Note 25)							
Demat Charges & Brokerage	-	-	-	3.27	-	-	-

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Particulars	₹ In millions						
	Holding company (State Bank of India)	Enterprise having significant influence	Associates	Fellow subsidiaries	Enterprise under common control	Other related parties	Director/Relatives of Director
Annexure reference	A	B	C	D	E	F	
Bank charges	6.38	-	-	-	-	-	-
Transaction charges	-	-	-	-	-	5.90	-
PMS expenses	-	-	-	14.40	-	-	-
Other transactions							
Contribution to gratuity trust and insurance premium to LIC (Note 15)	-	-	-	-	-	152.26	-
Contribution to superannuation fund (Note 23)	-	-	-	-	-	0.29	-
Interim dividend paid (Note 19)	6,930.00	4,070.00	-	-	-	-	-
Recovery of expenses and salaries of deputed employees	11.77	-	7.76	1.35	-	-	-

Balances Outstanding as at March 31, 2025

Particulars	₹ In millions						
	Holding company (State Bank of India)	Enterprise having significant influence	Associates	Fellow subsidiaries	Enterprise under common control	Other related parties	Director/Relatives of Director
Annexure reference	A	B	C	D	E	F	
Receivables							
• Trade receivables (Note 4)	22.72	-	0.91	-	141.58	13.96	-
• Other financial assets (Note 7)	-	-	-	0.12	-	-	-
• Other non-financial assets (Note 12)	-	-	-	2.99	-	-	-
Trade payables (Note 13)	1.78	-	-	21.82	8.66	0.73	-
Balance with banks							
• in current accounts (Note 2)	397.52	-	-	-	-	-	-
Other bank balances (Note 2 and Note 3)	511.27	-	-	-	-	-	-

Remuneration to Key Managerial Personnel

The remuneration of key management personnel during the year was as follows:

Particulars	₹ In millions	
	2024-25	
i. Short term benefits	103.22	
ii. Post employment benefits	-	
iii. Other long term benefits	-	
iv. Share based payments	132.55	
v. Termination benefits	-	
v. Dividend paid	12.63	

Note:

- The Company has incurred costs and expenses relating to the proposed Initial Public Offer (IPO) amounting to Rs.93.63 million up to March 31, 2026 on behalf of the Promoter Selling Shareholders, SBI and Amundi India Holding. As per the terms of the Offer Agreement dated March 19, 2026, each Promoter Selling Shareholder shall reimburse the Company for such IPO-related expenses on a pro rata basis, in proportion to their shares expected to be offered to the public.
- Banking/Credit Card transactions in normal course of business with related parties have not been considered.
- All transactions with related parties are in normal course of business

Note: The amounts disclosed are net of Goods and Service Tax (where input credit is availed).

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Annexures to Related Party Transactions

Particulars	Related Party	₹ In millions	
		March 31, 2026	March 31, 2025
Annexure A - Enterprise having significant influence			
Interim dividend paid	Amundi India Holding	20,054.00	4,070.00
Annexure B - Associates			
Recovery of expenses and salaries of deputed employees	SBI Pension Funds Private Limited	12.84	7.76
Receivable	SBI Pension Funds Private Limited	-	0.91
Annexure C - Fellow subsidiaries			
Recovery of admin expenses	SBI Mutual Fund Trustee Company Private Limited	3.00	3.00
	SBI CDMDF Trustee Private Limited	0.30	0.30
Fund accounting charges	SBI-SG Global Securities Services Private Limited	305.98	278.16
PMS expenses	SBI-SG Global Securities Services Private Limited	14.62	14.40
Custodial charges	SBI-SG Global Securities Services Private Limited	2.09	1.46
Scheme related expenses	SBICAP Trustee Company Private Limited	0.03	0.03
Reimbursement of expenses	SBICAP Securities Limited	0.03	0.15
Insurance	SBI Life Insurance Company Limited	10.04	10.15
	SBI General Insurance Limited	73.24	59.89
Corporate Social Responsibility	SBI Foundation	225.23	97.32
Demat Charges & Brokerage	SBICAP Securities Limited	3.83	3.27
Recovery of expenses and salaries of deputed employees	SBI CDMDF Trustee Private Limited	1.64	1.35
BRLM Tender Fees	SBI Capital Markets Limited	0.08	-
Payable	SBI-SG Global Securities Services Private Limited	23.93	21.82
Receivable	SBI Life Insurance Company Limited	0.42	0.77
	SBI General Insurance Limited	1.71	2.22
	SBI CDMDF Trustee Private Limited	-	0.12
Annexure D - Enterprise Under Common Control			
Portfolio management and other advisory fees	Amundi Singapore Limited	13.02	14.40
	Amundi Hong Kong Limited	247.40	222.87
	NH - Amundi Asset Management Co. Ltd	0.70	0.74
	Amundi Asset Management	84.82	77.51
	Amundi (UK) Limited	21.43	19.93
	Amundi Japan Limited	211.62	242.75
Reimbursement of salaries	Amundi Singapore Limited	56.96	37.68
Software and IT Cost	Amundi Asset Management	57.93	30.28
Receivable	Amundi Hong Kong Limited	60.22	58.13
	Amundi Singapore Limited	2.98	3.32
	NH - Amundi Asset Management Co. Ltd	0.11	0.12
	Amundi Asset Management	23.27	19.95
	Amundi Asset Management	41.97	-
	Amundi (UK) Limited	6.25	4.30
	Amundi Japan Limited	38.01	55.76
Payable	Amundi Asset Management	6.35	5.98
	Amundi Singapore Limited	3.15	2.68
Annexure E - Other related parties			
Portfolio management and other advisory fees	Arunachal Pradesh Rural Bank	1.01	1.41
	Ellaquai Dehati Bank	-	0.63
	Mizoram Rural Bank	1.54	1.56
	Nagaland Rural Bank	0.04	0.04
	Rajasthan Marudhara Gramin Bank	-	6.09
	Saurashtra Gramin Bank	-	4.00



Notes to Consolidated Financial Statements

For the year ended March 31, 2026

Particulars	Related Party	₹ In millions	
		March 31, 2026	March 31, 2025
	Uttarakhand Gramin Bank	5.22	4.68
	Chhattisgarh Rajya Gramin Bank	7.31	8.03
	Jharkhand Rajya Gramin Bank	5.36	4.87
	Meghalaya Rural Bank	1.16	1.03
	Telangana Grameena Bank	4.14	2.61
	Utkal Grameen Bank	-	3.72
	Andhra Pradesh Grameena Vikas Bank	-	3.96
	Madhyanchal Gramin Bank	-	6.54
Brokerage - PMS & AIF	Yes Bank	0.29	0.17
Brokerage - AIF	Telangana Grameena Bank	0.07	-
Reimbursement of salaries of deputed employees from Banks	Mizoram Rural Bank	1.80	1.66
	Rajasthan Marudhara Gramin Bank	-	2.33
	Rajasthan Gramin Bank	2.43	-
	Chhattisgarh Rajya Gramin Bank	-	1.04
	Jharkhand Rajya Gramin Bank	-	1.44
	Telangana Grameena Bank	2.54	2.51
	Utkal Grameen Bank	0.12	1.49
	Madhyanchal Gramin Bank	0.24	1.90
Software and IT Cost	C-Edge Technologies Ltd	3.79	3.89
Transaction charges	The Clearing Corporation of India Limited	-	5.90
Contribution to gratuity trust and insurance premium to LIC	SBI Funds Management Limited Employees Group Gratuity-Cum-Life Assurance Scheme	122.41	152.26
Contribution to superannuation fund	SBI Funds Management Limited Employees Superannuation Scheme	0.31	0.29
Payable	C-Edge Technologies Ltd	2.94	0.73
	Yes Bank Limited	0.02	-
	Mizoram Rural Bank	0.71	-
	Telangana Grameena Bank	0.04	-
Receivable	Arunachal Pradesh Rural Bank	0.27	0.37
	Ellaquai Dehati Bank	-	0.18
	Mizoram Rural Bank	0.46	0.45
	Nagaland Rural Bank	0.01	0.01
	Rajasthan Marudhara Gramin Bank	-	1.77
	Saurashtra Gramin Bank	-	1.17
	Uttarakhand Gramin Bank	1.66	1.38
	Chhattisgarh Rajya Gramin Bank	2.15	2.22
	Jharkhand Rajya Gramin Bank	1.64	1.44
	Meghalaya Rural Bank	0.33	0.31
	Telangana Grameena Bank	0.71	1.13
	Utkal Grameen Bank	-	1.03
	Andhra Pradesh Grameena Vikas Bank	-	0.61
	Madhyanchal Gramin Bank	-	1.89
Annexure F - Director/Relatives of Director			
Remuneration to Deputy Chief Executive Officer	Mr. Denys Charles Jean Marie Fougeroux De Campigneulles	15.72	14.24
Director Sitting Fees	Mr. Colathur Narayanan Ram	0.76	1.24
	Mr. Moiz Mohsin Miyajiwala	2.50	1.33
	Ms. Sudha Krishnan	2.50	1.37
	Mr. Shekhar Bhatnagar	2.50	1.14
	Dr. T.T. Ram Mohan	1.47	1.27
	Mr. Hemant Ratnakar Adarkar	1.70	-
	Mr. Sanjay Prakash	1.43	-
	Mr. Navdeep Suri	0.67	0.25
	Mr. Krishnamurthy Vijayan	0.67	0.25

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

45 Dues to Micro, Small and Medium Enterprises

Trade payables and other financial liabilities include amount payable to Micro, Small and Medium Enterprises. Under the Micro, Small and Medium Enterprises Development Act, 2006, (MSMEDA) which came into force from October 02, 2006, certain disclosures are required to be made relating to Micro, Small and Medium enterprises. On the basis of the information and records available with the management, the following disclosures are made for the amounts due to the Micro, Small and Medium enterprises, who have registered with the competent authorities.

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Principal amount remaining unpaid to any supplier as at the year end*	39.06	26.01
Interest due thereon	-	-
Amount of interest paid by the Group in terms of section 16 of the MSMEDA, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year	-	-
Amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMEDA	-	-
Amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

*Breakup of above is as under

Particulars	₹ In millions	
	As at March 31, 2026	As at March 31, 2025
Trade payables (Note 13)	32.68	24.74
Creditors for capital expenditure (Note 14)	2.31	-
Retention money (Note 14)	3.99	1.21
Earnest money deposit (Note 14)	0.08	0.06
Total	39.06	26.01

46 Expenditure in Foreign Currency

Particulars	₹ In millions	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Travelling and conveyance	4.62	2.92
Advertising, publicity and business promotion	20.03	8.71
Salaries, allowances and bonus	89.14	77.03
Scheme expenses	4.60	1.07
Software and IT Cost	57.93	30.28
Rent, taxes and energy cost & membership subscription	32.17	27.14
Legal and professional fees	3.32	5.96
Total	211.81	153.11

Other material disclosures

47 On November 21, 2025, the Government of India notified the four Labour Codes - the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020 - consolidating 29 existing labour laws. The Ministry of Labour & Employment published draft Central Rules and FAQs to enable assessment of the financial impact due to changes in regulations. The Company has considered restructured compensation of its employees with effect from April 1, 2026, and assessed the impact of the

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

changes, consistent with the Labour Codes, draft rules, FAQs and legal opinion and adequate provision has been made. The Company continues to monitor the finalisation of Central / State Rules and clarifications from the Government on other aspects of the Labour Code and would provide appropriate accounting effect on the basis of such developments as needed.

48 The Group is in the business of asset management services which generates operating revenue in the form of investment management and advisory fees. During the current year, the Group has regrouped net gain on fair value changes from "Revenue from operations" to "Other income". Accordingly, the figures for the year ended March 31, 2025 has been regrouped. The regrouping has no impact on the total income or profit for the year.

49 Disclosures with regard to the new amendments under "Division III of Schedule III" under "Part I - Balance Sheet - General Instructions for preparation of Balance Sheet" in relation to the following clauses WA, WB (i),(ii),(iii),(iv),(v),(vi),(vii),(viii),(ix),(x),(xi),(xii),(xiii),(xiv),(xv) and (xvi) are as under:

- The Group does not have any borrowings from banks/ financial institutions.
- The Group does not have immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) whose title deeds are not held in the name of the Group.
- The Group does not have investment property in terms of Ind AS 40.
- The Group has not revalued any of its Property, Plant and Equipment (including Right To Use Assets) during the year.
- The Group has not revalued any of its Intangible assets during the year.
- The Group has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013).
- The details of capital work-in-progress are given in Note 10
- There Group does not have any intangible assets under development
- There are no proceedings initiated or pending against the Group for holding any benami property under the Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and the rules made thereunder
- The Group does not have any borrowings from banks or financial institutions on the basis of security of current assets.
- The Company has not been declared a Wilful Defaulter by any bank or financial institution or consortium thereof in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.
- The Company has not entered into any material transaction with companies struck off under section 248 of the Companies Act 2013.
- The Company does not have any charges or satisfaction yet to be registered with ROC beyond the statutory period.
- The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- The Company has not entered into any Scheme of Arrangements in terms of sections 230 to 237 of the Companies Act, 2013.
- The Group has neither advanced or loaned or invested funds (either borrowed funds or share premium or any other source or kind of funds) nor received any funds to/ from any other person(s) or entity(ies), including foreign entities (Intermediaries) for lending or investing or providing guarantees to/ on behalf of the ultimate beneficiary during the financial year.

50 Disclosure with regard to the new amendments under "Division III of Schedule III" under "Part II - Statement of Profit and Loss - General Instructions for preparation of Statement of Profit and Loss" in relation to the following clauses 11(v) 11(vi) and 11(vii) are as under:

- The details of Corporate Social Responsibility (CSR) have been disclosed in note 32.
- The Company does not have transactions which are not recorded in the books of accounts that has been surrendered or disclosed as income during financial year in the tax assessments under the Income Tax Act, 1961.
- The Group has not traded or invested in Crypto currency or Virtual Currency during any financial year.

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

51 Additional Information, as required under schedule III of the Companies Act 2013, of enterprises consolidated as subsidiary/associate

As at March 31, 2026

(₹ In millions)

Particulars	Net Assets, i.e., total assets minus total liabilities		Share in profit or loss		Share in other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other Comprehensive income	Amount	As % of total comprehensive income	Amount
I. Parent								
SBI Funds Management Limited	98.45%	58,705.97	99.60%	30,551.77	0.83%	0.17	99.54%	30,551.94
II. Subsidiary								
A. Foreign								
SBI Funds Management (International) Private Limited	0.03%	16.12	0.27%	81.30	32.31%	6.60	0.29%	87.90
B. Indian								
SBI Funds International (IFSC) Limited	0.32%	193.54	-0.14%	(41.52)	66.86%	13.66	-0.09%	(27.86)
III. Controlled trust								
A. Indian								
SBI Funds Management Limited - Employee Welfare Trust	0.00%	0.03	-0.20%	(61.00)	0.00%	-	-0.20%	(61.00)
IV. Associate								
A. Indian								
SBI Pension Funds Private Limited	1.20%	714.96	0.47%	143.21	0.00%	-	0.47%	143.21

Note: The amounts shown above in the table are after elimination of intra-group transactions.

As at March 31, 2025

(₹ In millions)

Particulars	Net Assets, i.e., total assets minus total liabilities		Share in profit or loss		Share in other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other Comprehensive income	Amount	As % of total comprehensive income	Amount
I. Parent								
SBI Funds Management Limited	99.02%	82,162.72	99.27%	25,217.03	107.29%	(93.55)	99.25%	25,123.48
II. Subsidiary								
A. Foreign								
SBI Funds Management (International) Private Limited	0.02%	14.95	0.28%	71.40	-2.37%	2.07	0.29%	73.47
B. Indian								
SBI Funds International (IFSC) Limited	0.27%	225.85	-0.12%	(31.00)	-4.92%	4.29	-0.11%	(26.71)
III. Controlled trust								
A. Indian								
SBI Funds Management Limited - Employee Welfare Trust	0.00%	0.06	-0.01%	(2.10)	0.00%	-	-0.01%	(2.10)
IV. Associate								
A. Indian								
SBI Pension Funds Private Limited	0.69%	571.75	0.58%	146.21	0.00%	-	0.58%	146.21

Note: The amounts shown above in the table are after elimination of intra-group transactions.

Notes to Consolidated Financial Statements

For the year ended March 31, 2026

52 The Group has evaluated events occurring after the reporting date up to the date of approval of these financial statements. Based on this evaluation, the Group has concluded that there are no events occurring after the reporting period that require adjustment to, or disclosure in, these Consolidated Financial Statements in accordance with Ind AS 10 Events After the Reporting Period.

53 The Consolidated Financial Statements were approved by the Company's Board of Directors on April 27, 2026.

54 Previous years figures have been regrouped/reclassified in line with current year.

For **Kirtane & Pandit LLP**
Chartered Accountants
Firm Registration No: 105215W/W-100057

For and on behalf of the Board of Directors of
SBI Funds Management Limited

Mittal Shah
Partner
Membership No: 147370

Challa Sreenivasulu Setty
Chairman
DIN 08335249

Nand Kishore
Managing Director & CEO
DIN 10237736

Denys De Campigneulles
Executive Director & Deputy CEO
DIN 08716335

Vinaya Datar
Chief Compliance Officer,
Company Secretary & Head - Legal
M. No 15527

Inderjeet Ghuliani
Chief Financial Officer

Place: Mumbai
Date: April 27, 2026

Place: Mumbai
Date: April 27, 2026



Asset Management Company:

SBI Funds Management Limited
(A Joint Venture between SBI & AMUNDI)
(CIN: U65990MH1992PLC065289)

Trustee:

SBI Mutual Fund Trustee Company Private Limited
(CIN: U65991MH2003PTC138496)

Regd. Office:

9th Floor, Crescenzo, C- 38 & 39, G Block, Bandra-Kurla Complex,
Bandra (E), Mumbai - 400051. partnerforlife@sbimf.com

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**Mutual Fund Investments are subject to market risks,
read all scheme related documents carefully.**