KERALA INFRASTRUCTURE INVESTMENT FUND BOARD (KIIFB)

ANNUAL REPORT &
AUDITED STATEMENT OF ACCOUNTS
2025-2026

A STATUTORY BOARD UNDER FINANCE DEPARTMENT,
GOVERNMENT OF KERALA

Defining the Future

KERALA INFRASTRUCTURE INVESTMENT FUND BOARD

ANNUAL REPORT

&

ANNUAL ACCOUNTS FOR THE FINANCIAL YEAR 2025-26

www.kiifb.org

CORPORATE INFORMATION

KERALA INFRASTRUCTURE INVESTMENT FUND BOARD

REGISTERED OFFICE: 2nd Floor, Felicity Square, MG Road, Statue, Trivandrum, Kerala- 695 001

EMAIL: financeadmin@kiifb.org

WEBSITE: www.kiifb.org

BOARD MEMBERS

Shri VD Satheesan
Hon'ble Chief Minister of Kerala & Minister for Finance- Chairperson (we.f.18.05.2026)

Shri Pinarayi Vijayan
Former Chief Minister of Kerala- Chairperson (till 18.05.2026)

Shri K N Balagopal
Hon'ble Minister for Finance- Vice Chairperson (till 20.05.2026)

Shri. Bishwanath Sinha IAS
Chief Secretary, Government of Kerala- Member (w.e.f. 01.07.2026)

Dr A Jayathilak, IAS
Former Chief Secretary, Government of Kerala- Member (till 30.06.2026)

KG Sanal Kumar
Law Secretary, Government of Kerala- Member

KR Jyothilal, IAS
\Additional Chief Secretary- Finance- Member

Patil Ajit Bhagwatrao, IAS
Secretary (Finance- Resources)

Shri K. M. Chandrasekhar
Vice Chairman- Kerala State Planning Board- Member (w.e.f. 20.07.2026)

Shri V.K.Ramachandran
Former Vice Chairman- Kerala State Planning Board- Member

Shri Salim Gangadharan
Independent Member

Shri Radhakrishnan Nair
Independent Member

Shri TS Vijayan
Independent Member

Shri Sushil Khanna
Independent Member

SV Muralidhar Rao
Independent Member

Smt Harini Balaji
Independent Member

KM Abraham
CEO & Member Secretary

STATUTORY AUDITORS

M/s Suri & Co, Chartered Accountants
Address: TC 25/434, 44 Santhi Nagar Near Housing Board Junction, Trivandrum, Kerala- 695 001

SECRETARIAL AUDITORS

M/s Mehta & Mehta, Company Secretaries
Address: Door No 1509(1), George & Xavier's Square, St Benedict Cross Road, Ernakulam North, Cochin- 682 018

INTERNAL AUDITORS

M/s Varma & Varma, Chartered Accountants
\ddress: TC 9/1504, Galaxy, SMRA 14, Sasthamangalam PO, Trivandrum, Kerala- 695 010

REGISTRAR & TRANSFER AGENT

Cameo Corporate Services Limited
Subramanian Building, No. 1 Club House Road, Chennai, Tamil Nadu- 600 002

DEBENTURE TRUSTEE FOR THE BONDS ISSUED BY KIIFB

Catalyst Trusteeship Limited
GDA House, Plot No. 85, Bhusari Colony (Right), Paud Road, Kothrud, Pune – 411 038

DEPOSITORIES

National Securities Depositories Limited
Central Depositories Services (India) Limited

BANKERS

SBI| Kotak Mahindra Bank| HDFC Bank| ICICI| Union Bank| Indian Bank| Axis Bank| Canara Bank| Punjab National Bank| Bank of Maharashtra| Bank of India| Bank of Baroda| Standard Chartered Bank| Indian Overseas Bank

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1. INTRODUCTION

Kerala Infrastructure Investment Fund Board (KIIFB), a body corporate created by the Kerala Infrastructure Investment Fund Act 1999 (Act 4 of 2000), came into existence on 11.11.1999 as the principal funding arm of Government of Kerala. The major goal of KIIFB is to provide funding for significant infrastructure projects in Kerala State. Comprehensive modifications to the Act have been made through the Kerala Infrastructure Investment Fund (Amendment) Act, 2016. With the expanded scope and structure, KIIFB dynamically mobilises funds for the infrastructure development of Kerala. This also includes major land acquisition needs for infrastructure development. To ensure the sustainable development, KIIFB uses cutting-edge financial instruments authorized by Securities and Exchange Board of India (SEBI) and Reserve Bank of India (RBI).

Based on the above, the Government of Kerala has set the ambitious target of accelerated investment in Infrastructure by announcing its decision to take up projects worth INR 50,000 Cr through KIIFB. To finance critical and large infrastructure projects, KIIFB has been authorised to mobilize funds both in the medium as well as long term. Government has approved a plan to issue General Obligation Bonds against unconditional Government guarantee and Revenue Bonds with structured payment mechanism for medium term requirement and has initiated steps to raise funds to meet long term requirements through Alternative Investment Funds (AIF), Infrastructure Investment Trust (InVIT), Infrastructure Debt Fund (IDF) and build the institutional framework needed for this. In this new scenario KIIFB has been restructured to serve as the primary Special Purpose Vehicle (SPV) for mobilising and channelling the funds for facilitating planned, hassle-free and sustainable development of both physical and social infrastructure, assuring overall wellness and prosperity.

This report contains the details of key activities and related financial information of KIIFB and disclosures under SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 for the financial year 2025 - 2026.

2. ORGANIZATION

2.1 KIIF BOARD

For the administration and supervision of the fund, as per Kerala Infrastructure Investment Fund Act, 1999 (KIIF Act) read with KIIF (Amendment) Act 2016, the Board of KIIFB shall comprise of the following members, namely:

(a) Chief Minister - Chairperson
(b) Minister for Finance - Vice-Chairperson
(c) Vice-Chairman, State Planning Board - Member
(d) Chief Secretary - Member
(e) Secretary (Law) - Member
(f) Secretary (Finance) - Member
(g) Secretary (Finance-Resources) - Member
(h) Seven independent members
(i) Chief Executive Officer - Member Secretary

2.2 EXECUTIVE COMMITTEE

As per Kerala Infrastructure Investment Fund Act, 1999 (KIIF Act) read with KIIF (Amendment) Act 2016, the Executive Committee shall comprise of the following members, namely:

(a) Minister for Finance - Chairperson
(b) Chief Secretary - Member
(c) Secretary (Law) - Member
(d) Secretary (Finance) - Member
(e) Secretary (Finance-Resources) - Member
(f) Three independent members
(g) Chief Executive Officer - Member

2.3 FUND TRUSTEE AND ADVISORY COMMISSION (FTAC)

The Fund Trustee & Advisory Commission (FTAC) constituted under Section 6 C of the KIIF Act, functions as the trustee of the Kerala Infrastructure Investment Fund (KIIF) and helps to ensure that all investments of the fund serve the purpose and intent of the Act and that there is no diversion of funds of the Board. The present FTAC comprises of the following Members: -

Chairperson

Shri. Vinod Rai, Former Comptroller & Auditor General of India

Members

Smt. Uma Shankar, Former Executive Director, Reserve Bank of India

Shri. R A Sankara Narayanan, Former Managing Director/CEO of Canara Bank, Former Managing Director/CEO of Vijaya Bank, Former Executive Director of BOI

2.4 DIVISIONS OF KIIFB

The office of KIIFB is headed by the Chief Executive Officer & Fund Manager with five main Divisions under his control, namely, Finance & Administration Division (including Institutional Finance Group & Legal Unit), Project Appraisal Division, Inspection Authority (Administrative Inspection Wing (AIW) and Technical Inspection Wing (TIW)), ESG Wing and Internal Audit Wing. The Chief Executive Officer also functions as the Ex- officio Secretary to Government.

2.4.1 Finance and Administration Division (F&A)

The Finance & Administration Division, headed by the Joint Fund Manager, looks after the administrative and financial matters of KIIFB. This Division also includes the wings Institutional Finance Group (IFG) headed by the General Manager and Legal Unit headed by Legal Officer. IFG handles the technical matters of fund mobilization and Legal unit caters to the legal matters of KIIFB. The core functions of this division include mobilization and release of funds.

2.4.2 Project Appraisal Division (PAD)

The Project Appraisal Division is headed by the Executive Director (ED) and supported by Senior General Manager and General Manager. The Division is well equipped with Project Managers, Assistant Project Managers and other experts. Apart from the above, the division also avails expert services of CMD, a Government of Kerala undertaking, on need basis. The Division appraises the project reports for approval, prepared by the Administrative Departments through their SPVs for funding support from KIIFB.

2.4.3 Inspection Authority (IA)

Inspection Authority represents Governments strong commitment to ensure quality in all the works funded by KIIFB. The IA has two wings, namely, Administrative Inspection Wing (AIW) and Technical Inspection Wing (TIW).

The Administrative Inspection Wing is headed by a Special Secretary to Government and the Inspection Team consists of a Deputy Secretary, Under Secretary and three Project Assistants. The wing conducts periodic inspections in the offices of SPVs and their Project Monitoring Units (PMUs) to verify the compliances of systems and procedures applicable to the execution of public works under Government.

The Technical Inspection Wing is headed by the Chief Project Examiner (CPE). CPE is supported by Principal Project Examiners, Deputy Chief Consultant, Project Examiners, Consultants and Inspection Engineers. Apart from the above the TIW also maintains a Technical Resource Centre (TRC), which is outsourced to CMD, for providing technical support and training to the project engineers of SPVs on the best practices in Engineering. TIW

ensures quality of works and is responsible for all the quality control procedures followed in the KIIFB projects. TIW conducts regular studies/research on quality standards and best implementation practices in civil constructions and prepare guidelines on the same in consultation with government approved rules and procedures for adoption in KIIFB Funded projects.

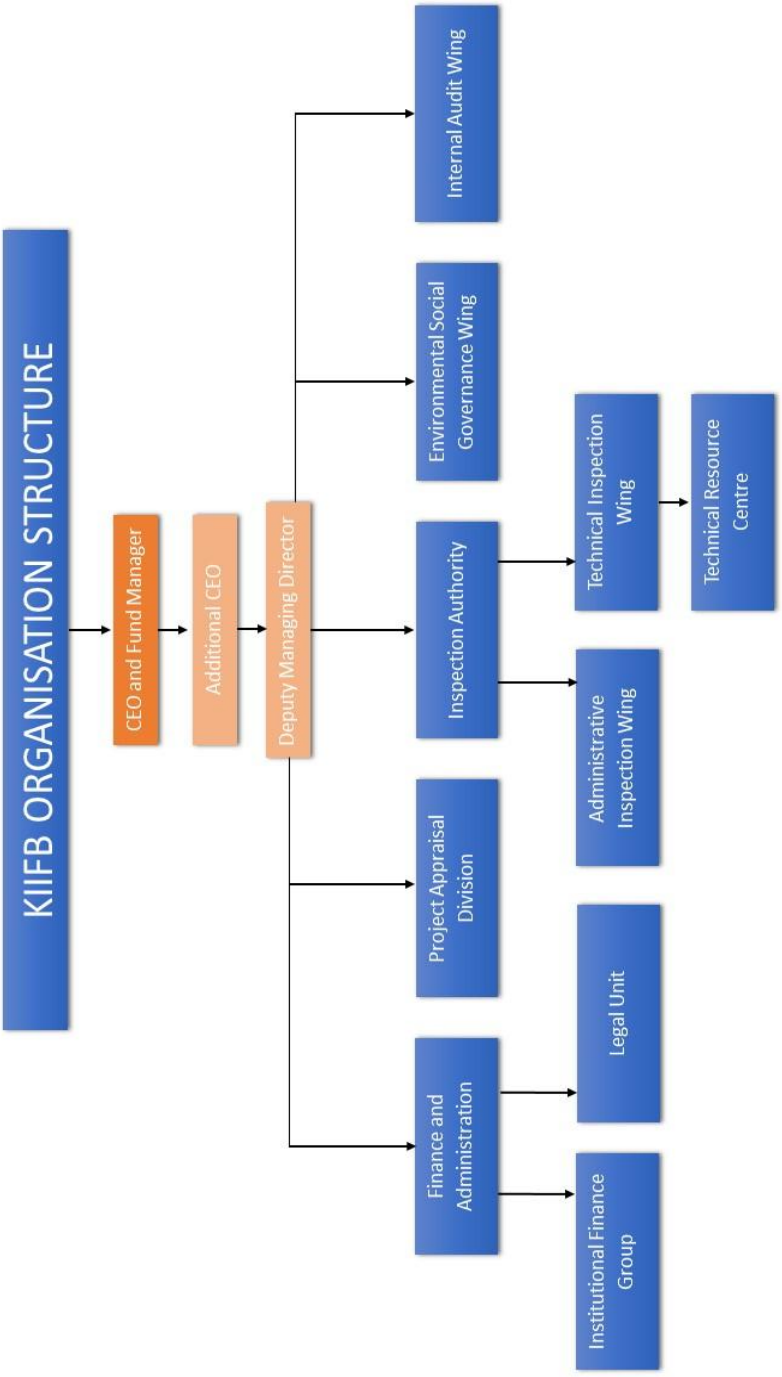
2.4.4 Environmental Social and Governance Wing

The Environmental Social and Governance (ESG) wing aims to ensure ESG integration in the work culture of KIIFB and SPVs through technical and administrative interventions. KIIFB envisages that all regulations and best practices with respect to Environmental, Social and Governance aspects are compiled by the SPV's. ESG Wing also assists the F&A in its initiatives in the sector of sustainable investments and undertaking the necessary due diligence activities.

2.4.5 Internal Audit Wing

The Internal Audit Wing conducts internal audit of KIIFB as well as coordinates all other kinds of Audits in KIIFB.

Organization Chart



3. BOARD'S REPORT 2025-26

Dear Stakeholders,

KIIFB was established as the principal funding arm of Government of Kerala on 11.11.1999 by the Kerala Infrastructure Investment Fund Act 1999 (Act 4 of 2000). Through various functions provided in the act, KIIFB aims to channelize fund for critical and large public infrastructure projects in Kerala. Comprehensive modifications to the Act have been enacted through Kerala Infrastructure Investment (Amendment) Act, 2016. With the expanded scope and structure provided under the amended Act, KIIFB mobilizes and channels funds for facilitating planned, hassle-free and sustainable development of both physical and social infrastructure including major land acquisition needs that are integral to development ensuring all round wellbeing and prosperity.

The Board of Members of Kerala Infrastructure Investment Fund Board (KIIFB) takes pleasure in presenting the Annual Report 2025-26. The report covers the initiatives, significant achievements of KIIFB and statutory disclosures as per Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

3.1 FINANCIAL HIGHLIGHTS

INR in Lakhs

Particulars	**2025-26**	**2024-25**
Recoupment of statutory contribution from Government of Kerala from corpus fund for financing of direct project cost as per contra	7,00,230	4,39,1512
Interest income from financial assistance for revenue generating projects	79,267	69,055
Interest income from deposits and investments	36,598	21,937
Total Revenue	**8,16,355**	**5,37,005**
Financing of direct cost of projects- Out of corpus fund	7,00,230	4,39,152
Total Expenses	**9,94,374**	**6,69,337**
Profit/Loss after prior period item	**(1,78,041)**	**(1,32,837)**
Statutory contribution from Government of Kerala under corpus fund utilized to meet the net loss (deficit from operations) for the year in P&L account transferred	**1,78,041**	**1,32,837**
Net Worth	**4,11,129**	**3,89,220**
Debt Equity Ratio	*7.83*	*6.65*
Debt Service Coverage Ratio	*0.13*	*0.14*
Interest Service Coverage Ratio	*0.3*	*0.31*
Long Term Debt to Working Capital	*1.95*	*1.75*

3.2 BUSINESS ACHIEVEMENTS

Loan Summary *INR in Cr*

Particulars	2025-26	2024-25
Loan Sanctioned During the Year	12,784.13	8,833.46
Loan Drawn During the Year (incl. previous sanctions)	9,580.90	8,089.92

Project Disbursements

Particulars	2025-26	2024-25
Total Disbursements to Projects (incl. earlier approvals)	6786.01	6,467.12

Revenue Generating Project Flows

Particulars	2025-26	2024-25
Disbursement	112.57	2,214.1
Repayments Received	2,147.59	806.9

3.3 CORPUS FUND AND DEBT STRUCTURE

3.3.1 Corpus Fund

The corpus fund represents capital investment of the State Government in KIIFB to meet its long term/ short term capital requirements for financing the infrastructure projects in the State as per the objectives of KIIF Act, 1999 as amended by the Kerala Infrastructure Investment Fund (Amendment) Act, 2016.

3.3.2 Initial Corpus Fund

The initial corpus fund (INR 2,49,842.28/- lakhs) represents fund received towards initial corpus fund for major infrastructural development projects as per Government Orders- G.O(Ms) No 16/2016/Plg dated 30.03.2016 and G.O (Ms) No 18/2017/Plg dated 30.03.2017 and the amount received during the financial year 2021-22 as additional financial support for infrastructure development amounting to INR 32,207/- lakhs received as per G.O(Rt) No 389/2022/Fin dated 17.01.2022 which has been credited to the initial corpus fund. The amounts are kept separately in government treasury account (interest free).

INR in Lakhs

Particulars	As at 31.03.2026	As at 31.03.2025
Initial corpus fund for major developmental projects	3,89,219.92	3,32,701.92
Addition to initial corpus fund	21,909.00	56,518.00
Total	**4,11,128.92**	**3,89,219.92**

3.3.3 Revolving Corpus Fund

The revolving corpus fund is received on an annual basis towards financial support for infrastructure development by way of statutory contribution being share of KIIFB from cess on petrol and share of KIIFB from motor vehicle tax as per KIIF Act.

The corpus fund- revolving represents the funds received every year from Government of

Kerala as part of the statutory contribution provided for in the State budget under the financial support for infrastructure development as stated in section 3(1A) read with section 7 of KIIF Act, 2016 towards the objectives based on resolution of the general body and also any amount received additionally from Government of Kerala to meet the additional fund requirements as per relative government order. The amount utilised towards direct cost of projects are recouped from the revolving/ corpus fund for the year and amount so utilised are shown as contra item in the profit and loss account to reflect the activities undertaken to meet the objectives as per the Act. The corpus fund- revolving also includes the fund received under LAC/ADS scheme and PTA/CSR fund as per government order.

During the year, an amount of Rs.21,909 lakhs was received from GoK vide GO (Rt). No.9779/2025/Fin dated 05.12.2025 towards balance of motor vehicle tax which was initially credited to Revolving Corpus Fund. Further, the amount of Rs.21,909 lakhs which was lying in the revolving corpus fund was transferred to initial corpus fund vide GO (Rt). No.2114/2026/Fin dated 28.02.2026.

3.3.4 Non-Convertible Debentures (NCDs)

During the financial year 2025-26, KIIFB has issued and allotted non-convertible bonds in the nature of debentures to the tune of INR 3,23,484 lakhs in multiple tranches backed by the guarantee of Government of Kerala. The details are provided below:

Domestic Bonds- Series V Unsecured, Redeemable, Non-Convertible Debentures

Issue Date	08.05.2025 (Reissue under same ISIN)
Listing Date	09.05.2025 (Reissue under same ISIN)
Purpose	The funds raised by the Issue shall be utilised by the Issuer in compliance with the Applicable Law and in accordance with the Debenture Trust Deed, for the purpose of: (a) Providing financing to infrastructure projects in the State of Kerala as approved by the Issuer's board of members including but not limited to for acquisition of immoveable assets for setting up such infrastructure projects; (b) Repayment of any financial indebtedness availed by Issuer; and (c) Any other objectives of the Issuer pursuant to the KIIF Act.
Coupon Rate	9.49%
Tenure	4-10 years
Exchange	BSE
Amount	INR 23,478 Lakhs

Domestic Bonds- Series VI Unsecured, Redeemable, Non-Convertible Debentures

Issue Date	08.08.2025
Listing Date	11.08.2025
Purpose	The funds raised by the Issue shall be utilised by the Issuer in compliance with the Applicable Law and in accordance with the Debenture Trust Deed, for the purpose of: (a) Providing financing to infrastructure projects in the State of Kerala as approved by the Issuer's board of members including but not limited to for acquisition of immoveable assets for setting up such infrastructure projects; (b) Repayment of any financial indebtedness availed by Issuer; and (c) Any other objectives of the Issuer pursuant to the KIIF Act
Coupon Rate	9.67%
Tenure	4-10 years
Exchange	BSE

Domestic Bonds- Series VII Unsecured, Redeemable, Non-Convertible Debentures	**Amount**	INR 1,50,003 Lakhs
	Issue Date	21.01.2026
	Listing Date	22.01.2026
	Purpose	100% of the funds raised by the Issue shall be utilised by the Issuer in compliance with the Applicable Law and in accordance with the Debenture Trust Deed, for the purpose of: (a) Providing financing to infrastructure projects in the State of Kerala as approved by the Issuer's board of members including but not limited to for acquisition of immoveable assets for setting up such infrastructure projects; (b) Repayment of any financial indebtedness availed by Issuer; and (c) Any other objectives of the Issuer pursuant to the KIIF Act
	Coupon Rate	9.30%
	Tenure	4-10 years
	Exchange	BSE
	Amount	INR 1,50,003 Lakhs

Catalyst Trusteeship Limited acts as the Debenture Trustee to the above issuances and KIIFB has utilized the proceeds from the said issues for the purpose for which it was raised. During the period under review, coupon payments of the NCDs was done on a quarterly basis as per the terms of the issue.

3.4 TRANSFER TO RESERVES

During the financial year under review, FY 2025-26, as detailed in Note 2.3 of the financial year statements, the net loss in the profit & loss account for the year of Rs. 1,78,041.02 lakhs representing utilisation of corpus fund for meeting the expenses in relation to the administration of the fund has been recouped from the corpus fund by transferring an amount equal to the net loss for the year from operations from the Corpus Fund to P&L Account.

3.5 RECOVERY EXPENSE FUND

In order to enable Debenture Trustees to take prompt action for enforcement of security in case of default in listed debt securities, a Recovery Expense Fund (REF) equal to 0.01% of the issue size subject to a maximum of INR 25 lakhs shall be created as per SEBI Circular SEBI/ HO/ MIRSD/ CRADT/ CIR/ P/ 2020/ 207 dated 22.10.2020 which be utilized in a manner decided by the holders of securities in case of default. The provisions of this circular were made applicable with effect from January, 2021. The amount deposited by KIIFB towards REF with BSE as on 31st March, 2026 is INR 25 lakhs.

3.6 CREDIT RATING

The credit rating of the NCDs issued by KIIFB by the following credit rating agencies, viz. India Ratings & Research Private Limited and Acuite Ratings & Research Limited as on 31st March 2025 is as follows:

Instrument	Amount (Rs in Lakhs)	Rating Agency	Credit Rating	Outlook	Rating Type
8.49% Unsecured, Redeemable, Non-Convertible Green Debentures	30,002	India Ratings & Research Private Limited Acuite Ratings & Research Limited	IND AA (CE) ACUITE AA (CE)	Stable	Long Term
Domestic Bonds-Series I 8.95% Unsecured, Redeemable, Non-Convertible Debentures	1,49,996				
Domestic Bonds-Series II 9.10% Unsecured, Redeemable, Non-Convertible Debentures	84,994				
Domestic Bonds-Series III 9.49% Unsecured, Redeemable, Non-Convertible Debentures	1,00,002				
Domestic Bonds-Series IV 9.42% Unsecured, Redeemable, Non-Convertible Debentures	1,50,003				
Domestic Bonds-Series V 9.49% Unsecured, Redeemable, Non-Convertible Debentures	49,994				
Domestic Bonds-Series VI 9.67% Unsecured, Redeemable, Non-Convertible Debentures	1,50,003				
Domestic Bonds-Series VII 9.30% Unsecured, Redeemable, Non-Convertible Debentures	1,50,003				

3.7 MATERIAL CHANGES AND COMMITMENTS AFFECTING FINANCIAL POSITION BETWEEN THE END OF THE FINANCIAL YEAR AND DATE OF REPORT

There are no material changes and commitments affecting financial position of KIIFB

between the end of financial year and date of report.

3.8 CHANGE IN THE NATURE OF BUSINESS, IF ANY

There has been no change in the business of KIIFB during the financial year.

3.9 INTERNAL FINANCIAL CONTROL

KIIFB has in place systems in place to ensure orderly and efficient conduct of business, safeguarding its assets, preventing and detecting frauds and errors, accuracy and completeness of accounting records and timely preparation of reliable financial disclosures.

The internal control and governance processes are reviewed by the Internal Audit team of KIIFB for their adequacy and effectiveness and the terms of reference of Audit Committee constituted under Regulation 18 of SEBI LODR Regulations, 2015 requires the committee to evaluate the financial controls and risk management systems which the Committee reviews on a quarterly basis.

3.10 DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 have been implemented in KIIFB with the aim of providing protection to women against sexual harassment at workplace and for prevention and redressal of complaints. No case of any harassment has been reported at any time in your Company and specifically no complaints of sexual harassments were received during the year 2025-26.

3.11 WEB ADDRESS WHERE ANNUAL RETURN IS PLACED

KIIFB is a statutory body constituted by Kerala Infrastructure Investment Fund Act, 1999 (as amended by Kerala Infrastructure Investment Fund (Amendment) Act, 2016) coming under the Department of Finance, Government of Kerala. KIIFB, not being a company, the provisions of Companies Act, 2013 are not applicable to the entity.

3.12 CORPORATE SOCIAL RESPONSIBILITY

KIIFB is a statutory body constituted by Kerala Infrastructure Investment Fund Act, 1999 (as amended by Kerala Infrastructure Investment Fund (Amendment) Act, 2016) coming under the Department of Finance, Government of Kerala. KIIFB, not being a company, the provisions of Companies Act, 2013 are not applicable to the entity.

3.13 WHSTLE BLOWER POLICY

KIIFB has put in place a "Whistle Blower Policy" for employees to report to the management instances of unethical behaviour, actual or suspected fraud, or violation of code of conduct by adopting highest standards of professionalism, honesty, integrity and ethical behavior. No

complaints have been received under the Policy during the year. The Whistle Blower Policy has been hosted on the website of KIIFB- https://kiifb.org/.

3.14 RIGHT TO INFORMATION ACT, 2005

KIIFB is complying with the Right to Information Act, 2005 and has designated a Public Information Officer, and an Appellate Authority to look after the compliances of RTI Act, 2005.

During the financial year 2025-26, 61 applications were received and the applications were attended to and disposed-off within the stipulated time.

3.15 DETAILS OF BOARD MEMBERS WHO WERE APPOINTED OR HAVE RESIGNED/ CEASED DURING THE YEAR AND TILL THE DATE OF THIS REPORT

- Smt. Sarada Muraleedharan, IAS (DIN: 07726428), Chief Secretary, Government of Kerala, serving as a Non-Executive Non-Independent Member of the Board, was replaced upon her retirement from service on superannuation by Dr. A. Jayathilak, IAS (DIN: 03346179), as Non-Executive Non-Independent Member of KIIFB, pursuant to Government Order G.O.(Rt) No. 1798/2025/GAD dated 24-04-2025.
- Shri Patil Ajit Bhagwatrao, IAS (DIN: 07461963), Secretary (Finance-Resources) has joined the Board of KIIFB as Non-Executive Non-Independent Member pursuant to Government Order No G.O.(Rt) No 3910/2025/FIN dated 29-04-2025.
- Shri KR Jyothilal, IAS (DIN: 01650017), Additional Chief Secretary (Finance) has joined the Board of KIIFB as Non-Executive Non-Independent Member pursuant to Government Order No G.O.(Rt) No 4219/2025/FIN dated 08-05-2025.
- Dr Ajay Kumar (DIN: 01975789), Independent Member was relieved from the Board of KIIFB vide Government Order No G.O.(Rt)No.4474/2025/FIN dated 17-05-2025 owing to his constitutional responsibilities being appointed as the Chairman of Union Public Service Commission.
- Smt Harini Balaji has been appointed as Independent Member (Non-Executive) to the Board of KIIFB vide Government Order No G.O.(Ms)No.42/2025/FIN dated 03-04-2025 read with Government Order No G.O.(Rt)No.3858/2025/FIN dated 26-04-2025.
- Shri JN Gupta (DIN: 00531429), Independent Member was relieved from the Board of KIIFB vide Government Order No G.O.(Rt)No.1438/2026/FIN dated 13-02-2026, owing to increased professional and personal commitments of the Member and the Member has confirmed that there are no other material reasons for his resignation other than those mentioned above.
- Shri SV Muralidhar Rao (DIN: 11003912) has joined the Board of KIIFB as Non-Executive Independent Member pursuant to Government Order No G.O.(Rt)No.2121/2026/Fin dated 28-02-2026.
- The Government of Kerala vide Order No Pro 5/57/2026-GAD dated 18-05-2026 has notified appointment of Shri VD Satheesan as Chief Minister of State of Kerala in place of Shri Pinarayi Vijayan. Pursuant to provisions of Kerala Infrastructure Investment Fund Act, 1999 (as amended) (KIIF Act) Chief Minister of the State would be the Chairman of Kerala Infrastructure Investment Fund Board.

- The Government of Kerala vide Order No Pro 5/57/2026-GAD dated 20-05-2026 has inter-alia assigned the role of Finance Minister of the State of Kerala to Shri VD Satheesan. In terms of the provisions of the KIIF Act, 1999, the Hon'ble Finance Minister of Kerala functions as the Vice-Chairman of KIIFB. Consequent upon the aforesaid order and in terms of the provisions of the KIIF Act, Shri V.D. Satheesan would assume the office of both Chairman and Vice Chairman of KIIFB.
- Dr. A. Jayathilak IAS (DIN: 00365865), Chief Secretary, Government of Kerala, serving as a Non-Executive Non-Independent Member of the Board, was replaced upon his retirement from service on superannuation (30-06-2026) by Shri. Bishwanath Sinha IAS (DIN: 01027983), as Non-Executive Non-Independent Member of KIIFB w.e.f. 01-07-2026, pursuant to Government Order G.O.(Rt)No.3195/2026/GAD dated 26-06-2026.

3.16 DETAILS OF MEETINGS OF THE BOARD/ COMMITTEE AND COMPOSITION

The Board of KIIFB is assisted by adequate Board Level Committees. The details of meetings of the Board/ Committee and composition are given in the Corporate Governance Report that forms part of this Annual Report.

3.17 DECLARATION OF INDEPENDENT MEMBERS

KIIFB has received necessary Declaration from each of the Independent Members during the year 2025-26 conforming that they meet the criteria of Independence as prescribed under SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015.

3.18 PERFORMANCE EVALUATION OF BOARD, ITS COMMITTEES AND DIRECTORS

KIIFB had carried out the Annual Performance Evaluation for FY 2025-26 as per Regulation 17(10) read with Regulation 62D(16) of SEBI LODR Regulations, 2015 on:

(i) Performance of Independent Members;
(ii) Performance of the Board as a whole;
(iii) Performance of Committees of the Board and
(iv) Performance of Executive & Non-Executive Members of the Board.

Due evaluations have been carried out as per Regulations and the approved framework for the FY 2025-26. More details are available in the Corporate Governance Report forming part of this report.

The Performance Evaluation Framework of Board has been hosted on the website of KIIFB- https://kiifb.org/.

3.19 DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS

No Frauds were reported by the Auditors during the Financial Year 2025-26.

3.20 NAMES OF COMPANIES WHICH HAVE BECOME OR CEASED TO BE ITS SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES DURING THE YEAR

NA

- KIIFCON Private Limited (KIIFCON) is a wholly owned subsidiary of KIIFB where KIIFB holds 100% shares of the company. KIIFCON is engaged in the business of providing consultancy services in the fields of infrastructure and related technologies. KIIFCON continues to be the subsidiary of KIIFB as on the date of this report.

- Kerala Infrastructure Fund Management Limited (KIFML), a public limited company is an associate company of KIIFB with 42.69% equity holding. KIFML is engaged in the business of acting as investment manager to Alternate Investment Funds (AIFs) registered with SEBI. KIFML continues to be the associate of KIIFB as on the date of this report.

3.21 BOARD MEMBER'S RESPONSIBILITY STATEMENT

KIIFB Board Members have taken proper and sufficient care for the maintenance of adequate accounting records for safeguarding the assets of the organization and for preventing and detecting fraud and other irregularities and the annual accounts have been prepared on going-concern basis.

To the best of knowledge of the Board Members and belief and according to the information and explanations obtained by them, the Board makes the following statements:

- in the preparation of the annual accounts for the financial year ended 31st March, 2026, the applicable accounting standards had been followed along with proper explanation relating to material departures, if any;
- such accounting policies have been selected and applied consistently and judgments and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the organization as at 31st March, 2026;
- the members had taken proper and sufficient care for the maintenance of adequate accounting records for safeguarding the assets of the KIIFB and for preventing and detecting fraud and other irregularities;
- annual accounts were prepared on a going concern basis;
- laid down internal financial controls to be followed by the organization and that such internal financial controls are adequate and were operating effectively;
- devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

3.22 AUDITS IN KIIFB

3.22.1 Statutory Audit

M/s Suri & Co, Chartered Accountants (FRN: 004283S) carried out the Statutory Audit of KIIFB for the FY 2025-26. They have been appointed for a term of three years from FY 2024-25 till FY 2026-27.

3.22.2 Auditor's Report

The Audit Report on the financial statements for the FY 2025-26 is a part of the Annual Report. The Statutory Auditors of KIIFB, M/s Suri & Co, Chartered Accountants have given qualified opinion on the accounts of KIIFB for the financial year 2025-26.

Explanations or comments by the Management on the qualification, reservation or adverse remark are available on the statement of impact on audit qualifications annexed to the financial statements.

3.22.3 Secretarial Audit

Pursuant to Regulation 24A of SEBI (LODR) Regulations, 2015, KIIFB has appointed M/s Mehta & Mehta, Company Secretaries (ICSI Unique Code: P1996MH007500) as Secretarial Auditors for a term of three years.

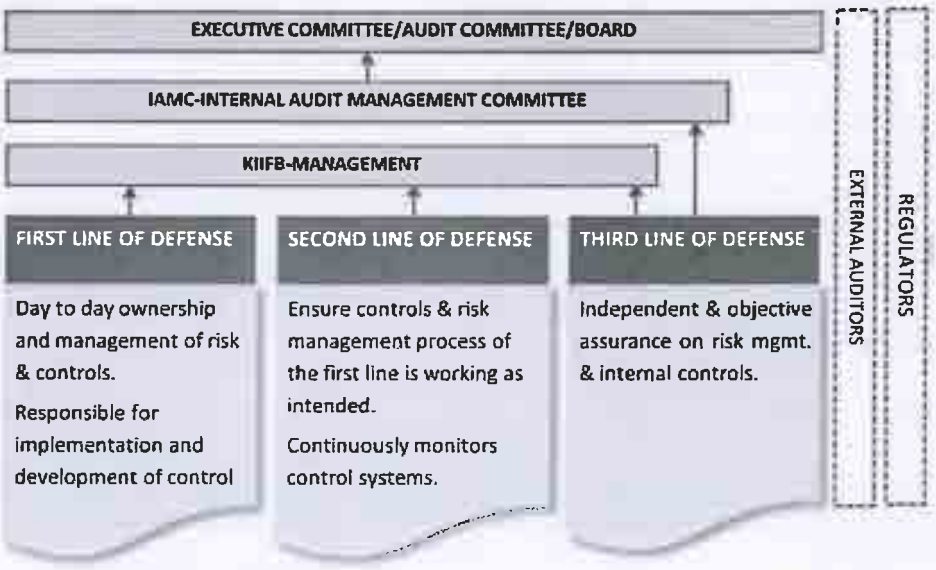
Further, pursuant to amendments in Regulation 24A, Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Third Amendment) Regulations, 2024, KIIFB had appointed M/s Mehta & Mehta, Company Secretaries as Secretarial Auditors for a term of 5 years from FY 2025-26 till FY 2029-30 at the Board Meeting held on 28.05.2025.

The Report of the Secretarial Auditor for the FY 2025-26 is attached as **Annexure-B.**

3.22.4 Internal Audit

To initiate an Internal Audit Wing (IAW) in KIIFB, the 37th Board decided to appoint a Chief Internal Auditor (CIA). The Chief Internal Auditor took charge of the office on 1.2.2020. The Terms of Reference (ToR) of Internal Audit and authority of CIA is approved by the 40th Board on 13.10.2020. ToR envisages the Internal Audit specifically:

- as a Risk Management of the institution as the third line of defence model



- to Maintain an appropriate level of proficient Internal Audit team and conduct IA as envisaged in ToR.
- to Report to Internal Audit Management Committee (IAMC) & the Audit Committee.
- as an Interface to statutory audits, C & AG Audit and all other audits.
- in operational advisory role wherever, sIA is called for.

The Terms of Reference, KIIFB Code propose the IA as an independent Wing. The Audit Committee of KIIFB is the Executive Committee (EC). There is a four-member Internal Audit Management Committee (IAMC) comprising of CEO as the Chairman, DMD/Additional CEO, JFM and CIA-Convenor to review and follow-up IA & reports periodically. The Chief Internal Auditor reports to CEO and is under the administrative control of Joint Fund Manager.

3.22.5 Risk Based Internal Audit (RBIA)

KIIFB has always endeavoured to ensure efficiency, effectiveness, transparency, and accountability in its operations. The decision of the 40th meeting of the General Body of KIIFB held on 13th October 2020 to implement Risk Based Internal Audit (RBIA) at KIIFB is a major step in this direction. It is, in fact, a major leap towards establishing international standards in the operations of KIIFB.

A brief look into the history of RBIA: The starting point is Basel Committee on Banking Supervision (BCBS). All member countries of Basel Committee on Banking Supervision have begun to implement the Basel Accords which are a series of banking regulation agreements. RBIA was championed in India by Reserve Bank of India through one of its discussion papers. Later, from December 2002 onwards, Reserve Bank of India made RBIA mandatory in the Indian Banking sector. From February 2021 onwards it was made mandatory for Non-Banking Financial Companies (NBFCs) and Primary (Urban) Cooperative Banks (UCBs) also. In this context, KIIFB's voluntary decision to adhere to the same standards underlines the organization's proactiveness in implementing widely accepted standards to safeguard the public interest.

Institute of Internal Audit (IIA) defines RBIA as a methodology that links internal auditing to an organization's overall risk management framework. RBIA allows internal audit to provide assurance to the Board that risk management processes are managing risks effectively, in relation to the risk appetite.

Based on the Terms of Reference (ToR) approved by KIIF Board, the RBIA at KIIFB shall undertake a programme of reviews of key functional areas, processes, and systems to ensure that material risks are identified and managed. This will include reviews of design and operating effectiveness of the internal governance structures and processes of the

organisation, the setting of and adherence to risk appetite, the risk and control culture of the organisation, risks of poor customer treatment giving rise to conduct or reputational risk, capital and liquidity risk, key corporate events, and outcome of processes. It will also evaluate and assess emerging risks and their potential impact on the KIIFB's operations. In the audit follow-up part, it will provide an independent assessment of the progress made by management in implementing actions to manage risk issues and control weaknesses reported in external and internal audit reports. In brief, the approved RBIA framework shall provide assurance about the governance, risk management, project and financial controls and its quality assurance processes.

The RBIA at KIIFB is envisaged in two stages.

Stage-1: The Risk Registers of functional areas of each department has been prepared based on scrupulous evaluation of SOP, Manual, Code, Scheme and Act. The Risk Based Internal Audit approach has been designed through preparing a Risk Control Matrix (RCM). The function of internal audit wing has been streamlined by preparing a detailed internal audit manual and SOP. The Manual, SOP and RCM has been developed by an exponent Chartered Accountant firm through an outsourcing mechanism.

Stage-2: As proposed in the manual, internal audit is captured in two streams – Concurrent & RBIA. Both the streams are professionally conducted by engaging a senior Chartered Accountant firm, according to RCM, Audit Manual & SOP as detailed in stage 1.

3.22.6 Status of Audits

Internal Audit Wing (IAW) is the coordinating hub of all audits of KIIFB, and status of audits are as follows:

1	Statutory Audit	Completed up to the FY 2025-26 and approved in the Board meeting held on 30.05.2026. (standalone and consolidated)
2	Limited review audit	Completed for all 3 quarters of FY 2025-26 and approved in the respective Board meetings.
3	Accountant General Audit	Completed up to the 31.03.2024.
4	Tax Audit	Completed up to the FY 2024-25 (AY 2025-26).
5	Internal Audit- Concurrent	For the FY 2025–26, audits for the first three quarters have been completed, and the respective audit reports have been placed before the Internal Audit Management Committee (IAMC). The concurrent audit for the fourth quarter is currently in progress.
6	Internal Audit- Risk Based	For the F.Y 2025-26, Audits of 11 frequencies have been completed, and reports were placed before the IAMC. Audit of 9 frequencies is in progress.

7	Secretarial Audit	Completed up to the FY 2025-26.

**Frequency refers to the number of times an area is audited, based on the volume of transactions and the risk involved in that area.*

3.22.7 Structure of Internal Audit

3.23 SIGNIFICANT AND MATERIAL ORDERS PASSED BY REGULATORS OR COURTS

There are no significant and material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and KIIFB's operations in future.

3.24 LISTING

The debt securities of KIIFB are listed on Bombay Stock Exchange (BSE). KIIFB has paid the requisite listing fees to the stock exchange during the period under review.

3.25 DEBENTURE TRUSTEE

KIIFB has appointed M/s Catalyst Trusteeship Limited (formerly known as GDA Trusteeship Ltd) as Debenture Trustees for the Non-Convertible Bonds issued during the financial year 2025-26. The contact details of the Debenture Trustees are detailed below:-

Catalyst Trusteeship Limited
GDA House, Plot No. 85, Bhusari Colony (Right), Paud Road,
Kothrud, Pune – 411 038
Ph: 020 – 66807200
Fax: 020 - 25280275

3.26 REPORT ON CORPORATE GOVERNANCE

The report on Corporate Governance for the year ended 31st March 2026 is enclosed as to this report as **Annexure-C**

3.27 COST RECORDS

KIIFB is not a company and provisions of Companies Act, 2013 pertaining to maintenance of cost records is not applicable to KIIFB.

3.28 GREEN BOND DISCLOSURES

Disclosures pertaining to green debt securities issued by KIIFB as required under Operational Circular for issue and listing of Non-convertible Securities, Securitised Debt Instruments, Security Receipts, Municipal Debt Securities and Commercial Paper (SEBI Circular No SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021 (updated as on April 13, 2022) and amendments made thereto read with additional disclosures prescribed under SEBI Circular No SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/023 dated February 6, 2023 is annexed with the report as **Annexure-D**.

3.29 ACKNOWLEDGEMENT

The Board of KIIFB places on record their gratitude to the Government of Kerala, Governmental Departments and Agencies, Securities and Exchange Board of India and all other statutory/ regulatory authorities for the guidance and support extended to KIIFB during the year. The Board gratefully acknowledges the continued support and co-operation of the Banks/ Financial Institutions, Debenture Trustees, Rating Agencies and the Stock Exchange. The Board appreciates and thanks the efforts put in by the Statutory Auditors, Internal Auditors and Secretarial Auditors. Last but not the least, the Board would like to place on record their deep sense of gratitude towards the employees of the organization for their excellent services, SPVs and contractors associated with KIIFB and look forward to their continued association going forward.

FOR AND ON BEHALF OF THE BOARD OF
KERALA INFRASTRUCTURE INVESTMENT FUND BOARD

Date 13.08.2026
Place Trivandrum

Smt Mini Antony
Chief Executive Officer- In Charge

ANNEXURE A
Consolidated and Standalone Financials

INDEPENDENT AUDITOR'S REPORT ON CONSOLIDATED FINANCIAL STATEMENTS

To
The Members of Kerala Infrastructure Investment Fund Boad
Thiruvananthapuram

Report on the Audit of Consolidated Financial Statements

Qualified Opinion

We have audited the accompanying Consolidated financial statements of Kerala Infrastructure Investment Fund Board (hereinafter referred to as 'KIIFB') and its subsidiary company KIIFCON Private Limited and associate company Kerala Infrastructure Fund Management Limited (together referred to as "the Group") which comprise the consolidated Balance Sheet as at 31st March 2026, the consolidated Profit and Loss account and the consolidated Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations except for the matters described in the Basis for Qualified Opinion section of our report, the accompanying consolidated financial statements gives a true and fair view of the state of affairs of the Group as at 31st March 2026, its consolidated profit and its consolidated cashflows for the year ended on the above said date in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

Basis for Qualified Opinion

1. The Board had allocated an amount of Rs. 7,997.70 Lakhs towards promotion of projects during the year, classified under direct project costs across various projects. These promotional activities were executed by the Media Cell of the Board through outsourced arrangements. In the course of our audit, we examined the documentary evidence, supporting records, and the process of vendor identification and engagement made available to us in this regard. While the management has represented that the expenditure was incurred solely for the intended promotional purpose, that the vendor was identified through a due process, and that the rates engaged are competitive and comparable to prevailing market rates and aligns with the processes & procedures as provided in the SOP. However, we are unable to satisfy ourselves as to the completeness of the vendor selection process, as the documentation made available to us in support thereof does not, in our view, sufficiently establish the basis and rigor of the said process. Consequently, in the absence of additional documentation, we have had to place greater reliance on management's representations in assessing whether the amounts expended are reasonable in relation to the services procured.

Out of the amount incurred, invoices of the first-level service provider amounting to Rs. 6,238.88 Lakhs were made available for our verification. Further, the board ensured to document the evidence in support of the amount spent and the same has been verified by us. However, the applicable Standard Operating Procedure (SOP) for the Media Cell, which governs such payments, requires that in cases where activities are outsourced, invoices from the Media House (Second Level) must be obtained for scrutiny and processing. The second level invoice of the above-mentioned cost were not made available to us for verification.

Further, with respect to Rs. 744.53 lakhs, both first-level and second-level invoices from the intermediary service providers were produced for our review. The Media Cell SOP in cases involving outsourcing at two levels requires that invoices from the next level service provider engaged by the outsourced agency to be obtained for scrutiny and processing. The invoice from such next level service provider were not made available to us for verification.

We in forming our view on the total cost incurred, we have placed reliance on the authentication and attestation of receipt of services by the Media Cell, together with the approval accorded by the Chief Executive Officer.

With regard to the sanction and authorization of the said promotional cost, we observe the following:

A sum of Rs 1,985.40 lakhs of the promotional cost, representing costs incurred prior to 13th February 2026, was placed before the Board at its General Meeting held on 13th February 2026 and ratified subsequent to its incurrence. While the subsequent ratification is duly noted, it does not address the procedural observations recorded herein. The remaining amount of Rs. 6,012.29 lakhs represent costs incurred after 13th February 2026, pursuant to the sanction accorded at the General Meeting permitting incurrence of promotional expenditure up to 1% of the project cost.

While acknowledge that expenditure has been incurred within the framework of the sanction so granted, and that an SOP is already in place governing such expenditure by the Media Cell, given that the quantum of cost under this head has now become material in the context of the new Board decision, we are of the view that the existing framework may be further strengthened by incorporating additional documentation requirements such as activity-wise budgeting, pre-approval of promotional plans, and mandatory end-use certification. Enhancing the documentation framework in this manner would enable more effective audit scrutiny and further reinforces the internal controls already in place

Except for the effects of the matters described in paragraph 1, in our opinion, the costs recorded under this head during the year under report do not, in all material respects, reflect the completeness of the expenditure so incurred.

We conducted our audit in accordance with Standards on Auditing (SAs), Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our audit report. We are independent of KIIFB in accordance with the ethical requirements that are relevant to our audit of the financial statements as per the ICAI's Code of Ethics and we have fulfilled our ethical requirements in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion on the audit of the financial statements.

Emphasis of Matter Paragraph

We draw attention to the following matters described in the Notes to Accounts of the consolidated Financial Statements

1. We draw attention to Note 1.2 which explains that, during the year, an amount of Rs.21,909 lakhs was received from GoK vide GO (Rt). No.9779/2025/Fin dated 05.12.2025 towards balance of motor vehicle tax which was credited to Revolving Corpus Fund. The amount of Rs.21,909 lakhs which was lying in the revolving corpus fund was transferred to initial corpus fund vide GO (Rt). No.2114/2026/Fin dated 28.02.2026, and our opinion is not modified in respect of this matter.

2. We draw attention to Note 33 of the Financial Statements which explains that SOP and evaluation procedures with regards to the revenue generating projects. We understand that the management evaluates the projects before the loan is granted to various Revenue Generating Projects, however there are certain inherent delays which have occurred during the implementation stage of infrastructure. We were informed that these delays does not have adverse effect on the recovery of loans granted considering the operational model of KIIFB as detailed in Note No 12.3 and the loans are considered by the management as good and recoverable based on confirmations from the borrowers including for land acquisition projects aggregating to Rs. 3,65,136.01 Lakhs (total disbursement till 31.03.2026). Further Interest income has been recognised on revenue generating projects in cases where there have been certain delays on implementation of the projects financed by such loan, as detailed in Note no. 20.2 to the consolidated financial statements and our opinion is not modified in respect of this matter.

3. We draw attention to Note 20.3 of the financial statements on, loan agreements are pending to be executed with two SPV M/s KSFDC and M/s KDISC as at 31.03.2026 for loan outstanding amounts to Rs 1,022.94 lakhs, although more than 40% stage of disbursement as per the terms of the tripartite agreement between KIIFB, the SPV and the concerned Govt department has been exceeded as at the year end. Steps are under process for execution of loan agreement which is pending the requisite clearance from the concerned departments of the Govt of Kerala, and our opinion is not modified in respect of this matter.

4. We draw attention to Note 12.1 on, the meeting of the General Body of KIIFB held on 27.02.2023 has directed to take steps to frame and develop IRAC norms relevant and applicable for long term infrastructure projects based on study conducted by an external agency. Such norms prepared have been approved by the General Body at its meeting held on 27.02.2023 and amended by way of circular resolution dated 13.04.2023 thereafter. Further based on Prudential norms on Income recognition, asset classification and provisioning (IRACP Norms) for long term infrastructure projects was adopted by KIIFB w.e.f 01-04-2023, vide circular resolution stated above and the same has been revised in the 46th General Body Meeting of KIIFB held on 02.09.2023. Further the IRACP norms were amended by the 56th General Body held on 13.02.2026. Asset classification based on the disbursement timeline and additional prudential triggers for disbursement milestone were introduced in the revised IRACP Norms.

   As per the revised IRACP norms, KIIFB has classified projects into four categories based on the viability of projects into High, Medium, Low and no commercial viability

projects. As per the provisions of IRACP Norms, project identified and categorised as Category I/ II earlier but later re-categorised as category III project, entire interest accrued in the past periods shall be reversed. Hence for such projects IRACP Norms are not applicable from the effective date of classification till such time repayment agreement are executed or project identified as loan in books of accounts whichever is earlier.

During the previous year, a new RGP was identified with code IND004-01 and name 'Setting up of Carbon Neutral Coffee Park at Wayanad'. An amount of Rs.980.62 lakhs was disbursed towards land acquisition for the project for which financial sanction is already obtained. The categorization of the project is pending as on 31.03.2026. However, an interest amount of Rs.121.99 lakhs is being recognised from this revenue-generating project.

During the year, two new RGPs, PEA001-01 (Work Near Home Phase I) and PEA001-04 (Work Near Home Direct Driven Model), were identified. An amount of Rs. 52.86 lakhs and Rs. 342.05 lakhs, respectively, was disbursed towards these projects, for which financial sanction had already been obtained. The categorisation of these projects is pending as at 31.03.2026. However, interest income of Rs1.24 lakhs and Rs12.91 lakhs, respectively, has been recognised from these projects.

As per the Revised IRACP Norms approved by the 56th General Body on 13.02.2026, non-achievement of disbursement milestones triggers enhanced monitoring and classification as sub-standard where such delays persist beyond 36 months from the relevant milestone. In respect of Project IND007-01 (Development of Industrial Park by takeover of land from M/s Hindustan Newsprint Ltd), 100% disbursement was not achieved within the stipulated timeline as per the approved schedule. However, as confirmed by KINFRA vide communication dated 05.05.2026, the project has been completed and is operational, and the revised financial sanction is under process. Accordingly, the asset has not been classified as sub-standard during the year.

5. We draw attention to Note 2.6.1 which states, the balances under statutory contribution receivable from GoK of Rs.18,36,481.01 lakhs is considered good and recoverable and there is no uncertainty with regard to ultimate recovery, based on financial operational model of KIIFB as per the KIIF Act, 1999 as such amounts are expected to be recouped from the statutory contribution receivable in future years and are incorporated in the Asset Liability Management system and represents net amount spent as per the operational model implemented by KIIFB as envisaged in the KIIF Act,1999, and our opinion is not modified in respect of this matter.

6. We draw attention to Note 17.1 on, Advance and other receivable also includes an amount of Rs 916.73 Lakhs incurred towards expenses to be recovered from Information & Public Relations Department for which claims are raised and pending for more than one year which is subject to confirmation as at 31.03.2026. However, the balance has been confirmed as at 31.03.2023. In the opinion of management such amount is considered good and recoverable and our opinion is not modified in respect of this matter.

7. We draw attention to Note 20.5 on Interest income recognised during the year ended 31.03.2026 includes an amount of Rs.29,396.54 lakhs on which 40% stage of disbursement has not been reached. The rate of interest chargeable is fixed only on reaching of 40% stage is reached as per the terms of tripartite agreement for the project. However, interest on such borrowing has been recognised based on rates

agreed upon at the time of sanction of the loan/ ACDB rate as decided by the management and our opinion is not modified in respect of this matter.

8. We draw attention to Note 28 which explains that, In accordance with the directive issued by the Government of Kerala vide G.O (Ms) No. 8/2025/I&PRD dated 18.09.2025, KIIFB has been entrusted with the responsibility of incurring infrastructure-related costs associated with the "CM with me' activities. Pursuant to this mandate and in line with the provisions of the KIIF Act, KIIFB undertook the expenditure in adherence to its internal governance framework. As per Internal Proceedings Order No. FA-6/5454/2025/KIIFB dated 30.10.2025, the expenditure amounting to Rs.614.21 lakhs has been duly recognized under Direct Project Cost in the financial results for the year ended 31.03.2026 and our opinion is not modified in respect of this matter.

9. We draw attention to Note 29 which explains that, In accordance with the directive issued by the Government of Kerala vide G.O (Ms) No. 43/2025/GAD dated 22.03.2025, KIIFB has been entrusted with the responsibility of incurring infrastructure-related costs associated with the "Ente Keralam' activities. Pursuant to this mandate and in line with the provisions of the KIIF Act, KIIFB undertook the expenditure in adherence to its internal governance framework. As per Internal Proceedings Order No. FA-6/784/2022/KIIFB dated 25.03.2025, the expenditure amounting to Rs.9,644.34 lakhs has been duly recognized under Direct Project Cost in the financial results for the year ended 31.03.2026 and our opinion is not modified in respect of this matter.

10. We draw attention to Note 10.2 where in it states that, during the year, KIIFB made a capital contribution of Rs. 287.02 lakhs (287020.19 units at face value of Rs. 100 per unit) in addition to the intial capital contribution of Rs. 509.85 lakhs (509847.66 units at face value of Rs.100 per unit) during the previous year to the Kerala Infrastructure Growth Fund I, a SEBI-registered Category II Alternative Investment Fund (AIF) established to finance infrastructure projects in Kerala. As the sponsor, KIIFB has committed 30% of the total revised fund size of Rs. 60,000 lakhs, amounting to Rs. 18,000 lakhs, as approved in the 46th General Body meeting. The contribution was made pursuant to the drawdown notice issued by the Investment Manager, Kerala Infrastructure Fund Management Limited (KIFML), an associate of KIIFB and our opinion is not modified in respect of this matter.

11. We draw attention to Note 24.2 where in it states that, the Board has taken cognisance of the Labour Codes notified on 21.11.2025 and is presently evaluating their implications on the Boards's operations and employee-related obligations. Since the corresponding State-specific rules and detailed procedural requirements are yet to be notified, certain interpretational and implementation aspects remain pending clarification. The Board will assess the impact of the Labour Codes upon notification of the applicable rules and will ensure compliance with all relevant provisions. Appropriate actions will be undertaken once the requisite regulatory guidance and legal clarity are available and our opinion is not modified in respect of this matter.

We draw attention to the following matters reported in emphasis of matter paragraph of audit report of subsidiary company, KIIFCON Private Limited

(i) We draw attention to Note No: 38.7 of the Financial Statements, during the year, the Company has written back an excess provision amounting to Rs.2.94 Lakhs that was

created towards earned leave encashment of contract employees in the financial year ended 31.03.2025. The said amount has been recognised in the Statement of Profit and Loss under the head "Excess Provision Written Back." The write-back has been made on the basis that all personnel are engaged on a contractual basis, and accordingly, employee-related costs, including leave encashment, are accounted for on an as-incurred basis in the year of payment. Consequently, no provision is considered necessary in respect of such obligations.

(ii) We draw attention to Note 38.8 of the Financial Statements, pursuant to the Memorandum of Understanding (MoU) dated 22.02.2024 between M/s KIIFCON, M/s Cochin Smart Mission Limited (CSML), and Kochi Municipal Corporation for the implementation of the GIS Mapping Project covering 66 wards, the Company has been designated as the custodian and fund manager for the project.

In accordance with the MoU, a dedicated bank account has been opened by the Company for managing the project funds. An amount of Rs.1,390.73 Lakhs has been sanctioned by CSML, out of which Rs.1,390.73 Lakhs has been received as the first instalment during the year. The said amount has been accounted as a liability under "Unspent Project Fund" in the financial statements, and utilization of the same will be shown as a reduction from this liability in subsequent periods.

Further, tax has been deducted at source (TDS) @ 2% by CSML on the amount disbursed, and the corresponding TDS amount has been recorded as a TDS Receivable/Asset in the financial statements, as the amount credited to the Company was net of tax. The Company has spent Rs. 78.56 Lakhs towards this Project as at 31.03.2026.

(iii) We draw attention to note 38.9, during the year, the Company has transferred expenditure amounting to Rs.155.66 Lakhs incurred in respect of various ongoing projects to Project Expenditure / Project Assets, as appropriate. Further, expenditure aggregating to Rs.87.65 Lakhs pertaining to earlier years has also been reclassified to Project Expenditure during the year, based on management's assessment of the stage of completion and nature of the underlying projects. Additionally, an amount of Rs.12.41 Lakhs incurred during the financial year 2023–24 in respect of a project continues to be carried under Project Assets as at the reporting date, as the Company has not raised invoices for the same. Based on the status of the project and expected recovery, the management is of the view that the said amount is recoverable and, accordingly, no provision is considered necessary.

(iv) We draw attention to note 38.10, the Company has recognised unbilled revenue amounting to Rs. 23.64 Lakhs in respect of two ongoing assignments, representing services rendered up to the reporting date for which invoices could not be raised before 31.03.2026 due to administrative/technical reasons. The Company expects to raise the corresponding invoices in April 2026. Based on the stage of completion of the projects and the terms of the underlying contracts, management considers the aforesaid amount to be recoverable and, accordingly, no provision is considered necessary.

(v) We draw attention to note 38.11, during the year, the Company has recognised revenue amounting to Rs. 2 Lakhs from the sale of tender forms for the period from October 2025 to March 2026. The applicable Goods and Services Tax (GST) in respect of the above sales has been duly recognised and discharged by the Company in March 2026 in accordance with the relevant statutory provisions.

(vi) We draw attention to note 38.12, business Development Expenditure: During the year, the Company has developed a Business Development Division for KIIFCON to identify the new business opportunities and to enhance visibility, branding and competitiveness of KIIFCON outside the state of Kerala. The Board has approved for the same in the 20th Board Meeting of the Company on 08.07.2025. Due to this, the Company has incurred additional expenditure towards their manpower cost, travel and like which amounts to Rs.24.81 Lakhs.

(vii) We draw attention to note 38.13, KIIFCON does not have any permanent employees and engages personnel through direct contracts and third-party contractors. During the year, the Central Government has notified the new labour codes, including provisions relating to social security benefits. However, as per the clarification received from the holding company, based on inputs from its legal division, the said labour codes have not yet been adopted/notified by the Government of Kerala and, accordingly, are not implemented by the Company at present.

Upon such notification by the State Government of Kerala, the matter will be placed before the Board for evaluation and appropriate action in compliance with the applicable regulations.

In view of the above, no provision has been made in the financial statements towards long-term employee benefits in respect of contract personnel for the year ended 31 March 2026.

Our opinion is not modified in respect of these matters

Key Audit Matter Paragraph

Key Audit Matters are those matters that in the auditor's professional judgement, were of most significance in the audit of the financial statements of the current year. These matters were addressed in the context of the audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to the key audit matters to be communicated in our report.

Key Audit Matters	**How addressed in Audit**
i) The meeting of the General Body of KIIFB held on 27.02.2023 has directed to take steps to frame and develop IRAC norms relevant and applicable for long term infrastructure projects based on study conducted by an external agency. Such norms prepared have been approved by the General Body at its meeting held on 27.02.2023 and amended by way of circular resolution dated 13.04.2023 thereafter. Further based on Prudential norms on Income recognition, asset classification and provisioning (IRACP Norms) for long term infrastructure projects was adopted by KIIFB w.e.f 01.04.2023, vide circular resolution stated above and the same has been revised in the 46th General Body Meeting of KIIFB held on 02.09.2023. Further the IRACP norms were amended by the 56th General Body held on 13.02.2026. Asset classification based on the disbursement timeline and additional prudential triggers for disbursement milestone were introduced in the revised IRACP Norms. As per the revised IRACP norms, KIIFB has classified projects into four categories based on the viability of projects into High, Medium, Low and no commercial viability projects.	As per the principles laid down in AS 9 Revenue recognition, KIIFB has recognized interest income on accrual basis as per the terms of the loan agreement, wherever such agreements have been entered into and for which agreement is not executed upon reaching 40% stage of disbursement at rate agreed as per terms of sanction. (At discounted rate). Based on revised IRACP Norms, 8 nos of loans having principal of Rs 6,59,169.89 lakhs and interest of Rs 67,282.59 lakhs have been classified as Category 1, 7 nos of loans having principal of Rs 25,144.67 lakhs and interest of Rs 1,043.54 lakhs have been classified as Category 2. Based on revised IRAC Norms, 2 nos of loans having principal of Rs 30,323.88 lakhs and interest of Rs 10,134.24 lakhs have been classified as Category 3 and this has been fully provided for as doubtful and income recognition has been discontinued from the date of such reclassification on prudential basis as stated in Note no. 9.1 to Standalone Financial statements. We have reviewed the respective agreements, Categorization order and recomputed the interest and provisional workings as per the IRACP Norms and ensured the correctness.

ii)Interest income for Category 1 projects are recognised at Average Cost of Domestic Borrowing (ACDB) of KIIFB reset every six months in a calendar year with monthly compounding (in some cases rate agreed at the time of sanction), Category 2 projects at discounted rate of interest as compared to category I and with respect to Category III and IV projects interest income is not recognised in books of accounts. On facts of the case, in respect of many of the revenue generating projects financed, there have been certain inherent delays during implementation which according to the management does not have adverse effect on the recovery of loans granted considering the operational model of KIIFB. Moreover, since the borrowers are government owned or controlled agencies, the loans are considered by the management as good and recoverable based on confirmations from the borrowers including for land acquisition projects aggregating to Rs. 3,65,136.01 Lakhs. (total disbursement till 31.03.2025).	The management has classified the revenue generating projects into Category 1,2 and 3 based on the commercial viability of the projects. We have relied on the management submission about revenue recoverability of the eight projects classified as category 1 and seven projects classified as category 2. Two projects categorized under category 3 reckoned as low viability has been fully provided for and recognition of income also has been stopped. The loans are given to State Government controlled entities. Provision for all standard asset at 0.40% and provision for sub-standard asset at 10% has been made during the year towards the outstanding amount of principal and interest as prescribed under IRACP Norms. Facts have been duly disclosed in the standalone financial statements.
iii) Revised Tripartite agreement is pending to be executed between KNRKWB, KIIFB and GoK by incorporating matters relating to treatment/adjustment of TDS receivable for KNRKWB. Loan amount includes interest accrued on loan upon maturity amounting to Rs 2,262.06 lakhs (P.Y 2,190.67 lakhs) as per the terms of agreement and KNRKWB Scheme. Interest on loans are calculated based on the records relating to loan balances (yearly basis) furnished by KNRKWB.	Confirmation of balance from KNRKWB for principal loan amount has been received as at 31.03.2026. For the purpose of calculation of interest, we have relied on the data set provided by management and as per the management representation furnished, the computation of interest is correct. We have relied on the data provided by the management for computing of TDS receivable which has been booked as an asset in the entity's books. Additionally, interest on institutional TDS is also computed on an estimated basis. We have relied on the above submission of the management.
iv) The corpus fund-revolving represents the funds received every year from Government of Kerala as part of statutory contribution provided for in the State budget under financial support for infrastructure development as stated in Section 3(1A) r.w.s Section 7 of KIIFB Act, 2016 towards the objectives based on resolution of the general body and also any amounts received additionally from Government of Kerala to meet additional fund requirements as per relative government order. The amounts utilised towards direct cost of projects are recouped from the revolving/ corpus Fund for the year and amount so utilised are shown as contra	The balances under statutory contribution receivable from GoK as at 31.03.2026 of Rs.18,37,093.24 Lakhs is considered good and recoverable by the management. Recoverability is based on the financial operational model of KIIFB as per the KIIF Act, 1999 as such amounts are expected to be recouped from. the statutory contribution receivable in future as per the operational model implemented by KIIFB as envisaged in the KIIF Act. Therefore, as per recovery model as above,

item in the P&L a/c to reflect the activities undertaken to meet the objectives as per the Act. The revolving corpus fund is received on an annual basis towards financial support for Infrastructure Development by way of statutory contribution being share of KIIFB from Cess on petrol and share of KIIFB from Motor Vehicle Tax as per KIIFB Act.	which is built into Asset Liability Management (ALM) , there is no uncertainty with regard to ultimate recovery of the above amount due from GoK as per management representation in this regard. We have placed our reliance on the management representation as above. The ALM model is placed for overseeing and monitoring at the periodical meetings of the Fund Trustee and Advisory Committee (FTAC) which comprises of eminent financial experts of the country having rich and wide experience in the field of financial management to safeguard the best interest of KIIFB. The status of latest ALM was also duly taken note of by the General body in its 47° meeting held on 04.03.2024 and as per the presentation made at the Board meeting ALM has been found to be stable and sound as disclosed in Note No.25 to the accounts. We have placed reliance on the surveillance being exercised utilising the technical expert knowledge of the FTAC committee in respect of sound functioning of the ALM Model and also the review of soundness of ALM by the Board at its meeting as above.

Other Matter

a) We did not audit the financial statements of subsidiary company KIIFCON Private Limited, whose financial statements reflect total assets of Rs 1,482.90 Lakhs as at March 31, 2026, total revenue of Rs 1,376.53 Lakhs and net cash inflow of Rs 332.74 lakhs for the year ended March 31, 2026 as considered in the consolidated financial statements before consolidation adjustments. These financial statements have been audited by other auditor whose report has been furnished to us by the management of KIIFB and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, and our report in so far as it relates to aforesaid subsidiary is based solely on the reports of such other auditor.

b) We did not audit the financial statements of associate company Kerala Infrastructure Fund Management Limited, whose financial statements reflect total assets of Rs 346.41 lakhs as at March 31, 2026, total revenue of Rs 293.61 Lakhs and net cash inflows of Rs 6.38 lakhs for the year ended March 31, 2026 as considered in the consolidated financial statements before consolidation adjustments. These financial statements have been audited by other auditor whose report has been furnished to us by the management of KIIFB and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this associate, and our report in so far as it relates to aforesaid associate is based solely on the reports of such other auditor.

Our conclusion is not modified in respect of the above matters

We draw attention to the following matters reported in other matter paragraph of audit report of subsidiary company, KIIFCON Private Limited

(i) The Company had entered into a Supplementary Consultant Agreement with Cochin Smart Mission Limited (CSML) dated 17th December 2022, effective retrospectively from 1st January 2022 for a period of 24 months, which expired on 31st December 2023. This agreement was in continuation of an earlier agreement entered into by Kerala State Construction Corporation Unit (KSCU), the erstwhile consultancy division of KIIFB, with CSML on 6th July 2022. All original terms and conditions of the said agreement remained applicable except for the transfer of consultancy obligations from KSCU to KIIFCON.
The total contract value under the agreement is Rs. 213.68 crore, allocated across four components based on predefined weightages. However, two components were subsequently merged with the remaining components, without any change to the overall contract value.
The Company has recognised revenue amounting to Rs. 13.50 Crore up to 31 March 2026. The agreement has expired on 31 December 2025. However, the Company has not raised the invoice for the period from January 2026 to March 2026, in deviation from the monthly billing terms stipulated under Clause 9 of the Terms of Reference (TOR) of the original agreement.
Further, the Company does not have in possession the detailed component-wise working papers to enable verification of the weightages applied for invoicing under the contract. In the absence of such supporting documentation, we are unable to comment on the accuracy and appropriateness of the revenue recognised and invoices raised under the said agreement

(ii) The Company had undertaken a pilot project for GIS mapping across 8 wards of the Cochin Municipality for M/s Cochin Smart Mission Limited (CSML). The initial proposal amounting to Rs. 2,250.83 Lakhs plus GST @18% was submitted on 8th November 2022 and was sanctioned on 16th November 2022. A detailed cost breakup was subsequently submitted on 23rd February 2023 and accepted by CSML on 12th July 2023.
On 6th February 2024, the Company submitted a Memorandum of Payment (MoP) for 90% of the project value, i.e., Rs. 225.81 lakhs plus GST. However, based on a communication received from CSML on 23rd February 2024 confirming the revised project value as Rs. 250.83 Lakhs inclusive of GST, the final invoice was raised only for 1,59,42,615 plus GST, representing 75% of the revised project cost of Rs. 212.56 Lakhs (exclusive of GST).
As on the date of this report, the Company has not raised the invoice for the remaining 25% of the project value. The Company has followed up with CSML through multiple communications, including one on 26th November 2024, wherein a revised cost based on reduced scope amounting to 27,96,425 plus GST was shared, and a subsequent reminder was sent on 25th January 2025.
In response, CSML, via email dated 30th January 2025, communicated certain conditions to be fulfilled prior to processing the pending payments. As per management representation, these conditions remain unfulfilled and the figures are expected to be further revised based on ongoing correspondence and final confirmation from the client.
In the absence of confirmation of the final contract value and completion status, we are unable to comment on the appropriateness of revenue recognition and the recoverability of the balance amount under the project.

(iii) We draw attention to the fact that the Company has an outstanding receivable amounting to Rs.127 Lakhs Invoice No. 5 dated 11 March 2024, from Kerala State Road Transport Corporation (KSRTC) as on 31st March 2026. This receivable pertains to consultancy services rendered in relation to the "Monetization and Development of Land Parcels under PPP Mode" project, as per the agreement dated 13th July 2023.
As at the reporting date, no provision has been made in the books of account towards this outstanding amount. Based on representations made to us, the Management is of the view

that the said amount is fully recoverable and expects the payment to be received from KSRTC in the near future. The appropriateness of non-provisioning is based on this Management assessment.

(iv) TDS deducted by the Clients is subject to reconciliation with Form 26AS/ Annual Information Statement as the Income Tax Website for the fourth Quarter is not yet updated.

Our opinion above on the consolidated financial statements and our report on other legal and regulatory requirements below, is not modified in respect of the above matter with respect to our reliance on the work done and reports of the other auditor.

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

Management is responsible for the preparation of these consolidated financial statements that give a true and fair view of the state of affairs, results of operations and cash flows of KIIFB in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for liquidate KIIFB or to cease operations, or no realistic alternative but to do so assessing KIIFBs ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to do so. Those charged with governance are responsible for overseeing KIIFBs financial reporting process.

Those charged with governance are responsible for overseeing the group's financial reporting process

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 financial statements.

As part of an audit in accordance with Standards on Auditing, we exercise professional judgement 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of KIIFBs internal control.
- 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 KIIFBs ability to continue as a going concern. If we conclude that material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained upto the date of our auditor's report. However future events or conditions may cause the entity to cease to continue as going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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 consolidated financial statements may be influenced. We consider planning materiality and performance materiality to the plan the scope of our audit work and to evaluate the effect of any identified misstatements in the financial statements.

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. We report on the basis of audit report of KIIFB and relying on the report of the associate company M/s Kerala Infrastructure Fund Management Limited and subsidiary company KIIFCON Private Limited audited by other auditors 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 purpose of our audit expert for the matter stated in Basis for Qualified Opinion Paragraph 1.

    b. In our opinion and based on report of the other auditors, 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 except for the matters stated in para (d) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 in respect of the associate company.

    c. The consolidated Balance Sheet, consolidated statement of profit and loss and

consolidated Cashflow Statement of the Company dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

d. In respect of the associate company, audit trail feature was not enabled throughout the year. Since audit trail feature was not enabled, comment on tampering the audit trail and preservation of audit trial as per the statutory requirements for record retention is not applicable. In respect of the subsidiary company, the company has used such accounting software for maintaining its books of accounts which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all transactions recorded in the software and the audit trail feature has not been tampered with and the audit trail has been preserved by the company as per statutory requirements for record retention. The above reporting requirements is not applicable for KIIFB. Since it is not a company registered under the Companies Act, 2013 but a body corporate under a separate state enactment.

e. In our opinion and relying on the opinion expressed in the audit report of the other auditors in the case of subsidiary and associate company, the aforesaid consolidated financial statements comply with the Accounting Standards issued by the Institute of Chartered Accountants of India in all material aspects.

Place: Kochi
Date: May 30,2026

For Suri and Co
Chartered Accountants
FRN: 004283S

GOVINDARAJAN RENGARAJAN
Digitally signed by GOVINDARAJAN RENGARAJAN
Date: 2026.05.30 17:47:50 +05'30'

G Rengarajan
Partner
Membership Number: 219922
UDIN:26219922ZTBVGD1996

Kerala Infrastructure Investment Fund Board
2nd Floor, Felicity Square, MG Road, Statue, Trivandrum 695 001
Consolidated Balance Sheet as at 31.03.2026

Amount in Lakhs

	Particulars	Note No.	As at 31.03.2026	As at 31.03.2025
I.	**EQUITY AND LIABILITIES**			
1	Initial Corpus Fund	1	4,11,128.92	3,89,219.92
2	Corpus Fund - Revolving (shown on the asset side)	2	-	-
3	**Non-current liabilities**			
	(a) Long-term borrowings	3	29,12,249.87	23,23,392.15
	(b) Other Long term liabilities	4	7,618.06	7,459.18
4	**Current liabilities**			
	(a) Short-term borrowings	5	3,07,583.10	2,66,619.40
	(b) Trade payables	6		
	(i) Total outstanding dues of Micro Enterprises and Small Enterprises		4.67	6.74
	(ii) Total outstanding dues of creditors other than Micro Enterprises and Small enterprises		61.34	45.74
	(c) Other current liabilities	7	43,871.35	30,632.50
	(d) Short-term provisions	8	72.24	27.92
			36,82,589.56	**30,17,403.55**
II.	**ASSETS**			
1	**Non-current assets**			
	(a) Property, plant and equipment			
	(i)Tangible assets	9	707.38	460.16
	(ii)Intangible assets		1,373.89	101.11
	(iii)Intangible Asset under Development		-	910.91
	(b) Non-current investments	10	919.77	629.27
	(c) Deferred Tax Asset (net)	11	0.79	0.68
	(d) Long-term loans and advances	12	7,20,854.48	6,98,236.66
	(e) Corpus fund revolving being the Statutory contribution receivable from GoK -Non current	2	14,16,557.01	9,53,559.83
	(f) Other Non Current Assets	13	2,870.13	3,071.34
2	**Current assets**			
	(a) Current investments	14	5,000.00	5,000.00
	(b) Cash and cash equivalents	15	10,63,945.11	7,94,321.41
	(c) Trade receivables	16	416.93	589.26
	(d) Short term loans and advances	17	33,035.19	1,84,923.85
	(e) Corpus fund revolving being the Statutory contribution receivable from GoK -Current	2	4,19,924.00	3,62,500.00
	(f) Other current assets	18	16,984.89	13,099.08
			36,82,589.56	**30,17,403.55**

Notes forming part of consolidated financial statements — **I , II & 1-42**

The accompanying notes form an integral part of the consolidated financial statements

AUDITOR'S REPORT
As per our report of even date attached

For KERALA INFRASTRUCTURE INVESTMENT FUND BOARD

Salim Gangadharan
Vice-Chairman, Non-executive Member
Thiruvananthapuram
Date: 30.05.2026

Reji John
Joint Fund Manager

for Suri & Co
Chartered Accountants
FRN 004283S

GOVINDARAJAN RENGARAJAN — Digitally signed by GOVINDARAJAN RENGARAJAN Date: 2026.05.30 17:48:14 +05'30'

G Rengarajan
(Partner)
M.No. 219922
Kochi
Date: 30.05.2026

Kerala Infrastructure Investment Fund Board
2nd Floor, Felicity Square, MG Road, Statue, Trivandrum 695 001
Consolidated Profit and Loss Account for the year ended 31.03.2026

Amount in Lakhs

	Particulars	Note No.	For the Year Ended 31.03.2026	For the Year Ended 31.03.2025
I.	**Revenue:**			
i)	Recoupment of statutory contribution from Government of Kerala from Corpus Fund for financing of direct project cost as per Contra	23	7,00,229.67	4,39,022.43
ii)	Interest income from financial assistance for revenue generating projects	20	79,267.06	69,054.95
iii)	Interest income from deposits and investments	19	36,618.51	21,949.29
iv)	Revenue from operations of subsidiary company - KIIFCON	21	1,069.80	826.73
v)	Other income	22	22.70	6,680.84
	Total Revenue (I)		**8,17,207.74**	**5,37,534.24**
II.	**Expenses:**			
i)	Financing of direct cost of projects -Out of Corpus Fund	23	7,00,229.67	4,39,022.43
ii)	Changes in inventories of finished goods, work-in-progress and stock-in-trade		-	50.51
iii)	Employee benefits expense	24	1,200.47	1,082.76
iv)	Finance costs	25	2,85,484.02	2,19,510.23
v)	Depreciation and amortisation expense	9	356.34	350.13
vi)	Other expenses	26	7,669.63	9,860.78
	Total expenses (II)		**9,94,940.13**	**6,69,876.85**
III.	**Profit / (Loss) (I- II)**		(1,77,732.39)	(1,32,342.61)
	Prior Period Item	27	(22.05)	(504.74)
	Profit / (Loss) after prior period item		(1,77,754.44)	(1,32,847.36)
IV.	**Tax expense:**			
	(1) Current tax of subsidiary company - KIIFCON		(72.24)	(27.92)
	(2) Tax for Earlier years		-	-
	(3) Deferred tax(Expense)/Income	11	0.11	0.68
	Less : Statutory contribution from GoK under Corpus fund utilised to meet the net loss (deficit from operations)for the year in P& L account transferred		1,78,041.02	1,32,966.59
V.	**Net Profit / (Loss) for the Year of Subsidiary/Associate company transferred to Reserve & Surplus (Includes share of profit in associate company Rs.3.48 lakhs.(P.Y. - Rs. 23.05 lakhs)**		169.90	115.05

Notes forming part of consolidated financial statements — **I , II & 1-42**

The accompanying notes form an integral part of the consolidated financial statements

AUDITOR'S REPORT

As per our report of even date attached

for Suri & Co
Chartered Accountants
FRN.004283S

GOVINDARAJAN RENGARAJAN Digitally signed by GOVINDARAJAN RENGARAJAN Date: 2026.05.30 17:48:40 +05'30'

G Rengarajan
(Partner)
M.No. 219922
Kochi
Date: 30.05.2026

For KERALA INFRASTRUCTURE INVESTMENT FUND BOARD

Salim Gangadharan
Independent Non-executive Member
Thiruvananthapuram
Date: 30.05.2026

Reji John
Joint Fund Manager

Kerala Infrastructure Investment Fund Board
2nd Floor, Felicity Square, MG Road, Statue, Trivandrum 695 001
Consolidated Cash Flow Statement for the year ended 31.03.2026

Amount in Lakhs

Particulars	For the year ended 31.03.2026	For the year ended 31.03.2025
A. Cash flow from operating activities		
Profit before income tax	(1,77,754.44)	(1,32,847.36)
Adjustments for:		
Depreciation and amortisation expense	356.34	350.13
Interest income	(1,04,673.78)	(72,085.25)
Finance Cost	2,85,484.02	2,19,510.23
Credit balances written back	(14.30)	(27.53)
Fixed Assets Written off	11.99	-
Interest on income tax refund	-	(15.56)
Reimbursement of KSFE Software Expenses	-	(6,608.52)
Profit on sale of Intangible Asset	-	(26.25)
Provision for standard asset	(512.51)	947.78
Provision for sub standard asset	389.10	-
Operating profit / (loss) before working capital changes	**3,286.42**	**9,197.67**
Changes in working capital:		
Adjustments for (increase) / Decrease in operating assets:		
Loans and Advances	65,317.82	60,940.11
Financial assistance made to Revenue Generating Projects(net)	1,32,131.70	(2,49,527.18)
Other Non Current and Current Assets	(3,684.47)	5,594.86
Trade Receivables	172.33	(131.37)
Adjustments for increase / (Decrease) in operating liabilities:		
Trade payables	13.53	(13.35)
Other Current/Non current Liabilities	13,459.70	7,766.56
Net Changes in working capital:	**2,10,697.03**	**(1,66,122.19)**
Cash generated from operations	2,10,697.03	(1,66,122.19)
Net income tax (paid) / refunds	(72.24)	(12.36)
Net cash from/ (used in) operating activities (A)	**2,10,624.79**	**(1,66,134.54)**
B. Cash flow from investing activities		
(Purchase)/Sale of PPE (including Intangible asset under Development)	(977.40)	2,228.16
Interest income received out of fixed deposit	36,618.51	21,949.29
(Purchase)/Sale of Investments	(290.50)	(5,532.90)
Net cash from/ (used in) investing activities (B)	**35,350.60**	**18,644.55**
C. Cash flow from financing activities		
Loans from :-		
(i) Banks and Financial Institutions	4,93,634.50	4,46,119.60
(ii) Bonds	3,33,204.00	3,00,349.00
(iii) Pravasi Dividend Scheme	64.56	248.13
Bonds repaid during the year	-	(9,740.40)
Loans repaid during the year	(1,97,081.63)	(2,19,996.73)
Statutory contribution from GoK	3,55,501.46	3,13,048.72
Additional Financial Support for Infrastructure Development	21,909.00	56,518.00
Allotment of funds/(return) of unutilised LAC-ADS share	(67.02)	2,012.20
Recoupment by way of Statutory contribution from Govt of Kerala from Corpus Fund for direct project cost (other than NABARD)	(5,57,570.19)	(4,31,554.28)
Interest received during the period from Deposits made out of corpus fund	2,197.14	2,109.48
Finance cost paid	(2,85,484.02)	(2,19,510.23)
Fund utilised for NABARD Projects	(1,42,659.48)	(7,468.15)
Net cash from/ (used in) financing activities (C)	**23,648.31**	**2,32,135.34**
Net increase (decrease) in cash and cash equivalents (A+B+C)	2,69,623.70	84,645.34
Cash and cash equivalents at the beginning of the financial year	7,94,321.41	7,09,676.06
Cash and cash equivalents at end of the year	**10,63,945.11**	**7,94,321.41**

Notes:

1. The above cash flow statement has been prepared under indirect method prescribed in AS 3 "Cash Flow Statements ".
2. Components of cash and cash equivalents

Balances with banks		
Cash in Hand	0.14	0.10
Balance with Treasury	0.02	0.02
Term Deposits-Incl DSRA	5,03,684.39	3,65,405.65
Other deposit, savings and current accounts	1,49,131.64	39,695.72
Other Bank balance in Treasury Accounts	4,11,128.92	3,89,219.92
	10,63,945.11	**7,94,321.41**

Notes forming part of consolidated financial statements **I , II & 1-42**

The accompanying notes form an integral part of the consolidated financial statements

AUDITOR'S REPORT
As per our report of even date attached

for Suri & Co
Chartered Accountants
FRN 004283S

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G Rengarajan
(Partner)
M.No. 219922
Kochi
Date: 30.05.2026

For KERALA INFRASTRUCTURE INVESTMENT FUND BOARD

Salim Gangadharan
Independent Non-executive Member
Thiruvananthapuram
Date: 30.05.2026

Reji John
Joint Fund Manager

Kerala Infrastructure Investment Fund Board
2nd Floor, Felicity Square, MG Road, Statue, Trivandrum 695 001
Notes to Consolidated Financial Statements for the year ended 31.03.2026

All amounts in Lakhs except for specifically stated

NOTE-I
GENERAL INFORMATION

Kerala Infrastructure Investment Fund Board (referred to as KIIFB) was established on 11.11.1999 under the Kerala Infrastructure Investment Fund Act 1999 (Act 4 of 2000) with the main objective of financing the investment in critical and large infrastructure projects in the State of Kerala. Comprehensive modification of the Act and Scheme has been made through an amendment Ordinance in August 2016. With new strategy and structure, KIIFB aims to dynamically mobilise funds for the infrastructure development of Kerala including major land acquisition needs of the State. KIIFB has recourse to the advanced financial instruments approved by SEBI / RBI and is expected to promote substantial development of sustainable infrastructure in the State.

KIIFB is a body corporate established under an Act of Government of Kerala (KIIF ACT 1999) exclusively for undertaking sub-sovereign functions of financing the key infrastructure projects in the State of Kerala and all activities are done in pursuance of the above objective only.

Non convertible Debt Securities of KIIFB(Debentures) are listed on stock exchange of BSE Limited in pursuant to the provisions of SEBI Act 1992, LODR Regulations and Debenture trustee regulations.

NOTE-II
SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PREPARATION OF CONSOLIDATION

a. The consolidated financial statements incorporate the financial statements of KIIFB (the holding entity) and its wholly owned subsidiary company KIIFCON Pvt Limited" and its associate company Kerala Infrastructure Fund Management Limited (collectively known as 'the Group'). The consolidated financial statements relate to KIIFB, its subsidiary and the entity's share of profit / loss in its associate company.

b. Consolidated financial statements are prepared as per AS 21 under which subsidiaries are consolidated on line-by-line basis from the date the control is transferred to the Group. Inter-entity transactions, balances and unrealised gains/ losses on transactions between group entities are eliminated. The carrying amount of the entity's interests and the non-controlling interests ('NCI') are adjusted to reflect the changes in their relative interests in the subsidiaries. The consolidated financial statements include the share of profit / loss of an associate entity which has been accounted for using 'equity method' as per AS 23 'Accounting for Investments in Associates in Consolidated Financial Statements'. Accordingly, the share of profit / loss of the associate entity (the loss being restricted to the cost of investment) has been added to / deducted from the cost of investment.
The consolidated financial statements are prepared by applying uniform accounting policies in use at the Group.

c. Following subsidiary and associate company have been considered in the preparation of the consolidated financial statements:

Name of the entity	Abbreviation Used	Relationship	% of Holding 31 March 2026	% of Holding 31 March 2025
Kerala Infrastructure Fund Management Limited	KIFML	Associate Company	42.69%	42.69%
KIIFCON Private Limited	KIIFCON	Subsidiary Company	100%	100%

The general information of the subsidiary and associate is as under :

KIIFCON Private Limited

KIIFCON Pvt. Ltd. is a private Limited Company which is engaged in the business of providing consultancy services in the fields of infrastructure and related technologies and has commenced commercial operations.

Kerala Infrastructure Fund Management Ltd (KIFML)

Kerala Infrastructure Fund Management Limited ('the Company') is a public limited company incorporated under the provisions of the Companies Act, 2013 which is mainly engaged in the business of acting as the investment manager of Alternate Investment Funds which are registered with SEBI.

BASIS OF PREPARATION OF FINANCIAL STATEMENTS

a. The Consolidated financial statements have been prepared under the historical cost convention, in accordance with the generally accepted accounting principles and Accounting Standard issued by Institute of Chartered Accountants of India.

b. Subsidiary company follows Mercantile System of Accounting and recognizes significant items of income and expenditure on accrual basis, except to the extent otherwise stated in the notes. The financial statements have been prepared and presented under the historic cost convention on accrual basis of accounting, in accordance with generally accepted accounting principles ("GAAP") applicable in India. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') and pronouncements of the Institute of Chartered Accountants of India, the provisions of the Act (to the extent notified).

c. The Financial Statements are presented in INR, which is the functional currency and all values are rounded to the nearest lakhs (INR 1,00,000), except when otherwise indicated. Due to rounding, numbers presented may not add up precisely to totals provided.

B. USE OF ESTIMATES

The preparation of financial statements in conformity with Indian GAAP requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period.

C. PROPERTY, PLANT AND EQUIPMENT

(a) Tangible Assets: The Gross carrying amount of Property, Plant & Equipment have been accounted on cost model, and cost comprises of purchase price, duties, levies and any direct attributable costs of bringing the assets to its working condition for the intended use.

Depreciation: Depreciation has been provided on Written down Value Method at the rates prescribed in appendix to the Income Tax Rules.

(b) Intangible Asset

Intangible Assets are recorded at the cost of acquisition of such assets and are carried at cost less accumulated amortisation and impairment, if any.

Amortisation: Amortisation has been provided for on Written down Value Method on assets at the rates prescribed in appendix to the Income Tax Rules.

D. PRIOR PERIOD ADJUSTMENTS

As per **AS 5 "Net profit or Loss for the period, Prior Period Items and Changes in Accounting Policies",**

(i) Prior period adjustments represent entries for correction of errors or omissions in the preparation of financial statements of one or more prior periods and as such are shown separately in the Notes annexed to and forming part of Accounts.

(ii) Extra-ordinary items are those material adjustments that arise from events or transactions that are clearly distinct from the ordinary activity of KIIFB and are not expected to occur frequently or regularly and therefore are shown separately in the Notes annexed to and forming part of Accounts.

E. REVENUE RECOGNITION

In line with the prescriptions in **AS 9** on **Revenue Recognition"**, revenue is recognised only when it can be reliably measured and it is reasonable to expect ultimate collection as per the assessment of the management.

In subsidiary company ,Revenue is recognised only when the performance milestones are achieved and it can be reliably measured.

Interest income on fixed deposits is recognised time proportionately based on periods for which amounts are outstanding and the interest rate applicable.

Interest generated from the investments made out of the corpus funds received are credited to the corpus fund as such interest is to be mandatorily used for the objectives of the Act and hence forms a part of statutory contribution accounted under Corpus Fund.

Interest income on loans granted for revenue generating projects is recognised on accrual basis as per the terms of the loan agreement, wherever such agreements have been entered into except to the extent otherwise disclosed in the notes to accounts. In case of loans granted for which the loan agreement is pending to be executed, interest is recognised on accrual basis at rates and methodology as per comparable loan agreements entered into with other parties as per the estimate of the management or at the interest rates agreed upon at the time of sanction of loan in certain cases where ever applicable. Late payment charges, prepayment charges are recognised on a point in time basis, and are recorded when realized since the probability of collecting such monies is established when the borrower pays.

F. CORPUS FUND- Revenue Recognition and Accounting of Utilisation

The corpus fund-revolving represents the funds received every year from Government of Kerala as part of statutory contribution provided for in the State budget under financial support for infrastructure development as stated in Section 3(1A) r.w.s Section 7 of KIIF Act, 2016 towards the objectives based on resolution of the general body and also any amounts received additionally from Government of Kerala to meet additional fund requirements as per relative government order. The amounts utilised towards direct cost of projects are recouped from the revolving/ corpus Fund for the year and amount so utilised are shown as contra item in the P&L a/c to reflect the activities undertaken to meet the objectives as per the Act. The corpus fund-revolving also includes funds received under LAC/ADS scheme and PTA/CSR Fund as per government order.

G. INVESTMENTS

As per **AS 13** "**Accounting for Investments** ", Current Investments are carried at the lower of cost or quoted / fair value, computed category-wise. Long-term investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such decline is other than temporary. Investments that are readily realisable and intended to be held for not more than 12 months from the date of acquisition are classified as current investment. All other investments are classified as non-current investments.

H. BORROWING COST

As per **AS 16 "Borrowing Costs"**, Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that takes necessarily substantial period of time to get ready for intended use. All other borrowing costs are charged to the Statement of Profit and Loss.

I. INCOME RECOGNITION AND ASSET CLASSIFICATION NORMS

KIIFB has introduced prudential norms on Income recognition, asset classification and provisioning relevant and applicable for long term infrastructure projects w.e.f 01.04.2023 as per the decision of general body through circular resolution dated on 13.04.2023. Further IRACP norms has been amended in the 46th General Body Meeting of KIIFB held on 02.09.2023. KIIFB has classified projects into four categories based on the viability of projects into High(Category I), Medium(Category II), Low (Category III) and no commercial viability projects(Category IV). Projects under category III are not identified as loan in books of accounts and accordingly IRACP norms are not applicable till such time repayment agreement are executed or the projects are identified as loan in books of accounts whichever is earlier. Projects under category IV have no commercial viability and are implemented through grant scheme.
Further the IRACP norms were amended by the 56th General Body held on 13.02.2026. Asset classification based on the disbursement timeline and additional prudential triggers for disbursement milestone were introduced in the revised IRACP Norms. As per the said norms, asset classification and provisioning as follows:

a)The assets are classified as follows :
(i) Standard Assets - up to 12 months overdue
(ii) Substandard Assets – Beyond 12 months but less than 24 months overdue
(iii) Doubtful Assets – Beyond 24 months overdue
(iv) Loss Assets – fully to be written off subject to security value realisation
(v) In case of revenue generating projects (RGP)for which repayment agreements are pending to be entered, and disbursement is more than 40%:- such RGP will be considered as substandard asset after 24 months from the date 40% payment milestone has been reached or from the date of identification of the project as RGP in books of accounts, whichever is later.

b) Provisioning Norms

Sl No	*Type of Asset*	*Provision Required (%)- Expected Credit loss*
(i)	Standard Asset	0.40%
(ii)	Substandard Asset	
	i) Overdue beyond 12 months and up to 18 months and RPA executed ii) RPA not executed, and non execution continues beyond 24 months and upto 30 months from when 40% disbursement was made or date of identification of project as RGP in books of accounts whichever is later. iii) RGP for which 40/100% disbursement is delayed, delay extend beyond 36 months and upto 42 months	10%
	i) Overdue beyond 18 months and up to 24 months and RPA executed ii) RPA not executed, and non execution continues beyond 30 months and upto 36 months from when 40% disbursement was made or date of identification of project as RGP in books of accounts whichever is later. iii) RGP for which 40/100% disbursement is delayed, delay extend beyond 42 months and upto 48 months.	25%
(iii)	Doubtful Assets	
	Up to One year	50%
	One to three years	75%
	More than three years	100%
(iv)	Loss Assets	100%

Once an asset is recognised as non performing (Substandard or lower), entire unrealised interest is reversed and income is accounted for on cash basis only.

J. ACCOUNTING FOR TAXES ON INCOME

Income Tax is accounted in accordance with Accounting Standard on Accounting for Taxes on Income (AS-22), which include Current Taxes and Deferred Taxes. Provision for Current Tax is made in accordance with the provisions of The Income Tax Act, 1961. Deferred Tax assets/ liabilities representing timing differences between accounting income and taxable income are recognized to the extent considered capable of being reversed in subsequent years by applying tax rate substantively enacted as at the end of the year. Deferred tax assets are recognised only to the extent there is reasonable certainty that sufficient future taxable income will be available, except that Deferred Tax Assets arising due to unabsorbed depreciation and losses are recognised if there is a virtual certainty that sufficient future taxable income will be available to realise the same.

K. CASH FLOW STATEMENT

Cash flows from operating activities are prepared using the indirect method, whereby net profit or loss is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments, and items of income or expense associated with investing or financing cash flows.Cash comprises cash on hand and demand deposits with banks.Cash equivalents are short term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

L. PROVISION, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

As per **AS 29 "Provisions, Contingent Liabilities and Contingent Assets"**, Provisions are recognised when KIIFB has a present obligation as a result of a past event, for which it is probable that a cash outflow will be required and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to its present value and are determined based on management estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the correct management estimates. Contingent Liabilities are not recognised but are disclosed in notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

M. EMPLOYEE BENEFITS

Provision of **AS 15 "Employee Benefits"**, has been considered while Preparation of Financial Statements

(i) Short Term Employee Benefits - All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits and recognized in the period in which the employee renders the related service.

(ii) Defined contribution plan and Defined benefit plan - KIIFB does not have any defined contribution plan and defined benefit plan as detailed in Note No 24.1 and 24.2 to the financial statements.

N. IMPAIRMENT OF ASSETS

Group reviews the carrying amounts of its assets for any possible impairment at each balance sheet date. An impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount and the impairment loss, if any, is recognised in the Statement of Profit and Loss.

Note - 1

Initial Corpus Fund	**As at 31.03.2026**	**As at 31.03.2025**
Initial corpus fund for Major Infrastructural Development Projects	3,89,219.92	3,32,701.92
Add: Addition to Initial Corpus Fund (Ref Note 1.2)	21,909.00	56,518.00
	4,11,128.92	**3,89,219.92**

1.1 The initial Corpus fund of Rs 2,49,842.28 Lakhs represents fund received towards initial corpus fund for Major Infrastructural Development Projects as per GoK Govt. Orders - G.O (Ms) No 16/2016/Plg. dated 30.03.2016 and G.O (Ms) No 18/2017/Plg. dated 30.03.2017 and amount received during the financial year 2021-22 as additional financial support for infrastructure development amounting to Rs 32,207/- Lakhs has been received as per G.O(Rt)No. 389/2022/Fin dated 17.01.2022 which has been credited to Initial Corpus fund. The amounts are kept separately in government treasury account, (interest free). The additional contribution during 2021-22 is to provide funds required over and above the mandatory entitlement of tax devolution for the year to bridge the shortfall for the year in its ALM projection calculated at an annual growth of 10% over its revenues from petrol cess and share of Motor Vehicle tax. Since the amount has been credited to special treasury savings account, the same is to be treated as part of the initial corpus.

During the financial year 2023-24, an amount of Rs.42,250 lakhs was received from GoK vide GO No.54/2024/fin and GO no. 9210/2023/fin (read with Order No. FA-2/5034/2024/KIIFB dated 10.01.2024) towards balance of motor vehicle tax which was credited to Revolving Corpus Fund. Further, KSIDC has repaid borrowing to extent of Rs.8,402.64 lakhs , which was fully provided for in earlier years and accordingly, the provision to extent of Rs.8402.64 lakhs was written back to P&L and c/f to Revolving Corpus Fund. The above amounts of Rs.50,652.64 lakhs (Rs.42,250 lakhs plus Rs.8,402.64 lakhs) which was lying in the Revolving Corpus Fund was transferred to Initial Corpus Fund by the management and equivalent fund was directly credited/ transferred to special treasury account earmarked for initial corpus. The transfer as above has been approved by Govt. of Kerala vide GO Rt.No 4098/2024/Fin dated 18.05.2024 (Rs.42,250 lakhs) and GO RT No.4099/2024/Fin dated 18.05.2024 (Rs.8,402.64 lakhs).

During the previous year 2024-25, an amount of Rs.56,518 lakhs was received from GoK vide GO (Rt). No.496/2025/Fin towards balance of motor vehicle tax which was credited to Revolving Corpus Fund The amount of Rs.56,518 lakhs which was lying in the revolving corpus fund was transfered to initial corpus fund vide G.O (Rt) No.674/2025/Fin dated 23.01.25.

1.2 During the year, an amount of Rs.21,909 lakhs was received from GoK vide GO (Rt). No.9779/2025/Fin dated 05.12.2025 towards balance of motor vehicle tax which was credited to Revolving Corpus Fund.The amount of Rs,21,909 lakhs which was lying in the revolving corpus fund was transfered to initial corpus fund vide GO (Rt). No.2114/2026/Fin dated 28.02.2026.

Note - 2

Corpus Fund - Revolving

	As at 31.03.2026	As at 31.03.2025
A. Fund from Contingency Fund of Government of Kerala	75.00	75.00
Total -(A)	**75.00**	**75.00**
B. Corpus fund by way of statutory contribution from GoK		
Opening Balance	18,91,101.75	15,73,437.96
Add: Statutory contribution received during the year	3,84,409.00	3,69,518.00
Less: Transfer to initial corpus fund (refer note 1.2)	(21,909.00)	(56,518.00)
Add: Previous year adjustment for capitalisation of Intangible Asset (Refer note 9.1)	-	493.41
Add/(less): Allotment of funds/(return) of unutilised LAC-ADS share	(67.02)	2,012.20
Add : Interest received during the period from Deposits made out of corpus fund (Refer Note 2.2)	2,197.14	2,109.48
Add : Corpus fund resumed by the Govt during the preceding year returned during the year	0.52	49.24
Less : Corpus fund resumed by the Govt .during the year	(6,999.05)	(0.52)
Closing Balance of funds available for utilisation	**22,48,733.34**	**18,91,101.77**
Utilisation of Corpus Fund		
i) Funds Utilised for financing of direct project cost as at year end (see Note 2.4 below)	(34,76,944.93)	(27,76,715.26)
ii) Fund Utilised for financial assistance by way of long term loans to revenue generating projects as at year end (see Note 2.5 below)	(5,49,829.51)	(6,81,961.21)
iii) Deficit from operations in P & L a/c recouped (see Note 2.3 below)	(6,00,605.65)	(4,22,564.62)
iv) Transfer to Initial Corpus fund (refer note 1.1)	(8,402.64)	(8,402.64)
Subtotal	**(46,35,782.74)**	**(38,89,643.74)**
Total-(B)	**(23,87,049.40)**	**(19,98,541.97)**
C. Reserve for financial assistance to revenue generating projects		
Financial assistance for revenue generating projects adjusted as per contra	5,49,829.51	6,81,961.21
Total-(C)	**5,49,829.51**	**6,81,961.21**
D. Reserve & Surplus of Subsidiary/Associate Company		
Subsidiary Company -KIIFCON	708.43	493.98
Associate Company- KIFML	(44.55)	(48.04)
Total-(D)	**663.88**	**445.94**
Total (A)+(B)+(C)+(D)	**(18,36,481.01)**	**(13,16,059.83)**
Less: Transferred to statutory contribution receivable from GoK (see Note 2.6 below)	**(18,36,481.01)**	**(13,16,059.83)**

2.1 The corpus fund represents capital investment of State Government in KIIFB to meet its long term/short term capital requirements for financing the infrastructure projects in the State as per the objectives in the KIIF Act, 1999 as amended by amendment Act of 2016.The revolving corpus fund is received on an annual basis towards financial support for Infrastructure Development by way of statutory contribution being share of KIIFB from Cess on petrol and share of KIIFB from Motor Vehicle Tax as per KIIF Act.

2.2 Interest generated from the investments made directly out of corpus fund amounting to Rs. 2,197.14 Lakhs is credited to the corpus fund based on resolution of the board taken in line with the provisions of KIIF Act, which stipulates that such interest is to be mandatorily used for the objectives of KIIFB and hence forms a part of statutory contribution accounted under Corpus Fund. Such interest are directly attributable to deposits made out of such contribution during the year.

2.3 **Deficit in operations in P & L a/c recouped**

	As at 31.03.2026	As at 31.03.2025
Accumulated deficit as at beginning of the year	(4,22,564.72)	(2,89,598.13)
Current Year profit/(Loss)	(1,78,041.02)	(1,32,966.59)
Closing Balance	**(6,00,605.74)**	**(4,22,564.72)**

The net loss in Profit and Loss account for the year of Rs. 1,78,041 lakhs representing utilisation of Corpus Fund for meeting the expenses in relation to the administration of the fund has been recouped from the Corpus Fund by transferring an amount equal to the net loss for the year from operations from Corpus Fund to P&L a/c.

2.4	**Particulars of Fund Utilised out of Corpus Fund / Statutory contribution for direct project cost**	**As at 31.03.2026**	**As at 31.03.2025**
	Opening Balance	27,76,715.26	23,37,692.83
	Add: Utilised during the year for financing of direct project cost (See Note 23)	7,00,229.67	4,39,022.43
	Closing Balance	**34,76,944.93**	**27,76,715.26**

2.5	**Particulars showing movement of fund utilised out of Corpus Fund / statutory contribution for financial assistance to revenue generating projects**	**As at 31.03.2026**	**As at 31.03.2025**
	Opening Balance	6,81,961.21	5,14,072.12
	Add : Financial assistance given during the year including retention amount	11,257.23	2,48,579.40
	Less : Financial assistance repaid during the year	(1,43,388.93)	(80,690.31)
	Closing Balance	**5,49,829.51**	**6,81,961.21**

	Particulars of Fund transferred to statutory contribution receivable from GoK	**As at 31.03.2026**	**As at 31.03.2025**
2.6	Current portion of statutory contribution receivable	4,19,924.00	3,62,500.00
	Non Current portion of statutory contribution receivable	14,16,557.01	9,53,559.83
		18,36,481.01	**13,16,059.83**

2.6.1 The balances under statutory contribution receivable from GoK of Rs.18,36,481.01 lakhs is considered good and recoverable and there is no uncertainty with regard to ultimate recovery, based on financial operational model of KIIFB as per the KIIF Act, 1999 as such amounts are expected to be recouped from the statutory contribution receivable in future years and are incorporated in the Asset Liability Management system and represents net amount spent as per the operational model implemented by KIIFB as envisaged in the KIIF Act,1999.

2.6.2 Current portion of statutory contribution receivable has been ascertained on the basis of Budgetary allotment of statutory contribution as per Annual Finance Act 2026 of GoK and balance amount has been shown under Non Current Asset.

2.7 During the year, KIIFB has incurred promotional and media-related expenditure amounting to Rs. 7,997.70 lakhs in connection with its flagship projects, including foundation laying ceremonies and inauguration events, to promote public awareness, enhance brand awareness and credibility for KIIFB in view of its need to access financial markets on a continuous basis and as a part of its stakeholder communication activities. The 56th General Body at its meeting held on 13.02.2026 ratified the expenditure incurred prior to that date and accorded sanction for capitalisation of project-related media expenses, incurred in connection with promotional and awareness creation activities including advertisements and other publicity activities for inauguration of completed projects and commencement of new projects, subject to a ceiling of 1% of the approved project cost. Such expenditure has a direct relation with the respective projects, and is specifically identifiable and attributable to individual projects, with one-to-one mapping of costs to the concerned projects. Accordingly, Rs.1,985.40 lakhs (incurred prior to 13.02.26) and Rs.6,012.29 lakhs (incurred after 13.02.26 pursuant to the above sanction) have been capitalised as part of the project cost and carried under the Revolving Corpus Fund.

Note - 3

Long Term Borrowings	**As at 31.03.2026**	**As at 31.03.2025**
Unsecured Loans		
i. KNRKWB under Pravasi dividend scheme (Note 3.2)	34,113.25	34,048.69
ii. KSFE Pravasi Bond (Note 3.1)	1,16,796.60	1,07,076.60
Issue proceeds from Bonds (Note 3.3)		
iii. Domestic Bond	8,34,995.00	5,11,511.00
iv. Green Bond	30,002.00	30,002.00
Loan From Banks and Financial Institutions (Note 3.4)		
v. Loan From NABARD	6,57,505.48	4,31,870.09
vi. Loan From SBI	37,482.16	49,982.16
vii. Loan From Union Bank	32,500.00	41,249.59
viii. Loan From Indian Bank	60,100.01	70,180.01
ix. Loan From Canara Bank	74,748.29	56,749.18
x. Loan from Bank of Maharashtra	74,999.49	84,999.49
xi. Loan from Bank of Baroda	1,35,156.25	1,60,156.25
xii. Loan from Bank of India	54,250.00	61,250.00
xiii. Loan from ICICI	5,000.00	10,000.00
xiv. Loan from Kotak Mahindra Bank	5,000.00	8,333.33
xv. Loan from IOB	1,50,000.00	-
xvi. Loan from REC	2,93,992.27	3,84,973.83
xvii. Loan from KFC	92,422.21	1,16,676.21
xviii. Loan from PFC	87,071.63	87,071.63
xix. Loan from HUDCO	3,43,698.33	3,43,881.49
xx. Loan from Sagarmala Finance Corporation Ltd	1,00,000.00	-
Total A	**32,19,832.97**	**25,90,011.55**

Less: Current Maturity of loan shown under Short Term Borrowings:		
i. Domestic Bond	5,357.00	-
ii. Green Bond	2,143.00	-
iii. Loan From NABARD	27,925.21	11,897.85
iv. Loan From REC	94,359.08	89,855.72
v. Loan from KFC	8,340.00	16,661.32
vi. Loan From Union Bank	8,750.00	8,750.00
vii. Loan From Indian Bank	10,080.00	10,080.00
viii. Loan from SBI	12,500.00	12,500.00
ix. Loan from Canara Bank	7,000.00	7,000.00
x. Loan from Bank of Baroda	25,000.00	25,000.00
xi. Loan from Bank of India	7,000.00	7,000.00
xii. Loan from Bank of Maharashtra	10,000.00	10,000.00
xiii. KSFE Pravasi Bond	44,497.00	29,257.00
xiv. Loan from ICICI	5,000.00	5,000.00
xv. Loan from HUDCO	31,944.90	30,284.18
xvi. Loan from Kotak Mahindra Bank	3,333.33	3,333.33
xvii. Loan from PFC	4,353.58	-
Total B	**3,07,583.10**	**2,66,619.40**
Total (A-B)	**29,12,249.87**	**23,23,392.15**

Note - 3.1

KSFE Pravasi Bond

KIIFB had issued Security Bonds (with interest rate of 7.5% and 8.5% pa) & Deposit Bonds (with interest rate of 7.6% pa) to KSFE Ltd. Security bonds carry the interest rate of that for FDs (of similar tenure) at Government Treasury prevailed during the time of issue of the Bonds.The rate offered by Deposit Bond is 0.10% higher than the Treasury rate. Exclusive Government orders are also been issued in this regard. These bonds are also backed by the Guarantee of the State to the extent of value of Bond Outstanding.

Maturity Profile of the KSFE Pravasi bond

Maturity Profile	Amount in
2026 - 27	44,497.00
2027 - 28	21,551.00
2028 - 29	39,693.00
2029 - 30	3,764.60
2030 - 31	5,786.00
2031 - 32	440.00
2033 - 34	90.00
2034 - 35	475.00
2035 - 36	500.00
Total	**1,16,796.60**

Note - 3.2

Revised Tripartite agreement is pending to be executed between KNRKWB, KIIFB and GoK by incorporating matters relating to treatment / adjustment of TDS receivable for KNRKWB.

Loan amount includes interest accrued on loan upon maturity amounting to Rs.2,262.06 lakhs (P.Y- 2,190.67 lakhs) as per the terms of agreement and KNRKWB Scheme. Interest on loan are calculated based on the records relating to loan balances (yearly basis) furnished by KNRKWB.

Note 3.3

a) Domestic Bond-I

Domestic Bond Series I issued on 22.12.2023 (Rs. 1,00,296 lakhs) and re-issued on 18.01.2024 (Rs. 49,700 lakhs) total amounting to Rs.1,49,996 lakhs at a coupon rate of 8.95% per annum payable quarterly. Non convertible domestic bond in nature of debenture comprising of seven sub series 'A' through 'G' with maturity ranging from 4-10 years which is listed on BSE Limited.

b) Domestic Bond-II

Domestic Bond Series II issued on 26.03.2024 (Rs. 61,166 lakhs) and re-issued on 23.04.2024 (Rs. 23,828 lakhs) total amounting to Rs.84,994 lakhs at a coupon rate of 9.1% per annum payable quarterly. Non convertible domestic bond in nature of debenture comprising of seven sub series 'A' through 'G' with maturity ranging from 4-10 years which is listed on BSE Limited.

c) Domestic Bond-III

Domestic Bond Series III issued on 08.10.2024 (Rs 85,015 lakhs) and reissued on 29.10.2024 (Rs 14,987 lakhs) total amounting to Rs.1,00,002 lakhs at a coupon rate of 9.49% per annum payable quarterly. Non convertible domestic bond in nature of debenture comprising of seven sub series 'A' through 'G' with maturity ranging from 4-10 years which is listed on BSE Limited.

d) Domestic Bond-IV

Domestic Bond Series IV issued on 27.12.2024 (Rs. 50,001 lakhs) and re-issued on 17.02.2025 (Rs. 1,00,002 lakhs) total amounting to Rs.1,50,003 lakhs at a coupon rate of 9.42% per annum payable quarterly. Non convertible domestic bond in nature of debenture comprising of seven sub series 'A' through 'G' with maturity ranging from 4-10 years which is listed on BSE Limited.

e) Domestic Bond-V

Domestic Bond Series V issued on 25.03.2025 amounting to Rs.26,516 lakhs and reissued on 08.05.2025 Rs. 23,478 Lakhs Total amounting to Rs. 49,994 Lakhs at a coupon rate of 9.49% per annum payable quarterly. Non convertible domestic bond in nature of debenture comprising of seven sub series 'A' through 'G' with maturity ranging from 4-10 years which is listed in on BSE Limited. The aggregate issue size of Domestic Bond Series V is Rs 49,994 lakhs.

f) Domestic Bond-VI

Domestic Bond Series VI issued on 08.08.2025 amounting to Rs.1,50,003 lakhs at a coupon rate of 9.67% per annum payable quarterly. Non convertible domestic bond in nature of debenture comprising of seven sub series 'A' through 'G' with maturity ranging from 4-10 years which is listed in on BSE Limited. The aggregate issue size of Domestic Bond Series VI is Rs 1,50,003 lakhs.

g) Domestic Bond-VII

Domestic Bond Series VII issued on 21.01.2026 amounting to Rs.1,50,003 lakhs at a coupon rate of 9.30% per annum payable quarterly. Non convertible domestic bond in nature of debenture comprising of seven sub series 'A' through 'G' with maturity ranging from 4-10 years which is listed in on BSE Limited. The aggregate issue size of Domestic Bond Series VII is Rs 1,50,003 lakhs.

h) Green Bond

Green bond issued on 03.07.2023 for an amount of Rs.30,002 lakhs at coupon rate of 8.49% per annum payable quarterly. Non convertible green bond in nature of debenture comprising of seven sub series 'A' through 'G' with maturity ranging from 4-10 years which is listed in Stock exchange BSE Limited.

The above bonds are backed by guarantee of Government of Kerala.

Maturity Profile of Bonds

Amount in Rs.(Lakhs)

Sl No	Maturity Profile (in Years)	Green Bond Series	Domestic Bond Series I to VII
i.	4	4,286	1,19,285
ii.	5	4,286	1,19,285
iii.	6	4,286	1,19,285
iv.	7	4,286	1,19,285
v.	8	4,286	1,19,285
vi.	9	4,286	1,19,285
vii.	10	4,286	1,19,285
	Total	**30,002**	**8,34,995**

Note No 3.4

Loan From Banks and Financial Institution and other lenders

i. KIIFB has availed Loan from various Public Sector Banks, scheduled banks, companies and Financial Institutions duly backed by Guarantee of Government of Kerala as mandated by the KIIF Act, 1999 and subsequent amendment Act of 2016 passed by Kerala Legislature except in the case of loan from Kerala Non Residents Keralites' Welfare Board (KNRKWB) under Pravasi dividend scheme which is guaranteed by GoK to KNRKWB.

ii. The details of the term loans and the terms of repayment are as follows:

Sl No	Name of lender	Sanction Date	Amount Sanctioned (in Lakhs)	Tenure and Interest Rate (%)	Repayment Terms
1	State Bank of India	15.12.2018	1,00,000	10 Years with 2 years moratorium Interest Rate of 7.7% 9.35% (w.e.f 05.02.2026)	In 32 equal quarterly instalments of Term Loan availed within 18 months of first disbursement and commencing after a moratorium of 24 months from the date of first disbursement.

2	Indian Bank	19.12.2018	50,000	12 Years with 2 years moratorium Interest Rate of 7.7% 9.15% (w.e.f 31.01.2026)	Repayable in 120 monthly instalments of Rs.4.20 Crore each besides interest charged on monthly rests after an initial moratorium period of 2 years. Interest to be serviced as and when debited including during holiday period. Total door to door tenure is 12 years.
		30.06.2021	50,000	12 Years with 2 years moratorium Interest Rate of 7.5% 9.25% (w.e.f 30.06.2025)	Repayable in 120 monthly instalments of Rs.4.20 Crore each besides interest charged on monthly rests after an initial moratorium period of 2 years. Interest to be serviced as and when debited including during holiday period. Total door to door tenure is 12 years.
3	Union Bank of India	15.02.2020	25,000	12 Years with 2 years moratorium Interest Rate of 7.55% 9.9% (w.e.f 26.02.2026)	The Term loan to be repaid in 120 equal monthly instalments after initial moratorium of 2 years. In the initial moratorium interest has to be serviced as and when due whether debited or not.
		29.12.2018	50,000	10 Years with 2 years moratorium Interest Rate of 7.55% 9.9% (w.e.f 04.02.2026)	The Term loan to be repaid in 96 equal instalments after initial moratorium of 2 years. In the initial moratorium interest has to be serviced every month.

4	NABARD	24.03.2017	20,080	12 Years including 2 Years moratorium Interest Rate of 9%	12 Years including 2 Years moratorium. Principal to be repaid in 40 quarters.
			36,420	15 Years including 2 Years moratorium Interest Rate of 8.8%	
		20.07.2020	1,06,173	15 Years including 2 Years moratorium Interest Rate of 7.9%	15 Years including 2 Years moratorium. Principal to be repaid in 52 quarters.
		26.07.2024	1,00,812	15 Years including 2 Years moratorium Interest Rate of 7.01%	
		25.10.2024	3,17,436	15 Years including 2 Years moratorium Interest Rate of 7.25%	
		11.12.2024	24,770	15 Years including 2 Years moratorium Interest Rate of 7.29%	
		30.05.2025	1,80,871	15 years including 2 years of moratorium period. Interest rate is 8.30% p.a. payable quarterly for all disbursements till the first reset, provided the first disbursement is availed within six months from the date of sanction.	
		30.05.2025	1,82,908		
5	Canara Bank	29.08.2019	20,000	12 Years with 2 years moratorium Interest Rate of 7.55% 8.95% (w.e.f. 06.09.2025)	The Term loan to be repaid in 40 equal quarterly instalments after initial moratorium of 2 years. In the initial moratorium interest has to be serviced every month.
		30.11.2021	50,000	12 Years with 2 years moratorium Interest Rate of 7.45% 8.9% (w.e.f 31.12.2025)	
		26.09.2025	25,000	12 Years with 2 years moratorium Interest Rate of 8.95%	
6	KNRKWB under Pravasi dividend scheme	19.12.2019	18,114	Interest rate @9%	Repayment in accordance with the terms of the pravasi dividend scheme.
			13,276	Interest rate @8.3%	
			1,649	Interest rate @8.6%	
7	Bank of India	21.12.2021	70,000	12 Years with 2 years moratorium Interest Rate of 7.45% 9.05% (w.e.f 24.12.2025)	The Term loan to be repaid in 40 equal quarterly instalments after initial moratorium of 2 years. In the initial moratorium interest has to be serviced every month.
8	Bank of Maharashtra	26.07.2021	1,00,000	12 Years with 2 years moratorium Interest Rate of 7.50% 9.1% (w.e.f 23.09.2025)	The Term loan to be repaid in 40 equal quarterly instalments after initial moratorium of 2 years. In the initial moratorium interest has to be serviced every month.

9	Bank of Baroda	26.05.2021	75,000	10 Years with 2 years moratorium Interest Rate of 7.55% 9% (w.e.f 30.09.2025)	The Term loan to be repaid in 32 equal quarterly instalments after initial moratorium of 2 years. In the initial moratorium interest has to be serviced every month.
		29.09.2021	1,25,000		
10	Rural Electrification Corporation Limited	08.06.2021 & 09.06.2021	2,26,827	7 Years with 2 years moratorium Interest Rate of 8.80%	The Term loan to be repaid in 60 equal monthly instalments after initial moratorium of 2 years. In the moratorium period interest has to be serviced every month.
		03.11.2021	1,24,888	7 Years with 2 years moratorium Interest Rate of 8.80%	
		08.12.2021	22,865	7 Years with 2 years moratorium Interest Rate of 8.80%	
		26.07.2022	16,073	7 Years with 2 years moratorium Interest Rate of 8.80%	
		26.07.2022 & 16.08.2022	80,719	7 Years with 2 years moratorium Interest Rate of 8.80%	
		13.01.2023	67,551	7 Years with 2 years moratorium Interest Rate of 8.80%	
11	Housing and Urban Development Corporation Ltd. (HUDCO)	01.09.2021	1,00,000	15 Years with 2 years moratorium Interest Rate of 7.45% 9.05% (w.e.f. 22.03.2024)	The Term loan to be repaid in 52 equal quarterly instalments after initial moratorium of 2 years. In the moratorium period interest has to be serviced quarterly.
		06.10.2022	2,00,000	15 Years with 2 years moratorium Interest Rate of 9.05%/ 8.9% (w.e.f. 13.12.2023/20.06.2025)	The Term loan to be repaid in 52 quarterly instalments after initial moratorium of 2 years. In the moratorium period interest has to be serviced quarterly.
		13.03.2024	85,000	15 Years with 1 year moratorium Interest Rate of 9.25%	The Term loan to be repaid in 56 equal quarterly instalments.
		06.08.2024	93,000	15 Years with 1 year moratorium Interest Rate of 9.25% (w.e.f 27.09.2025)	The Term loan to be repaid in 56 equal quarterly instalments.
12	ICICI Bank	28.01.2022	30,000	5 Years with 1 Year moratorium Interest Rate 7.45% 9.3% (w.e.f 02.04.2024)	The Term loan to be repaid 8 equal semi-annual instalment after a moratorium of 1 year from date of 1st disbursement.

13	Kotak Mahindra Bank	28.09.2022	10,000	5 year including moratorium of 2 years Interest Rate 8.4% 8.75% (w.e.f 16.09.2025)	Moratorium shall be 2 years from the date of first Loan disbursement. Loan shall be repaid by way of 36 monthly principal payments starting from month following the 2 year moratorium Interest shall be paid on monthly basis.
14	Kerala Financial Corporation (KFC)	28.06.2022	1,00,000	7 years including 1 year moratorium Interest Rate of 7.95% 9.55% (w.e.f 01.07.2024)	The Term loan to be repaid in 24 equal quarterly instalment commencing after a moratorium of 12 months from the date of first instalment. Loan closed on 24.03.2026.
		22.03.2025	50,000	7 years including 1 year moratorium Interest Rate of 9.55%	The Term loan to be repaid in 24 equal quarterly instalment commencing after a moratorium of 12 months from the date of first instalment. Loan closed on 24.03.2026.
		30.10.2025	50,000	10 years including 2 year moratorium Interest Rate of 9.3%	The Term loan to be repaid in 32 equal quarterly instalment commencing after a moratorium of 24 months from the date of first instalment.
15	Power Finance Corporation (PFC)	28.03.2024	99,133	15 years with 1 year moratorium. Interest rate of 8.95% p.a. The interest rate shall be reset on annual basis.	The loan shall be repaid in 180 equal monthly instalments on 15 th day of each month , commencing from the first repayment date falling 12 months after scheduled Date of Commencement of Commercial Operations (DCCO).
16	Indian Overseas Bank	04.11.2025	15,000	12 years including moratorium of 2 years. Interest rate is one year MCLR ie 8.85% + 0.20% ie 9.05% per annum.	The loan will be repaid in 40 equal quarterly installments after a period of 2 years of moratorium. The interest will be charged with mothly rests.
17	Sagarmala Financial Corporation	14.02.2026	2,97,571	15 years including 2 years of moratorium period. Interest rate is 8.85% pa. floating,to be reset annually at MCLR + spread of 48 bps. Calculated and payable on a monthly rest basis.	156 equal monthly instalments after the completion of 2 years of moratorium or such other date as specified by the Corporation. No moratorium applicable on interest payment and serviced monthly from date of disbursement of each tranche.

Note - 4

Other Long term liabilities	**As at 31.03.2026**	**As at 31.03.2025**
Interest Accrued on Loan From KNRKWB under Pravasi dividend scheme	9,205.15	8,974.88
Less: Transfer of accrued Interest to principal upon maturity (Refer Note 3.2)	(2,262.06)	(2,190.67)
Total	6,943.09	6,784.21
Retention Money Payable	674.97	674.97
	7,618.06	**7,459.18**

Note - 5

Short Term Borrowings	**As at 31.03.2026**	**As at 31.03.2025**
Secured, Repayable on Demand		
Current maturity of long term borrowing :		
i. Domestic Bond	5,357.00	-
ii. Green Bond	2,143.00	-
iii. Loan From NABARD	27,925.21	11,897.85
iv. Loan From REC	94,359.08	89,855.72
v. Loan from KFC	8,340.00	16,661.32
vi. Loan From Union Bank	8,750.00	8,750.00
vii. Loan From Indian Bank	10,080.00	10,080.00
viii. Loan from SBI	12,500.00	12,500.00
ix. Loan from Canara Bank	7,000.00	7,000.00
x. Loan from Bank of Baroda	25,000.00	25,000.00
xi. Loan from Bank of India	7,000.00	7,000.00
xii. Loan from Bank of Maharashtra	10,000.00	10,000.00
xiii. KSFE Pravasi Bond	44,497.00	29,257.00
xiv. Loan from ICICI	5,000.00	5,000.00
xv. Loan from HUDCO	31,944.90	30,284.18
xvi. Loan from Kotak Mahindra Bank	3,333.33	3,333.33
xvii. Loan from PFC	4,353.58	-
	3,07,583.10	**2,66,619.40**
Total	**3,07,583.10**	**2,66,619.40**

Note - 6

Trade Payables - (KIIFCON)	**As at 31.03.2026**	**As at 31.03.2025**
(1) Total outstanding dues of Micro Enterprises and Small Enterprises	4.67	6.74
(2) Total outstanding dues of other than Micro Enterprises and Small Enterprises	61.34	45.74
	66.01	**52.48**

Note - 7

Other Current Liabilities	**As at 31.03.2026**	**As at 31.03.2025**
Sundry Creditors for Expenses (Note 7.1)	5,645.84	1,252.95
Guarantee Commission Payable	23,973.07	19,210.44
Statutory Liabilities	2,410.54	2,983.66
Centage Payable	-	351.99
Interest on Domestic Bond Payable	7,358.95	2,744.47
Interest on Green Bond Payable	607.13	607.13
Interest on KSFE Pravasi Bond	1,860.67	1,791.22
Interest on Term Loan Payable	1,848.21	1,555.20
Interest on KNRKWB Loans	-	8.91
Salary Payable	52.48	51.20
Audit Fee Payable	7.20	7.20
Project Fund Unspent	60.52	60.52
Other payables	46.75	7.61
Total	**43,871.35**	**30,632.50**

7.1 Sundry creditors for expenses does not include bills raised by Rail India Technical and Economic Services (RITES) for work done up to 31.03.2026 amounting to Rs. 1,615.16 Lakhs which are pending to be approved by the Board .Details disclosed in Note 34.5 relating to Invoices pending approval. The above amount is outstanding for more than one year.

Note - 8

Short-term provisions	**As at 31.03.2026**	**As at 31.03.2025**
Provision for income tax- KIIFCON	72.24	27.92
	72.24	**27.92**

Note - 9

Written down balance of Property, Plant and Equipment	**As at 31.03.2026**	**As at 31.03.2025**
Tangible assets	707.38	460.16
Intangible assets	1,373.89	101.11
Intangible assets under Development(Refer Note 9.1 & 9.3)	-	910.91
	2,081.27	**1,472.17**

Refer Note -9 Property, Plant and Equipment and Depreciation statement

9.1 An amount of Rs.910.91 lakhs has been incurred up to 31.03.2025 towards the re-engineering and upgradation of the Project Finance Management System (PFMS), comprising license fees and development charges. Of this, Rs.493.41 lakhs was incurred in the financial year 2023-24 and was expensed in that year with a corresponding impact to the Corpus Fund. Accordingly, the amount expensed in the financial year 2023-24 has been reversed and credited back to the Corpus Fund in the previous year.

Note - 10

Non-current investments	**As at 31.03.2026**	**As at 31.03.2025**
Investment in Associate Company - Kerala Infrastructure Fund Management Limited	122.90	119.42
Investment in Kerala Infrastructure Growth Fund I (Refer Note 31)	796.87	509.85
Total	**919.77**	**629.27**

10.1 **Carrying amount of Investment in Associate Company**

	FY 2025-26	**FY 2024-25**
Cost of Investment	167.45	167.45
Opening Carrying value	119.42	96.36
Add: Share of profit	3.48	23.06
Closing Carrying value	**122.90**	**119.42**

10.1 Kerala Infrastructure Fund Management Limited is a Company formed under Companies Act, 2013 with main objective of Fund Management services.

10.2 During the year, KIIFB made a capital contribution of Rs. 287.02 lakhs (287020.19 units at face value of Rs. 100 per unit) in addition to the intial capital contribution of Rs. 509.85 lakhs (509847.66 units at face value of Rs.100 per unit) during the previous year to the Kerala Infrastructure Growth Fund I, a SEBI-registered Category II Alternative Investment Fund (AIF) established to finance infrastructure projects in Kerala. As the sponsor, KIIFB has committed 30% of the total revised fund size of Rs. 60,000 lakhs, amounting to Rs. 18,000 lakhs, as approved in the 46th General Body meeting. The contribution was made pursuant to the drawdown notice issued by the Investment Manager, Kerala Infrastructure Fund Management Limited (KIFML), an associate of KIIFB.

Note - 11

Deferred Tax Asset (Net)	**As at 31.03.2026**	**As at 31.03.2025**
Deferred Tax Asset of KIIFCON		
On account of depreciation	0.79	0.16
On account of disallowance u/s 43B(h)	-	0.52
	0.79	**0.68**

Note - 12

Long Term Loans & Advances	**As at 31.03.2026**	**As at 31.03.2025**
(Considered good)		
Financial assistance made to Revenue Generating Projects	5,26,661.25	5,21,238.45
(contra by credit to Financial assistance Reserve for revenue)		
Accrued Interest on Loans for projects* (Refer Note 26.4)	1,97,463.27	1,79,802.37
Total-(A)	**7,24,124.52**	**7,01,040.82**
* Includes interest not yet fallen due		
(Considered doubtful)		
Financial assistance made to Revenue Generating Projects	30,323.88	30,323.88
Accrued Interest on Loans for projects	10,134.24	10,134.24
Less : Provision for conversion of Loan into Non income generating project (Net)	(40,458.12)	(40,458.12)
Total-(B)	(0.00)	(0.00)
Total(A+B)	**7,24,124.52**	**7,01,040.82**
Less : Provision for Standard Asset	(2,880.93)	(2,804.16)
Less : Provision for Sub - Standard Asset (Refer Note 26.4)	(389.10)	-
Total	**7,20,854.48**	**6,98,236.66**

12.1

The meeting of the General Body of KIIFB held on 27.02.2023 has directed to take steps to frame and develop IRAC norms relevant and applicable for long term infrastructure projects based on study conducted by an external agency. Such norms prepared have been approved by the General Body at its meeting held on 27.02.2023 and amended by way of circular resolution dated 13.04.2023 thereafter. Further based on Prudential norms on Income recognition, asset classification and provisioning (IRACP Norms) for long term infrastructure projects was adopted by KIIFB w.e.f 01.04.2023, vide circular resolution stated above and the same has been revised in the 46th General Body Meeting of KIIFB held on 02.09.2023.
Further the IRACP norms were amended by the 56th General Body held on 13.02.2026, Asset classification based on the disbursement timeline and additional prudential triggers for disbursement milestone were introduced in the revised IRACP Norms.

As per the revised IRACP norms, KIIFB has classified projects into four categories based on the viability of projects into High, Medium, Low and no commercial viability projects. As per the provisions of IRACP Norms, project identified and categorised as Category I/ II earlier but later re-categorised as category III project, entire interest accrued in the past periods shall be reversed. Hence for such projects IRACP Norms are not applicable from the effective date of classification till such time repayment agreement are executed or project identified as loan in books of accounts whichever is earlier.

During the previous year, a new RGP was identified with code IND004-01 and name 'Setting up of Carbon Neutral Coffee Park at Wayanad'. An amount of Rs.980.62 lakhs was disbursed towards land acquisition for the project for which financial sanction is already obtained. The categorization of the project is pending as on 31.03.2026. However, an interest amount of Rs.121.99 lakhs is being recognised from this revenue-generating project.

During the year, two new RGPs, PEA001-01 (Work Near Home Phase I) and PEA001-04 (Work Near Home Direct Driven Model), were identified. An amount of Rs. 52.86 lakhs and Rs. 342.05 lakhs, respectively, was disbursed towards these projects, for which financial sanction had already been obtained. The categorisation of these projects is pending as at 31.03.2026. However, interest income of Rs1.24 lakhs and Rs12.91 lakhs, respectively, has been recognised from these projects.

As per the Revised IRACP Norms approved by the 56th General Body on 13.02.2026, non-achievement of disbursement milestones triggers enhanced monitoring and classification as sub-standard where such delays persist beyond 36 months from the relevant milestone. In respect of Project IND007-01 (Development of Industrial park by takeover of land from M/s Hindustan Newsprint Ltd), 100% disbursement was not achieved within the stipulated timeline as per the approved schedule. However, as confirmed by KINFRA vide communication dated 05.05.2026, the project has been completed and is operational, and the revised financial sanction is under process. Accordingly, the asset has not been classified as sub-standard during the year.

Details showing categorisation of Revenue generating projects and outstanding balance are given below.

Category	Type of Category	No. of Projects	Loan	Interest Accrued
I	Projects which have high commercial viability	8	6,59,169.89	67,282.59
II	Projects which have medium commercial viability	7	25,144.67	1,043.54
III	Projects which have low commercial viability	2	40,458.12	-
IV	Projects which have no commercial viability	0	-	-
		17	**7,24,772.68**	**68,326.13**

Table showing movement of Provision for Category III Projects *(Rs. in Lakhs)*

Particulars	As at 31.03.2026	As at 31.03.2025
Opening balance of provision	40,458.12	40,458.12
Add: Provision made during the year	-	-
Less: Reversal of provision	-	-
Closing balance of provision	**40,458.12**	**40,458.12**

12.2 At the meeting of CEO, Principal Secretary of Industries department and KSIDC officials held on 24.06.2023 it was decided to place before the general body of KIIFB, a proposal for conversion of the project Bio 360 life science park phase I which was hitherto treated as revenue generating, into non -revenue generating project. The amount disbursed to the project till the close of the year is Rs. 30,117.04 Lakhs and accrued interest Rs.9,267.80 Lakhs upto 31.03.2021.No interest has been recognised on the project subsequent to 31.03.2021 pending implementation of resolution plan. The total cost of Rs.39,384.84 Lakhs (Incl accrued interest) has been fully provided for as doubtful and charged to P&L A/c of the preceding year as project cost. Further in the 46th general body of KIIFB revised IRACP norms was placed and the above loan was classified as category III project.(Projects with low commercial viability). Accordingly no interest has been recognised on the project.

In addition to the above, 46th General body held on 02.09.2023 has classified two projects namely ITD001-02-SPV KSITIL (Amount o/s including accrued interest Rs.10,850.82 lakhs) and LSG 007-01-SPV KSEB (Amount o/s including accrued interest Rs.9,475.92 lakhs) into lower commercially viable project (Category III). However repayment agreement was executed for the project ITD 001-02 as on 13.04.2024 and reclassified the same to Category II project. As per the terms of agreement interest rate was reduced to fixed rate of 5% from the existing ACDB rate.
Additional provision amounting to Rs.9,475.92 lakhs has been made in books of accounts towards outstanding loan amount and accrued interest till 31.03.2023 for LSG 007-01 project being classified to category III. No interest income has been recognised during the current year for said project.

12.3 On facts of the case, in respect of many of the revenue generating projects financed, there have been certain inherent delays during implementation which according to the management does not have adverse effect on the recovery of loans granted considering the operational model of KIIFB. Moreover, since the borrowers are government owned or controlled agencies, the loans are considered by the management as good and recoverable based on confirmations from the borrowers including for land acquisition projects aggregating to Rs. 3,65,136.01 Lakhs (total disbursement till 31.03.2026).

12.4 Out of the financial assistance to revenue generating projects, an amount of Rs.49,344.68 Lakhs is secured by way of mortgage by deposit of title deed.

12.5 Provision for standard assets at 0.40% and substandard at 10% has been made towards the outstanding amount of principal and interest as prescribed under IRACP Norms. i.e, (Category I and II projects)

12.6 During the year, two RGPs, namely IND 001-01 (Development of Industrial Infrastructure in Kannur & Palakkad District – Land Acquisition) and IND 002-01 (Setting up Petrochemical & Pharma Park Project), were restructured for the second time with the approval of the Government vide Letter No. G1/216/2025/ID dated 18.03.2026. The said second restructuring was carried out in accordance with Clause IX(d) of the Revised IRACP Norms approved by the 56th General Body. Accordingly, the assets continue to be classified as standard assets.

Note - 13

Other Non Current Assets	**As at 31.03.2026**	**As at 31.03.2025**
Considered Good		
Deposits	86.02	73.21
Non Current portion of DSRA Deposits	2,710.97	2,818.75
Interest accrued on DSRA Deposits	73.14	179.39
Total	**2,870.13**	**3,071.34**

Note - 14

Current Investments at cost	**As at 31.03.2026**	**As at 31.03.2025**
SBI Mutual Funds (Growth Fund) (refer note 14.1)	5,000.00	5,000.00
Total	**5,000.00**	**5,000.00**

14.1 Investments in SBI Mutual Fund units has a NAV of 5,335.46 Lakhs as on 31.03.2026

Note - 15

Cash and Cash Equivalents	**As at 31.03.2026**	**As at 31.03.2025**
Cash on Hand	0.14	0.10
Balance with Treasury	0.02	0.02
Balance with Banks		
in Term Deposits (Including DSRA deposits)	5,03,684.39	3,65,405.65
in Savings account and current account	1,49,131.64	39,695.72
	6,52,816.19	**4,05,101.49**
Other bank balance		
Balance with Treasury (Refer Note 15.1)	4,11,128.92	3,89,219.92
Total	**10,63,945.11**	**7,94,321.41**

15.1 Balance with treasury under other bank balances represents initial Corpus fund (Refer Note 1) and additional financial support to infrastructure development of kept separately in government treasury account.

Note - 16 **Trade Receivables**	As at 31.03.2026	As at 31.03.2025
Trade Receivables - KIIFCON	416.93	589.26
	416.93	**589.26**

Note - 17 **Short Term Loans and Advances**	As at 31.03.2026	As at 31.03.2025
Advances and other Receivables (refer note 17.1 & 17.2)	3,127.47	8,285.40
Current maturity of Financial assistance made to Revenue Generating Projects '(contra by credit to Financial assistance Reserve for revenue)	23,168.27	1,60,722.76
Current maturity of interest accrued w.r.t Financial assistance made to Revenue Generating Projects	6,859.57	16,625.08
Less : Provision for Standard Asset	(120.11)	(709.39)
Total	**33,035.19**	**1,84,923.85**

17.1 Advance and other receivable also includes an amount of Rs 916.73 Lakhs incurred towards expenses to be recovered from Information & Public Relations Department for which claims are raised and pending for more than one year which is subject to confirmation as at 31.03.2026. However, the balance has been confirmed as at 31.03.2023. In the opinion of management such amount is considered good and recoverable.

17.2 Advances and other receivables also include an amount of Rs. 1,637.57 lakhs incurred towards Norka Welfare Board (TDS). No receipt has been received by KIIFB in respect of this amount in the preceding 2 years. In the opinion of the management, the amount is considered good and fully recoverable.

Note - 18 **Other Current Assets**	As at 31.03.2026	As at 31.03.2025
Prepaid Expenses	10.01	111.81
TDS Credit (F.Y. 2025-26) Refer Note 32	583.12	-
TDS Credit (F.Y. 2024-25)	43.81	31.16
TDS Credit (F.Y. 2023-24)	9.28	9.28
TDS Credit (F.Y. 2022-23)	47.04	47.04
TDS Credit (F.Y. 2021-22)	1,139.44	1,139.44
TDS Credit (F.Y. 2019-20)	3,564.81	3,564.81
TDS Asset - KIIFCON	81.24	65.43
Advance Income Tax - KIIFCON	33.16	31.48
Income Tax Refund Due (F.Y. 2018-19)	118.79	118.79
GST Deposit -Appeal (Refer Note 34.6)	163.32	163.32
Current portion of Rent Deposit	5.00	2.75
Rent Advance	0.25	0.25
Security Deposit - NSDL	0.18	0.18
Unbilled Revenue Receivable	23.64	-
Project Asset - KIIFCON	168.07	100.06
Accrued Interest on Deposits	10,993.73	7,713.28
Total	**16,984.89**	**13,099.08**

18.1 The balance under TDS credit includes tax paid under dispute amounting to Rs.4,748.06 lakhs, which has been adjusted against income tax demands relating to the past assessment years.

Note - 19 **Interest income from deposits and investments**	For the year ended 31.03.2026	For the year ended 31.03.2025
Interest earned during the year	38,815.64	24,058.77
Less : Interest received during the period from Deposits made out of corpus fund (Refer note 2.2)	(2,197.14)	(2,109.48)
	36,618.51	**21,949.29**

Note - 20	For the year ended 31.03.2026	For the year ended 31.03.2025
Interest Income from Financial Assistance for revenue generating project (Refer Note 26.4)	79,267.06	69,054.95
	79,267.06	**69,054.95**

20.1 Interest income on loans granted for revenue generating projects is recognised on accrual basis as per the terms of the loan agreement, wherever such agreements have been entered into. Such loan agreement are entered into upon reaching 40% stage of disbursement as per the terms of the tripartite agreement between KIIFB, the SPV and the concerned Govt department.
As per revised IRACP norms projects are classified into four categories namely I, II, III and IV based on commercial viability high, medium, low and no commercial viability respectively. Interest income for Category I projects are recognised at Average Cost of Domestic Borrowing (ACDB) of KIIFB reset every six months in a calendar year with monthly compounding (in some cases rate agreed at the time of sanction), Category II projects at discounted rate of interest as compared to category I and with respect to other two categories interest income is not recognised in books of account.

20.2 On facts of the case, many of the projects financed with long gestation period are yet to be completed as at the year end. As per the terms of the loan sanctioned the repayment of principal and interest commences on completion of moratorium period. There have been certain significant time overrun on some of the projects due to various factors, but interest is payable on completion of moratorium period regardless of project completion as per terms of agreement.

20.3 Loan agreements are pending to be executed with two SPV M/s KSFDC and M/s KDISC as at 31.03.2026 for loan outstanding amounts to Rs 1,022.94 lakhs, although more than 40% stage of disbursement as per the terms of the tripartite agreement between KIIFB, the SPV and the concerned Govt department has been exceeded as at the year end. Steps are under process for execution of loan agreement which is pending the requisite clearance from the concerned departments of the Govt of Kerala .

20.4 The interest income recognised includes an amount of Rs.1,043.54 lakhs which is classified under category II projects with discounted interest rate.

20.5 Interest income recognised during the year ended 31.03.2026 includes an amount of Rs,29,396.54 lakhs on which 40% stage of disbursement has not been reached. The rate of interest chargeable is fixed only on reaching of 40% stage is reached as per the terms of tripartite agreement for the project. However, interest on such borrowing has been recognised based on rates agreed upon at the time of sanction of the loan/ ACDB rate as decided by the management.

Note-21	**For the year ended 31.03.2026**	**For the year ended 31.03.2025**
Revenue from operations of subsidiary company -KIIFCON		
DPR Services	102.71	105.30
Project Management Consultancy Services	826.99	663.85
Lab Services	16.12	4.68
Consultancy Fee	100.34	200.80
Unbilled Revenue	23.64	-
Total	**1,069.80**	**974.63**
Less: Credit Notes		-
Consultancy Fee- Route Rationalisation	-	147.91
Total	**1,069.80**	**826.73**

Note - 22	**For the year ended 31.03.2026**	**For the year ended 31.03.2025**
Other Income		
Miscellaneous Income	19.61	30.51
Interest on Income Tax refund	3.09	15.56
Profit on sale of Intangible Asset	-	26.25
Reimbursement of KSFE Software Expenses	-	6,608.52
Total	**22.70**	**6,680.84**

Note - 23

Financing of direct cost of projects -Out of Corpus Fund	**For the year ended 31.03.2026**	**For the year ended 31.03.2025**
General Education	20,998.62	19,006.20
Public Works	3,42,360.34	2,28,325.80
Water Resources	29,358.35	36,538.53
Medical	80,480.36	75,158.64
Higher Education	10,049.38	12,649.62
Other Projects	1,82,910.01	51,575.80
Centage/ Additional Centage	8,057.58	8,578.09
Allocation of Expenses towards Projects	26,015.04	7,189.74
	7,00,229.67	**4,39,022.43**

23.1 Centage/ additional centage charges to SPVs are accounted based on claims received. The centage charges are paid as a percentage of project cost to SPVs as per Government order. The liability for centage is recognized based on claims submitted through invoices after proper verification and authentications/ approval of claim by the management. Centage are allocated to project cost based on Government Order and General body approval.

23.2 Expenses towards Projects include expenses directly attributable to projects such as Technical Resource Centre expenditure, Detailed Project Report support services, Independent quality audit & design review charges, Land Acquisition unit expenses, Testing equipment's and Centage /additional centage charges which are allocated to cost of projects. However, the same are pending to be allocated to individual projects from the inception.

Note - 24

Employee Benefit Expenses	**For the year ended 31.03.2026**	**For the year ended 31.03.2025**
Salary, Wages & Allowances	1,192.91	1,075.10
Employers Contribution to various Fund	7.25	5.97
Other Employee Expenses	0.31	1.69
Total	**1,200.47**	**1,082.76**

24.1 The employees of KIIFB do not fall under the purview of compulsory PF and ESI contributions, as their basic pay exceeds the statutory thresholds prescribed under the respective Acts. Accordingly, KIIFB has not remitted such contributions.

24.2 The Board has taken cognisance of the Labour Codes notified on 21.11.2025 and is presently evaluating their implications on the Boards's operations and employee-related obligations. Since the corresponding State-specific rules and detailed procedural requirements are yet to be notified, certain interpretational and implementation aspects remain pending clarification.
The Board will assess the impact of the Labour Codes upon notification of the applicable rules and will ensure compliance with all relevant provisions. Appropriate actions will be undertaken once the requisite regulatory guidance and legal clarity are available.

Note - 25

Finance Cost	**For the year ended 31.03.2026**	**For the year ended 31.03.2025**
Guarantee Commission (GOK)	23,973.07	19,210.44
Interest on Loan from Banks and Financial Institution	1,78,814.03	1,51,084.17
Interest on Domestic Bond	61,261.34	27,744.73
Interest on Green Bond	2,540.19	2,545.38
Interest on KSFE Pravasi Bond	8,385.60	8,752.60
Interest on Loan from KNRKWB	3,425.47	695.36
Interest on OD	-	487.71
Other Finance Charge	7,084.32	8,989.84
Total	**2,85,484.02**	**2,19,510.23**

Note - 26

Other Expenses	**For the year ended 31.03.2026**	**For the year ended 31.03.2025**
Technical & Consultancy Charges	2,425.12	2,111.89
Professional Fee	440.59	403.85
Promotional and advertisement Expenses (Refer Note 26.3 below)	2,124.15	3,763.31
Meeting and Conference expense	38.87	38.40
Repairs and Maintenance	16.43	62.64
Electricity & Water Charges	23.93	23.08
Rent and Utility Charges	330.98	305.09
Telephone & Internet Charges	10.95	5.63
Provision for standard asset	(512.51)	947.78
Provision for sub-standard asset (Refer Note 26.4)	389.10	-
Vehicle Hire Charges	233.20	205.19
Printing and Stationery	26.96	16.69
Miscellaneous Expense	132.96	58.51
Assets Written Off (Refer Note 9.4)	11.99	-
Payments to the auditor (Refer Note 26.1 below)	15.48	11.99
GST on Reverse charge mechanism	1,181.20	738.14
Silver Jubilee Expenses	183.02	-
Software Charges	496.47	245.24
Travelling & Conveyance - General	100.75	102.18
KSFE Software operating and hosting charges	-	821.18
Total	**7,669.63**	**9,860.78**

26.1 Details of Payments to the Auditor

Particulars	**For the year ended 31.03.2026**	**For the year ended 31.03.2025**
Statutory Audit fees	12.98	11.99
Limited Review Audit Fee		
Total	**12.98**	**11.99**

26.2 Expenditure incurred under various expenses heads includes an amount aggregating to Rs.792.50 Lakhs being the actual expenditure incurred in excess of the operational budget approved in the general body for the FY 2025-26 which is to be approved/ratified in the General Body of KIIFB to be held for approval of accounts for the year. The details are given below.

Amount in Lakhs

Head of Account	Actual (I)	Budget- (II)	Excess-(III)
Utility Charges	344.69	334.90	9.79
Misc. administrative expenses	1,111.32	328.60	782.71
Total	**1,456.01**	**663.51**	**792.50**

26.3 Promotional and advertisement expenses includes expense incurred towards media, promotional and advertisement of Rs 2,115.52 lakhs incurred through various parties to whom such works were outsourced. The selection of these parties was made on a negotiated basis on rates considered competitive considering the nature and exigency of the work involved and also taking into account the prior experience with party. The above expenses are within the budgetary limit approved by general body.

26.4 Pursuant to the revised IRACP Norms, five revenue generating projects with SPV KSFDC were re-classified from standard to sub-standard during the year, as tripartite agreements were not executed post 40% disbursement and 24 months had elapsed. Accordingly, provision for sub-standard assets amounting to Rs.389.10 lakhs has been recognised and the accrued interest amounting to Rs 386.85 Lakhs has been reversed from the Interest Income from Financial Assistance for revenue generating project for the year ended 31.03.2026.

Note - 27

Prior Period Item	**For the year ended 31.03.2026**	**For the year ended 31.03.2025**
Prior Period Expenditure -		
Software Subscription and Manpower Cost	31.76	612.00
Prior Period Income		
Interest Income from FD	(9.71)	(107.26)
Total	**22.05**	**504.74**

Note - 28

In accordance with the directive issued by the Government of Kerala vide G.O (Ms) No. 8/2025/I&PRD dated 18.09.2025, KIIFB has been entrusted with the responsibility of incurring infrastructure-related costs associated with the 'CM with me' activities. Pursuant to this mandate and in line with the provisions of the KIIF Act, KIIFB undertook the expenditure in adherence to its internal governance framework. As per Internal Proceedings Order No. FA-6/5454/2025/KIIFB dated 30.10.2025, the expenditure amounting to Rs.614.21 lakhs has been duly recognized under Direct Project Cost in the financial statments for the year ended 31.03.2026.

Note - 29

In accordance with the directive issued by the Government of Kerala vide G.O (Ms) No. 43/2025/GAD dated 22.03.2025, KIIFB has been entrusted with the responsibility of incurring infrastructure-related costs associated with the 'Ente Keralam' activities. Pursuant to this mandate and in line with the provisions of the KIIF Act, KIIFB undertook the expenditure in adherence to its internal governance framework. As per Internal Proceedings Order No. FA-6/784/2022/KIIFB dated 25.03.2025, the expenditure amounting to Rs.9,644.34 lakhs has been duly recognized under Direct Project Cost in the financial statments for the year ended 31.03.2026.

Note - 30

KIIFB has put in place a system/ process of computation of Asset Liability Management. A detailed external review of the ALM system was conducted by independent IT consultants to assess the functionality and management of financial risk of KIIFB and to conduct a comprehensive scenario-based testing of the ALM System to ensure its robustness on 15.02.2022. The observations of the reviewers was duly considered by the management of KIIFB at the meeting held on 15.02.2022 and the status of ALM was taken note of by the General Body. Further follow up presentation of ALM was made in the 47th general body held on 04.03.2024. The board has taken note of the same and as per the presentation, ALM has been placed on record to be sound/stable. The ALM model is placed for overseeing and monitoring at the periodical meetings of the Fund Trustee and Advisory Committee (FTAC) of KIIFB which comprises of eminent financial experts of the country having rich and wide experience in the field of financial management. The committee reviews the sound functioning of the ALM Model and it was found to be properly in place to safeguard the best interest of KIIFB.

Note - 31

Capital Commitments

In accordance with the decision of 46th General Body, KIIFB has entered into a finance capital commitment as sponsor for the Alternate Investment Fund – Kerala Infrastructure Fund (KIF) to extent of Rs 18,000 lakhs at 30% of revised fund size of 60,000 lakhs, Accordingly, a contribution agreement was entered during the year by KIIFB with trustee and KIFML as investment manager. During the previous year KIIFB made an Initial Investment of Rs.509.85 lakhs (5,09,847.66 units at face value of Rs 100 per unit) to the Kerala Infrastructure Growth Fund. During the Current Year KIIFB made an investment of Rs.287.02 lakhs (2,87,020.19 units at face value of Rs. 100 per unit)

Note - 32

Reconciliation of Form 26 AS (as per Income Tax Act,1961) and Book of accounts - Reconciliation of Income for the current reporting period and credit as per Form 26AS with books of accounts could not be done since Form 26AS in income tax web portal is yet to be updated with the entries for the financial year 2025-26 and effect of such non reconciliation could not be ascertained. Any adjustment found required shall be made in succeeding period/year upon such reconciliation.

Note - 33

Finance for Revenue Generating Projects treated as Loan receivable from SPV in the books are appraised by the Project Appraisal Division and implementation is closely monitored. The division comprise of high level technical expert team under the Executive Director, who is a senior chartered engineer having vast experience in the field of construction and infrastructure. Each Project is reviewed by Project Manager as a Nodal Officer and supervised by Senior General Manager of the Division. The detailed project report is appraised by the division which places its detailed appraisal report before the EC/ General body of KIIFB. The detailed project report contains comments on review from technical, economic, financial, environment, social and institutional angle. The functions as above is governed by the norms stipulated in Standard Operating Procedures for project acceptance and SPV on boarding. In the opinion of management, the appraisal function done is sound and operating effectively.

Note - 34

Contingent Liability

34.1 During the previous year Income tax demand of Rs 112.57 Lakhs was raised for AY 2018-19 under limited scrutiny assessment disallowing the carried forward business loss of Rs.203.46 Lakhs for the A.Y.2014-15 against which appeal has been filed with higher authorities and is pending disposal. The demand amount of Rs 32.25 Lakhs is on account of erroneous computation in the assessment order for which rectification has been filed and has not been paid or provided for in positive anticipation of a favourable order. The balance demand of Rs 80.33 Lakhs has been paid and written off to Profit & Loss account in the previous year though the matter has been contested on appeals before higher authorities as stated above on a due consideration of the grounds of appeal.
Income Tax Department has adjusted the said demand amount (Rs.112.57 Lakhs) against the Refund due for AY 2019-20 which has resulted in double payment to the extent of Rs 80.33 Lakhs already remitted as stated as above . KIIFB is in the process of taking steps for recovery of said refund amount by filing a refund reissue application with the department. The entire amount has been carried forward under Refund due from the department in Note 18.

34.2 Demands raised for the AY 2020-21 vide order u/S.143(3) dt.27.09.2022 and AY 2021-22 vide order u/S.143(3) dt.20.12.2022 on completion of scrutiny assessment aggregating to Rs.1,292.01 Lakhs (Rs.79.59 Lakhs for AY 20-21 {considering the rectification order u/S.154 of the Act dt 15.03.2023} and Rs.1,212.42 Lakhs 21-22) has been contested on appeals filed with appellate authorities. Since the demands have arisen on account of wrong interpretation/ invocation of the provisions of Section 69C of the Income Tax Act, 1961 the amount is not considered payable by the management and not provided for as the management is quite hopeful of favourable outcome of the appeal filed.

The Income Tax Department has adjusted refund of succeeding years to the extent of Rs.1,297.39 lakhs against the above demands.

34.3 Income tax proceedings for AY 2022-23 was completed during the year vide order u/s 143(3) dated 23.03.2024 and disallowances were made by assessing authority to extent of Rs 592.16 lakhs. No demand has been raised since the addition made has been adjusted against the loss for the year. KIIFB has filed appeal against the addition made as above and is pending for disposal.

34.4 Income tax demand of Rs.190.30 Lakhs (including interest for delayed payment) has been raised by the DCIT -TDS u/s.201 of the Act on KIIFB by treating the Board as an assessee in default for non-deduction /delay in the remittance of TDS on works bills raised by contractors on SPVs/Advance payments to SPVs on the above account. The management is of the firm view that there is no liability for tax deduction in the hands of board as the privity of contract under Section 194C is between the awarder of the work (SPV) and contractor and hence TDS provisions under Chapter XVIIB are not applicable to KIIFB on such payments. The person responsible for such payment including TDS thereon is the SPV u/s 204 of the Income Tax Act is only the SPV who has awarded the work to the contractor and in whose name the work bill has been raised by contractors. KIIFB has obtained legal opinion from Senior advocate of repute on the above matter. KIIFB has also obtained stay order from Hon'ble High Court of Kerala on a writ petition filed for an interim period of six months and steps are under way to further extend the stay .The balance amount of demand has not been provided for in the accounts in positive anticipation of a favourable order on disposal of the writ petition on merits.

34.5 Invoices raised by the Vendor pending approval by the management : M/s RITES has been engaged for independent quality review, design review, consultancy and assisting in the empanelment of supervision consultants. Additionally, in respect of invoices received, claim to extent of Rs.1,615.16 lakhs is not provided for pending verification /approval and are considered as contingent liability due to difficulties in estimating the amount that may be approved .

34.6 GST department has issued a demand amounting to Rs.1,633.19 lakhs towards tax liability and Rs.163.32 lakhs towards applicable penalty under the act vide order No.10/2023-24 GST ADC Section 73(9) of CGST Act 2017 pertaining to the period from 2017-18 to 2022-23 relating to certain transactions under reverse charge mechanism payments. The matter is disputed by KIIFB based on the facts of the case and filed an appeal to GST appellate tribunal against the order. The same is pending for disposal as at the reporting date.

Note - 35

Related Party Disclosures in accordance with AS-18

Name of the Related Party	Nature of relationship	Nature of Transactio	For the year ended 31.03.2026	For the year ended 31.03.2025
Dr. K.M. Abraham, CFA	CEO and Member Secretary	Salary	48.87	48.40
Shri. Mini Antony	Additional CEO	Salary	22.65	13.88
Shri. K.P.Purushothaman	Executive Director	Salary	33.43	21.28
Shri. Satyajit Rajan	Additional CEO	Salary	-	13.12
Director /KMP of KIIFCON	Director/KMP	Salary & Allowances	20.53	-
Director /KMP of KIIFCON	Director/KMP	Traveling Expenses	2.37	1.62
Kerala Infrastructure Fund Management Limited (KIFML)	Associate company	Carrying value of Investment in Shares (at cost)	167.45	167.45
		Balance outstanding (Receivable)	3.54	-

Note - 36 Segment Reporting

KIIFB is operating only in one segment in providing funds for investment for critical and large infrastructure projects in the State of Kerala and hence there are no other separate reportable business and geographical segment.

Note - 37 Internal Audit System

For the financial year 2025–26, Concurrent Audit Reports for the first two quarters and Internal Audit Reports covering six frequencies under Risk-Based Internal Audit (RBIA) were approved by the Internal Audit Management Committee (IAMC-1). Concurrent Audit for Quarter 3 and RBIA covering five frequencies* have been completed and are scheduled to be placed before the upcoming IAMC. The remaining audit areas are in progress in line with the approved audit plan. Observations from the audit reports have been duly considered while making necessary adjustments in the books of accounts and in the preparation of the financial statements.

**Frequency refers to the number of times an area is audited, based on the volume of transactions and the risk involved in that area.*

Note 38- Disclosure with respect to Subsidiary Company -KIIFCON

38.1 CIF values of imports are Nil

38.2 Earnings in Foreign Exchange is NIL

38.3 Expenditure in Foreign Exchange is Nil

38.4 Estimated amount of contracts remaining to be executed in the Capital Account - Nil.

38.5 Details of Dues to Micro and Small Enterprises as defined under The MSMED Act, 2006

*Disclosures are required under the Micro, Small and Medium Enterprises Development Act, 2006 ("the Act") based on the information available with the Company are given below:

Particulars	As at 31.03.2026	As at 31.03.2025
The principal amount remaining unpaid to any supplier as at the end of the year	4.67	6.74
The Interest Due on the principal remaining outstanding as at the end of the year	-	-
The Amount of interest paid under the Act, along with the amounts of the payment made beyond the appointed day during the year	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without interest adding the specified under the Act	-	-
The Amount of interest accrued and remaining unpaid at the end of the year	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date then the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under the Act.	-	-
Total	**4.67**	**6.74**

Steps have been taken by the company to identify the suppliers who qualify under the definition of micro and small enterprises, as defined under the Micro, Small and Medium Enterprises Development Act 2006. Since no intimation has been received from the suppliers regarding their status under the said Act as at 31.03.2026, disclosures relating to amounts unpaid as at the year end, if any, have not been furnished. In the opinion of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act, is not expected to be material. Hence no provision is made in the books of accounts.

38.6 **Trade Receivables-** The Company has raised Invoice No. 5 dated 11.03.2024 for Rs.127 Lakhs (inclusive of applicable GST) towards transaction advisory services rendered to Kerala State Road Transport Corporation in connection with the monetization and development of land parcels under the Public-Private Partnership (PPP) model. The aforesaid amount remains outstanding and is receivable as at 31.03.2026. Based on management's assessment the amount is considered recoverable. Accordingly, no provision for expected credit loss / impairment has been recognised in the books of account.

38.7 **Excess provision written Back-** During the year, the Company has written back an excess provision amounting to Rs.2.94 Lakhs that was created towards earned leave encashment of contract employees in the financial year ended 31.03.2025. The said amount has been recognised in the Statement of Profit and Loss under the head "Excess Provision Written Back." The write-back has been made on the basis that all personnel are engaged on a contractual basis, and accordingly, employee-related costs, including leave encashment, are accounted for on an as-incurred basis in the year of payment. Consequently, no provision is considered necessary in respect of such obligations.

38.8 **Unspent Project Expenditure -** Pursuant to the Memorandum of Understanding (MoU) dated 22.02.2024 between M/s KIIFCON, M/s Cochin Smart Mission Limited (CSML), and Kochi Municipal Corporation for the implementation of the GIS Mapping Project covering 66 wards, the Company has been designated as the custodian and fund manager for the project.

In accordance with the MoU, a dedicated bank account has been opened by the Company for managing the project funds. An amount of Rs.1,390.73 Lakhs has been sanctioned by CSML, out of which Rs.1,390.73 Lakhs has been received as the first instalment during the year. The said amount has been accounted as a liability under "Unspent Project Fund" in the financial statements, and utilization of the same will be shown as a reduction from this liability in subsequent periods.

Further, tax has been deducted at source (TDS) @ 2% by CSML on the amount disbursed, and the corresponding TDS amount has been recorded as a TDS Receivable/Asset in the financial statements, as the amount credited to the Company was net of tax. The Company has spent Rs. 78.56 Lakhs towards this Project as at 31.03.2026.

38.9 **Project Asset-** During the year, the Company has transferred expenditure amounting to Rs.155.66 Lakhs incurred in respect of various ongoing projects to Project Expenditure / Project Assets, as appropriate. Further, expenditure aggregating to Rs.87.65 Lakhs pertaining to earlier years has also been reclassified to Project Expenditure during the year, based on management's assessment of the stage of completion and nature of the underlying projects. Additionally, an amount of Rs.12.41 Lakhs incurred during the financial year 2023–24 in respect of a project continues to be carried under Project Assets as at the reporting date, as the Company has not raised invoices for the same. Based on the status of the project and expected recovery, the management is of the view that the said amount is recoverable and, accordingly, no provision is considered necessary.

38.10 **Unbilled revenue:** The Company has recognised unbilled revenue amounting to Rs. 23.64 Lakhs in respect of two ongoing assignments, representing services rendered up to the reporting date for which invoices could not be raised before 31.03.2026 due to administrative/technical reasons. The Company expects to raise the corresponding invoices in April 2026. Based on the stage of completion of the projects and the terms of the underlying contracts, management considers the aforesaid amount to be recoverable and, accordingly, no provision is considered necessary.

38.11 **Sale of Tender Forms:** During the year, the Company has recognised revenue amounting to Rs. 2 Lakhs from the sale of tender forms for the period from October 2025 to March 2026. The applicable Goods and Services Tax (GST) in respect of the above sales has been duly recognised and discharged by the Company in March 2026 in accordance with the relevant statutory provisions.

38.12 **Business Development Expenditure**: During the year, the Company has developed a Business Development Division for KIIFCON to identify the new business opportunities and to enhance visibility , branding and competitiveness of KIIFCON outside the state of Kerala. The Board has approved for the same in the 20th Board Meeting of the Company on 08.07.2025. Due to this, the Company has incurred additional expenditure towards their manpower cost, travel and like which amounts to Rs.24.81 Lakhs.

38.13 KIIFCON does not have any permanent employees and engages personnel through direct contracts and third-party contractors. During the year, the Central Government has notified the new labour codes, including provisions relating to social security benefits. However, as per the clarification received from the holding company, based on inputs from its legal division, the said labour codes have not yet been adopted/notified by the Government of Kerala and, accordingly, are not implemented by the Company at present. Upon such notification by the State Government of Kerala, the matter will be placed before the Board for evaluation and appropriate action in compliance with the applicable regulations.

In view of the above, no provision has been made in the financial statements towards long-term employee benefits in respect of contract personnel for the year ended 31.03.2026.

38.14 The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.

Note - 39 Deferred Tax

The management estimates that the Deferred Tax Asset can be set off against the Deferred Tax Liability expected to arise in future. However, in the absence of virtual/reasonable certainty that sufficient future taxable income will arise in order to set off the Deferred Tax Asset on depreciation and business loss, as a matter of prudence, no Deferred Tax Asset (on a net basis) is recognised as at the reporting date by the holding entity. However, Deferred Tax Assets are recognised by the subsidiary company and are carried forward to the extent that there is reasonable/virtual certainty, as the case may be, that sufficient taxable income will be available against which such Deferred Tax Assets can be realised.

Note - 40 Impairment

During the current financial year, management has conducted a review of the entity's assets and based on this assessment, no indications of impairment were identified, and accordingly, no impairment losses have been recognized in the financial statements for the year ended 31.03.2026. Management will continue to monitor the assets and assess impairment indicators in future reporting periods to ensure compliance with accounting requirements and the accurate presentation of asset values.

Note - 41 Leases

Particulars	For the year ended 31.03.2026	For the year ended 31.03.2025
(a)the total of future minimum lease payments under noncancellable operating leases for each of the following periods:		
(i) not later than one year;	-	-
(ii) later than one year and not later than five years;	-	-
(iii) later than five years;	-	-
(b) the total of future minimum sublease payments expected to be received under non-cancellable subleases at the balance sheet date;	-	-
(c) lease payments recognised in the statement of profit and loss for the period, with separate amounts for minimum lease payments and contingent rents (Including utility charges);	321.13	300.25
(d) sub-lease payments received (or receivable) recognised in the statement of profit and loss for the period;	3.36	3.27
(e) a general description of the lessee's significant leasing arrangements including, but not limited to, the following:		
(i) the basis on which contingent rent payments are determined;	-	-
(ii) the existence and terms of renewal or purchase options and escalation clauses, and	-	-
(iii) restrictions imposed by lease arrangements, such as those concerning dividends, additional debt, and further leasing.	-	-

Note - 42

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

For KERALA INFRASTRUCTURE INVESTMENT FUND BOARD

Salim Gangadharan
Independent Non-executive
Thiruvananthapuram
Date: 30.05.2026

Reji John
Joint Fund Manager

AUDITOR'S REPORT
As per our report of even date attached

for Suri & Co
Chartered Accountants
FRN.004283S

GOVINDARAJAN RENGARAJAN
Digitally signed by GOVINDARAJAN RENGARAJAN
Date: 2026.05.30 17:49:43 +05'30'

G Rengarajan
(Partner)
M.No. 219922

Kochi
Date: 30.05.2026

Note 9

Property, Plant and Equipment and Depreciation Statement For the period 01.04.2025 to 31.03.2026

Amount in Lakhs

PARTICULARS		GROSS BLOCK					DEPRECIATION/AMORTISATION				NET BLOCK	
Notes forming part of consol	ITEM	As on 01.04.2025	Additions		Sale/ Adjustment during the period	Total As on 31.03.2026	Rate %	As on 01.04.2025	For the Period	Sale/ Adjustment during the period	Up to 31.03.2026	WDV As On 31.03.2026	WDV As On 31.03.2025
			On / Before 04.10.2025	After 04.10.2025									
A	**Tangible Asset**												
1	Air Cooler	0.05	-	-	-	0.05	10	0.05	-	-	0.05	-	-
	(Previous Year)	*0.05*	-	-	-	*(00.05)*	10	*(00.05)*	-	-	*(00.05)*	-	-
2	Computer	311.15	*76.01*	*73.24*	-	460.40	40	248.29	72.96	0.16	321.41	138.99	62.86
	(Previous Year)	*264.27*	-	*46.88*	-	*(311.15)*	40	*(218.02)*	*(30.27)*	-	*(248.29)*	*(62.86)*	*(46.29)*
3	Communication Equipment	4.17	-	-	-	4.17	40	3.98	0.07	-	4.05	0.12	0.19
	(Previous Year)	*4.17*	-	-	-	*(04.17)*	40	*(03.86)*	*(00.12)*	-	*(03.98)*	*(00.19)*	*(00.30)*
4	Furniture & Fittings	93.18	*1.73*	*52.12*	-	147.03	10	37.21	8.38	2.52	48.11	98.92	55.97
	(Previous Year)	*89.96*	*1.54*	*1.68*	-	*(93.18)*	10	*(31.08)*	*(06.13)*	-	*(37.21)*	*(55.97)*	*(58.88)*
5	Photostat Machine	1.72	-	-	-	1.72	40	1.71	0.01	0.00	1.72	-0.00	0.01
	(Previous Year)	*1.72*	-	-	-	*(01.72)*	40	*(01.69)*	*(00.02)*	-	*(01.71)*	*(00.01)*	*(00.04)*
6	Printer	7.46	-	*0.97*	-	8.43	40	6.21	0.69	-	6.90	1.53	1.25
	(Previous Year)	*7.03*	*0.43*	-	-	*(07.46)*	40	*(05.38)*	*(00.83)*	-	*(06.21)*	*(01.25)*	*(01.64)*
7	Plant & Machinery	319.70	-	*105.22*	-	424.92	15	170.47	30.29	-	200.76	224.16	149.23
	(Previous Year)	*280.65*	*39.05*	-	-	*(319.70)*	15	*(144.13)*	*(26.34)*	-	*(170.47)*	*(149.23)*	*(136.52)*
8	Electrical Equipment	20.98	-	*0.60*	-	21.58	10	10.29	1.10	0.46	11.84	9.73	10.69
	(Previous Year)	*20.98*	-	-	-	*(20.98)*	10	*(09.10)*	*(01.19)*	-	*(10.29)*	*(10.69)*	*(11.88)*
9	Vehicle	128.61	-	-	-	128.61	15	57.41	10.68	-	68.09	60.52	71.20
	(Previous Year)	*128.61*	-	-	-	*(128.61)*	15	*(44.85)*	*(12.56)*	-	*(57.41)*	*(71.20)*	*(83.77)*
10	Computer & Accessories TRC	171.93	-	-	-	171.93	40	152.48	7.77	8.84	169.09	2.84	19.45
	(Previous Year)	*171.93*	-	-	-	*(171.93)*	40	*(139.52)*	*(12.96)*	-	*(152.48)*	*(19.45)*	*(32.38)*
11	Interior Decoration	146.93	-	*94.95*	-	241.88	10	57.63	13.68	-	71.31	170.57	89.30
	(Previous Year)	*146.93*	-	-	-	*(146.93)*	10	*(47.71)*	*(09.92)*	-	*(57.63)*	*(89.30)*	*(99.21)*
	TOTAL	**1,205.88**	**77.74**	**327.10**	-	**1,610.72**		**745.73**	**145.63**	**11.99**	**903.33**	**707.36**	**460.15**
		(1116.30)	*(41.01)*	*(48.57)*	-	*(1205.88)*		*(645.39)*	*(100.34)*	-	*(745.72)*	*(460.14)*	*(470.91)*

KERALA INFRASTRUCTURE INVESTMENT FUND BOARD
KIIFB
GOVERNMENT OF KERALA

B	Intangible Asset												
1	Software for KSFE Pravasi Chit	-	-	-	-	-	25	-	-	-	-	-	-
	(Previous Year)	*(1847.51)*	*413.00*	-	*2,260.51*	*(00.00)*	*(25.00)*	*(1396.21)*	*(216.08)*	*1,612.29*	*(00.00)*	*(00.00)*	*(451.31)*
2	Software TRC	259.02	-	-	-	259.02	25	177.57	20.36	-	197.93	61.09	81.45
	(Previous Year)	*(259.02)*	-	-	-	*(259.02)*	*(25.00)*	*(150.42)*	*(27.15)*	-	*(177.57)*	*(81.45)*	*(108.60)*
3	Other Software	104.54	-	27.65	-	132.19	25	84.88	8.37	-	93.25	38.94	19.66
	(Previous Year)	*(104.54)*	-	-	-	*(104.54)*	*(25.00)*	*(78.32)*	*(06.56)*	-	*(84.88)*	*(19.66)*	*(26.22)*
4	Expenses on Issuance of Masala Bond	2,473.14	-	-	-	2,473.14		2,473.14	-	-	2,473.14	-	-
	(Previous Year)	*(2473.14)*	-	-	-	*(2473.14)*		*(2473.14)*	*(00.00)*	-	*(2473.14)*	*(00.00)*	*(00.00)*
5	Expenses on issue of KSFE Bond	1,190.43	-	-	-	1,190.43		1,190.43	-	-	1,190.43	-	-
	(Previous Year)	*(1190.43)*	-	-	-	*(1190.43)*		*(1190.43)*	*(00.00)*	-	*(1190.43)*	*(00.00)*	*(00.00)*
6	PFMS II	*(0.000)*	-	1,455.83	-	1,455.83	25	-	181.98	-	181.98	1,273.85	-
	(Previous Year)	*(0.000)*		*(0.000)*		*(0.000)*			*(0.000)*	*(0.000)*	*(0.000)*	*(0.000)*	*(0.000)*
	TOTAL	**4,027.13**	**-**	**1,483.48**	**-**	**5,510.61**		**3,926.02**	**210.71**	**-**	**4,136.73**	**1,373.88**	**101.11**
		(5874.64)	*413.00*	-	*2,260.51*	*(4027.13)*		*(5288.52)*	*(249.78)*	*1,612.29*	*(3926.03)*	***(101.10)***	*(586.13)*
	TOTAL	**5,233.01**	*77.74*	**1,810.58**	**-**	**7,121.32**		**4,671.75**	**356.34**	*11.99*	**5,040.06**	**2,081.24**	*561.26*
		(6990.94)	*(454.01)*	*(48.57)*	*2,260.51*	*(5233.01)*		*(5933.91)*	*(350.12)*	*1,612.29*	*(4671.75)*	*(561.24)*	*(1057.04)*

Note

9.2 The property, plant and equipment and the intangible assets are purchased using the corpus fund received.

9.3 An amount of Rs.1,455.83 lakhs has been incurred up to 31.03.2026 towards the re-engineering and upgradation of the Project Finance Management System (PFMS), comprising license fees and development charges. In the current year, management has capitalized the entire cost, including license and development expenditure, as it meets the recognition criteria prescribed under Accounting Standard (AS) 26 – Intangible Assets. Hence, the amount charged to Intangibles under Development has been reclassified to Intangible Assets, as the development of the said software was completed by 31.03.2026.

9.4 During the year, a physical verification of fixed assets across all offices was carried out by an external firm of Chartered Accountants. Upon completion of the verification process, certain differences were identified between the physical assets, the books of accounts, and the fixed asset register. To the extent that such differences did not represent assets embodying future economic benefits, the same were considered for write-off and recognition as an expense. The write-off was approved by the 56th GB held on 13.02.2026. Accordingly, an amount of Rs.11.99 lakhs has been written off and recognised under "Depreciation/Amortisation on Sale or Adjustment" in the Statement of Profit and Loss for the current year.

KERALA INFRASTRUCTURE INVESTMENT FUND BOARD
KIFB
GOVERNMENT OF KERALA

INDEPENDENT AUDITOR'S REPORT ON STANDALONE FINANCIAL STATEMENTS

To
The Members of Kerala Infrastructure Investment Fund Board
Thiruvananthapuram

Report on the Audit of Standalone Financial Statements

Qualified Opinion

We have audited the accompanying standalone financial statements of Kerala Infrastructure Investment Fund Board (hereinafter referred to as 'KIIFB'), which comprise the standalone Balance Sheet as at 31st March 2026, the standalone Profit and Loss account and the standalone Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations except for the matters described in the Basis for Qualified Opinion section of our report, the accompanying standalone financial statements gives a true and fair view of the state of affairs of the KIIFB as at 31st March 2026, loss which is recouped to corpus fund and its cashflows for the year ended on the above said date in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

Basis for Qualified Opinion

1. The Board had allocated an amount of Rs. 7,997.70 Lakhs towards promotion of projects during the year, classified under direct project costs across various projects. These promotional activities were executed by the Media Cell of the Board through outsourced arrangements. In the course of our audit, we examined the documentary evidence, supporting records, and the process of vendor identification and engagement made available to us in this regard. While the management has represented that the expenditure was incurred solely for the intended promotional purpose, that the vendor was identified through a due process, and that the rates engaged are competitive and comparable to prevailing market rates and aligns with the processes & procedures as provided in the SOP. However, we are unable to satisfy ourselves as to the completeness of the vendor selection process, as the documentation made available to us in support thereof does not, in our view, sufficiently establish the basis and rigor of the said process. Consequently, in the absence of additional documentation, we have had to place greater reliance on management's representations in assessing whether the amounts expended are reasonable in relation to the services procured.

   Out of the amount incurred, invoices of the first-level service provider amounting to Rs. 6,238.88 Lakhs were made available for our verification. Further, the board ensured to document the evidence in support of the amount spent and the same has been verified by us. However, the applicable Standard Operating Procedure (SOP) for the Media Cell, which governs such payments, requires that in cases where activities are outsourced, invoices from the Media House (Second Level) must be obtained for scrutiny and processing. The second level invoice of the above-mentioned cost were not made available to us for verification.

Further, with respect to Rs. 744.53 lakhs, both first-level and second-level invoices from the intermediary service providers were produced for our review. The Media Cell SOP in cases involving outsourcing at two levels requires that invoices from the next level service provider engaged by the outsourced agency to be obtained for scrutiny and processing. The invoice from such next level service provider were not made available to us for verification.

We in forming our view on the total cost incurred, we have placed reliance on the authentication and attestation of receipt of services by the Media Cell, together with the approval accorded by the Chief Executive Officer.

With regard to the sanction and authorization of the said promotional cost, we observe the following:

A sum of Rs 1,985.40 lakhs of the promotional cost, representing costs incurred prior to 13th February 2026, was placed before the Board at its General Meeting held on 13th February 2026 and ratified subsequent to its incurrence. While the subsequent ratification is duly noted, it does not address the procedural observations recorded herein. The remaining amount of Rs. 6,012.29 lakhs represent costs incurred after 13th February 2026, pursuant to the sanction accorded at the General Meeting permitting incurrence of promotional expenditure up to 1% of the project cost.

While acknowledge that expenditure has been incurred within the framework of the sanction so granted, and that an SOP is already in place governing such expenditure by the Media Cell, given that the quantum of cost under this head has now become material in the context of the new Board decision, we are of the view that the existing framework may be further strengthened by incorporating additional documentation requirements such as activity-wise budgeting, pre-approval of promotional plans, and mandatory end-use certification. Enhancing the documentation framework in this manner would enable more effective audit scrutiny and further reinforces the internal controls already in place

Except for the effects of the matters described in paragraph 1, in our opinion, the costs recorded under this head during the year under report do not, in all material respects, reflect the completeness of the expenditure so incurred.

We conducted our audit in accordance with Standards on Auditing (SAs), Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our audit report. We are independent of KIIFB in accordance with the ethical requirements that are relevant to our audit of the financial statements as per the ICAI's Code of Ethics and we have fulfilled our ethical requirements in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion on the audit of the financial statements.

Emphasis of Matter Paragraph

We draw attention to the following matters described in the Notes to Accounts of the Standalone Financial Statements

1. We draw attention to Note 1.2 of the Standalone Financial Statements which explains that, during the year, an amount of Rs.21,909 lakhs was received from GoK vide GO (Rt). No.9779/2025/Fin dated 05-12-2025 towards balance of motor vehicle tax which was initially credited to Revolving Corpus Fund. Further, the amount of Rs.21,909 lakhs which was lying in the revolving corpus fund was transferred to

initial corpus fund vide GO (Rt). No.2114/2026/Fin dated 28-02-2026 and our opinion is not modified in respect of this matter.

2. We draw attention to Note 28 of the Standalone Financial Statements which explains that SOP and evaluation procedures with regards to the revenue generating projects. We understand that the management evaluates the projects before the loan is granted to various Revenue Generating Projects, however there are certain inherent delays which have occurred during the implementation stage of infrastructure. We were informed that these delays does not have adverse effect on the recovery of loans granted considering the operational model of KIIFB as detailed in Note No 9.3 of the Standalone Financial Statements and these loans are expected to be recovered from SPVs which are all government owned or controlled agencies and hence considered by the management as good and recoverable based on confirmations from the borrowers including for land acquisition projects aggregating to Rs. 3,65,136.01 Lakhs (total disbursement till 31.03.2026) Further Interest income has been recognised on revenue generating projects in cases where there have been certain delays on implementation of the projects financed by such loan, as detailed in Note No: 16.2 to the standalone financial statements and our opinion is not modified in respect of this matter.

3. We draw attention to Note 16.3 of the Standalone Financial statements on loan agreements are pending to be executed with two SPV M/s KSFDC and M/s KDISC as at 31.03.2026 for loan outstanding amounts to Rs 1,022.94 lakhs, although more than 40% stage of disbursement as per the terms of the tripartite agreement between KIIFB, the SPV and the concerned Govt department has been exceeded as at the year end. Steps are under process for execution of loan agreement which is pending the requisite clearance from the concerned departments of the Govt of Kerala, and our opinion is not modified in respect of this matter

4. We draw attention to Note 9.1 of the Standalone Financial statements on, the meeting of the General Body of KIIFB held on 27.02.2023 has directed to take steps to frame and develop IRAC norms relevant and applicable for long term infrastructure projects based on study conducted by an external agency. Such norms prepared have been approved by the General Body at its meeting held on 27.02.2023 and amended by way of circular resolution dated 13.04.2023 thereafter. Further based on Prudential norms on Income recognition, Asset classification and Provisioning (IRACP Norms) for long term infrastructure projects was adopted by KIIFB w.e.f 01-04-2023, vide circular resolution stated above and the same has been revised in the 46th General Body Meeting of KIIFB held on 02.09.2023. Further the IRACP norms were amended by the 56th General Body held on 13.02.2026. Asset classification based on the disbursement timeline and additional prudential triggers for disbursement milestone were introduced in the revised IRACP Norms.

   As per the revised IRACP norms, KIIFB has classified projects into four categories based on the viability of projects into High, Medium, Low and no commercial viability projects. As per the provisions of IRACP Norms, project identified and categorised as Category I/ II earlier but later re-categorised as category III project, entire interest accrued in the past periods shall be reversed. Hence for such projects IRACP Norms are not applicable from the effective date of classification till such time repayment agreement are executed or project identified as loan in books of accounts whichever is earlier.

During the previous year, a new RGP was identified with code IND004-01 and name 'Setting up of Carbon Neutral Coffee Park at Wayanad'. An amount of Rs.980.62 lakhs was disbursed towards land acquisition for the project for which financial sanction is already obtained. The categorization of the project is pending as on 31.03.2026. However, an interest amount of Rs.121.99 lakhs is being recognised from this revenue-generating project.

During the year, two new RGPs, PEA001-01 (Work Near Home Phase I) and PEA001-04 (Work Near Home Direct Driven Model), were identified. An amount of Rs. 52.86 lakhs and Rs. 342.05 lakhs, respectively, was disbursed towards these projects, for which financial sanction had already been obtained. The categorisation of these projects is pending as at 31 March 2026. However, interest income of Rs1.24 lakhs and Rs12.91 lakhs, respectively, has been recognised from these projects.

As per the Revised IRACP Norms approved by the 56th General Body on 13.02.2026, non-achievement of disbursement milestones triggers enhanced monitoring and classification as sub-standard where such delays persist beyond 36 months from the relevant milestone. In respect of Project IND007-01 (Development of Industrial park by takeover of land from M/s Hindustan Newsprint Ltd), 100% disbursement was not achieved within the stipulated timeline as per the approved schedule. However, as confirmed by KINFRA vide communication dated 05.05.2026, the project has been completed and is operational, and the revised financial sanction is under process. Accordingly, the asset has not been classified as sub-standard during the year.
Our opinion is not modified in respect of the above matter.

5. We draw attention to Note 2.6.1 of the Standalone Financial statements which states, the balances under statutory contribution receivable from GoK of Rs.18,37,093.24 lakhs is considered good and recoverable and there is no uncertainty with regard to ultimate recovery, based on financial operational model of KIIFB as per the KIIF Act, 1999 as such amounts are expected to be recouped from the statutory contribution receivable in future years and are incorporated in the Asset Liability Management system and represents net amount spent as per the operational model implemented by KIIFB as envisaged in the KIIF Act,1999 and our opinion is not modified in respect of this matter.

6. We draw attention to Note 13.2 of the Standalone Financial statements on, Advance and other receivable also includes an amount of Rs 916.73 Lakhs incurred towards expenses to be recovered from Information & Public Relations Department for which claims are raised and pending for more than one year which is subject to confirmation as at 31.03.2025. However, the balance has been confirmed as at 31.03.2023. In the opinion of management such amount is considered good and recoverable, and our opinion is not modified in respect of this matter.

7. We draw attention to Note 16.5 of the Standalone Financial statements on, interest income recognised during the year ended 31.03.2026 includes an amount of Rs.29,396.54 lakhs on which 40% stage of disbursement has not been reached. The rate of interest chargeable is fixed only on reaching of 40% stage is reached as per the terms of tripartite agreement for the project. However, interest on such borrowing has been recognised based on rates agreed upon at the time of sanction of the loan/ ACDB rate as decided by the management, and our opinion is not modified in respect of this matter.

8. We draw attention to Note 23 of the Standalone Financial statements which explains that, in accordance with the directive issued by the Government of Kerala vide G.O (Ms) No. 8/2025/I&PRD dated 18.09.2025, KIIFB has been entrusted with the responsibility of incurring infrastructure-related costs associated with the "CM with me' activities. Pursuant to this mandate and in line with the provisions of the KIIF Act, KIIFB undertook the expenditure in adherence to its internal governance framework. As per Internal Proceedings Order No. FA-6/5454/2025/KIIFB dated 30.10.2025, the expenditure amounting to Rs. 614.21 lakhs has been duly recognized under Direct Project Cost in the financial results for the year ended 31.03.2026, and our opinion is not modified in respect of this matter.

9. We draw attention to Note 24 of the Standalone Financial statements which explains that In accordance with the directive issued by the Government of Kerala vide G.O (Ms) No. 43/2025/GAD dated 22.03.2025, KIIFB has been entrusted with the responsibility of incurring infrastructure-related costs associated with the "Ente Keralam' activities. Pursuant to this mandate and in line with the provisions of the KIIF Act, KIIFB undertook the expenditure in adherence to its internal governance framework. As per Internal Proceedings Order No. FA-6/784/2022/KIIFB dated 25.03.2025, the expenditure amounting to Rs. 9,644.34 lakhs has been duly recognized under Direct Project Cost in the financial results for the year ended 31.03.2026. and our opinion is not modified in respect of this matter.

10. We draw attention to Note 8.3 of the Standalone Financial statements where in it states that, During the year, KIIFB made a capital contribution of Rs. 287.02 lakhs (287020.19 units at face value of Rs. 100 per unit) in addition to the initial capital contribution of Rs. 509.85 lakhs (5,09,847.66 units at face value of Rs.100 per unit) during the previous year to the Kerala Infrastructure Growth Fund I, a SEBI-registered Category II Alternative Investment Fund (AIF) established to finance infrastructure projects in Kerala. As the sponsor, KIIFB has committed 30% of the total revised fund size of Rs. 60,000 lakhs, amounting to Rs. 18,000 lakhs, as approved in the 46th General Body meeting. The contribution was made pursuant to the drawdown notice issued by the Investment Manager, Kerala Infrastructure Fund Management Limited (KIFML), an associate of KIIFB, and our opinion is not modified in respect of this matter.

11. We draw attention to Note 19.2 of the Standalone Financial statements where in it states that, The Board has taken cognisance of the Labour Codes notified on 21.11.2025 and is presently evaluating their implications on the Boards's operations and employee-related obligations. Since the corresponding State-specific rules and detailed procedural requirements are yet to be notified, certain interpretational and implementation aspects remain pending clarification. The Board will assess the impact of the Labour Codes upon notification of the applicable rules and will ensure compliance with all relevant provisions. Appropriate actions will be undertaken once the requisite regulatory guidance and legal clarity are available, and our opinion is not modified in respect of this matter.

Key Audit Matter Paragraph

Key Audit Matters are those matters that in the auditor's professional judgement, were of most significance in the audit of the financial statements of the current year. These matters were addressed in the context of the audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to the key audit matters to be communicated in our report.

Key Audit Matters	**How addressed in Audit**
i) The meeting of the General Body of KIIFB held on 27.02.2023 has directed to take steps to frame and develop IRAC norms relevant and applicable for long term infrastructure projects based on study conducted by an external agency. Such norms prepared have been approved by the General Body at its meeting held on 27.02.2023 and amended by way of circular resolution dated 13.04.2023 thereafter. Further based on Prudential norms on Income recognition, asset classification and provisioning (IRACP Norms) for long term infrastructure projects was adopted by KIIFB w.e.f 01.04.2023, vide circular resolution stated above and the same has been revised in the 46th General Body Meeting of KIIFB held on 02.09.2023. Further the IRACP norms were amended by the 56th General Body held on 13.02.2026. Asset classification based on the disbursement timeline and additional prudential triggers for disbursement milestone were introduced in the revised IRACP Norms. As per the revised IRACP norms, KIIFB has classified projects into four categories based on the viability of projects into High, Medium, Low and no commercial viability projects.	As per the principles laid down in AS 9 Revenue recognition, KIIFB has recognized interest income on accrual basis as per the terms of the loan agreement, wherever such agreements have been entered into and for which agreement is not executed upon reaching 40% stage of disbursement at rate agreed as per terms of sanction. (At discounted rate). Based on revised IRACP Norms, 8 nos of loans having principal of Rs 6,59,169.89 lakhs and interest of Rs 67,282.59 lakhs have been classified as Category 1, 7 nos of loans having principal of Rs 25,144.67 lakhs and interest of Rs 1,043.54 lakhs have been classified as Category 2. Based on revised IRAC Norms, 2 nos of loans having principal of Rs 30,323.88 lakhs and interest of Rs 10,134.24 lakhs have been classified as Category 3 and this has been fully provided for as doubtful and income recognition has been discontinued from the date of such reclassification on prudential basis as stated in Note no. 9.1 to Standalone Financial statements. We have reviewed the respective agreements, Categorization order and recomputed the interest and provisional workings as per the IRACP Norms and ensured the correctness.
ii)Interest income for Category 1 projects are recognised at Average Cost of Domestic Borrowing (ACDB) of KIIFB reset every six months in a calendar year with monthly compounding (in some cases rate agreed at the time of sanction), Category 2 projects at discounted rate of interest as compared to category I and with respect to Category III and IV projects interest income is not recognised in books of accounts. On facts of the case, in respect of many of the revenue generating projects financed, there have been certain inherent delays during implementation which according to the management does not have adverse	The management has classified the revenue generating projects into Category 1,2 and 3 based on the commercial viability of the projects. We have relied on the management submission about revenue recoverability of the eight projects classified as category 1 and seven projects classified as category 2. Two projects categorized under category 3 reckoned as low viability has been fully provided for and recognition of income also has been stopped. The loans are given to State Government controlled entities. Provision for all standard asset at 0.40% and provision for sub-standard asset at 10% has been made during the year towards the

effect on the recovery of loans granted considering the operational model of KIIFB. Moreover, since the borrowers are government owned or controlled agencies, the loans are considered by the management as good and recoverable based on confirmations from the borrowers including for land acquisition projects aggregating to Rs. 3,65,136.01 Lakhs. (total disbursement till 31.03.2026).	outstanding amount of principal and interest as prescribed under IRACP Norms. Facts have been duly disclosed in the standalone financial statements.
iii) Revised Tripartite agreement is pending to be executed between KNRKWB, KIIFB and GoK by incorporating matters relating to treatment/adjustment of TDS receivable for KNRKWB. Loan amount includes interest accrued on loan upon maturity amounting to Rs 2,262.06 lakhs (P.Y 2,190.67 lakhs) as per the terms of agreement and KNRKWB Scheme. Interest on loans are calculated based on the records relating to loan balances (yearly basis) furnished by KNRKWB.	Confirmation of balance from KNRKWB for principal loan amount has been received as at 31.03.2026. For the purpose of calculation of interest, we have relied on the data set provided by management and as per the management representation furnished, the computation of interest is correct. We have relied on the data provided by the management for computing of TDS receivable which has been booked as an asset in the entity's books. Additionally, interest on institutional TDS is also computed on an estimated basis. We have relied on the above submission of the management.
iv) The corpus fund-revolving represents the funds received every year from Government of Kerala as part of statutory contribution provided for in the State budget under financial support for infrastructure development as stated in Section 3(1A) r.w.s Section 7 of KIIF Act, 2016 towards the objectives based on resolution of the general body and also any amounts received additionally from Government of Kerala to meet additional fund requirements as per relative government order. The amounts utilised towards direct cost of projects are recouped from the revolving/ corpus Fund for the year and amount so utilised are shown as contra item in the P&L a/c to reflect the activities undertaken to meet the objectives as per the Act. The revolving corpus fund is received on an annual basis towards financial support for Infrastructure Development by way of statutory contribution being share of KIIFB from Cess on petrol and share of KIIFB from Motor Vehicle Tax as per KIIF Act.	The balances under statutory contribution receivable from GoK as at 31.03.2026 of Rs.18,37,093.24 Lakhs is considered good and recoverable by the management. Recoverability is based on the financial operational model of KIIFB as per the KIIF Act, 1999 as such amounts are expected to be recouped from. the statutory contribution receivable in future as per the operational model implemented by KIIFB as envisaged in the KIIF Act. Therefore, as per recovery model as above, which is built into Asset Liability Management (ALM) , there is no uncertainty with regard to ultimate recovery of the above amount due from GoK as per management representation in this regard. We have placed our reliance on the management representation as above. The ALM model is placed for overseeing and monitoring at the periodical meetings of the Fund Trustee and Advisory Committee (FTAC) which comprises of eminent financial experts of the country having rich and wide experience in the field of financial management to safeguard the best interest of KIIFB. The status of latest ALM was also

	duly taken note of by the General body in its 47° meeting held on 04.03.2024 and as per the presentation made at the Board meeting ALM has been found to be stable and sound as disclosed in Note No.25 to the accounts. We have placed reliance on the surveillance being exercised utilising the technical expert knowledge of the FTAC committee in respect of sound functioning of the ALM Model and also the review of soundness of ALM by the Board at its meeting as above.

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

Management is responsible for the preparation of these standalone financial statements that give a true and fair view of the state of affairs, results of operations and cash flows of KIIFB in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the 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, management is responsible for liquidate KIIFB or to cease operations, or no realistic alternative but to do so assessing KIIFBs ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to do so. Those charged with governance are responsible for overseeing KIIFBs 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 financial statements.

As part of an audit in accordance with Standards on Auditing, we exercise professional judgement 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of KIIFBs internal control.

- 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 KIIFBs ability to continue as a going concern. If we conclude that material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained upto the date of our auditor's report. However future events or conditions may cause the entity to cease to continue as going concern.

- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the financial statements, including the disclosures, and whether the 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 stndalone financial statements may be influenced. We consider planning materiality and performance materiality to the plan the scope of our audit work and to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of audit and significant audit findings, including any significant deficiencies in internal control and auditor identifies during the 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.
From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. 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 purpose of our audit except for the matter stated in Basis for Qualified Opinion Paragraph 1.

    b. In our opinion, proper accounts as required by law have been kept by KIIFB so far it appears from our examination of those books.

    c. The standalone Balance Sheet, standalone statement of profit and loss and standalone Cashflow Statement dealt with by this Report are in agreement with the books of accounts except for the matter stated in Basis for Qualified Opinion Paragraph 1.

    d. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards issued by the Institute of Chartered Accountants of India in all material aspects.

Place: Kochi
Date: May 30, 2026

For Suri and Co
Chartered Accountants
FRN: 004283S

GOVINDARAJAN RENGARAJAN
Digitally signed by GOVINDARAJAN RENGARAJAN
Date: 2026.05.30 17:43:04 +05'30'

G Rengarajan
Partner
Membership Number: 219922
UDIN:26219922HHQBUQ1821

Kerala Infrastructure Investment Fund Board
2nd Floor, Felicity Square, MG Road, Statue, Trivandrum 695 001
Standalone Balance Sheet as at 31.03.2026

Amount in Lakhs

	Particulars	Note No.	As at 31.03.2026	As at 31.03.2025
I.	**EQUITY AND LIABILITIES**			
1	Initial Corpus Fund	1	4,11,128.92	3,89,219.92
2	Corpus Fund - Revolving (shown on the asset side)	2	-	-
3	**Non-current liabilities**			
	(a) Long-term borrowings	3	29,12,249.87	23,23,392.15
	(b) Other Long term liabilities	4	7,618.06	7,459.18
4	**Current liabilities**			
	(a) Short-term borrowings	5	3,07,583.10	2,66,619.40
	(b) Other current liabilities	6	43,711.32	30,475.51
			36,82,291.28	**30,17,166.16**
II.	**ASSETS**			
1	**Non-current assets**			
	(a) Property, plant and equipment			
	(i)Tangible assets	7	695.17	444.31
	(ii)Intangible assets		1,373.89	101.11
	(iii)Intangible Asset under Development		-	910.91
	(b) Non-current investments	8	1,222.39	935.37
	(c) Long-term loans and advances	9	7,20,854.48	6,98,236.66
	(d) Corpus fund revolving being the Statutory contribution receivable from GoK -Non current	2	14,17,169.24	9,53,954.13
	(e) Other Non Current Assets	10	2,870.13	3,071.34
2	**Current assets**			
	(a) Current investments	11	5,000.00	5,000.00
	(b) Cash and cash equivalents	12	10,63,291.50	7,94,000.54
	(c) Short term loans and advances	13	33,236.81	1,85,116.86
	(d) Corpus fund revolving being the Statutory contribution receivable from GoK -Current	2	4,19,924.00	3,62,500.00
	(e) Other current assets	14	16,653.68	12,894.93
			36,82,291.28	**30,17,166.16**
	Notes forming part of standalone financial statements	**I , II & 1-36**		

The accompanying notes form an integral part of the standalone financial statements

AUDITOR'S REPORT
As per our report of even date attached

for Suri & Co
Chartered Accountants
FRN 004283S

GOVINDARAJAN RENGARAJAN
Digitally signed by GOVINDARAJAN RENGARAJAN
Date: 2026.05.30 17:43:21 +05'30'

G Rengarajan
(Partner)
M.No. 219922
Kochi
Date: 30.05.2026

For KERALA INFRASTRUCTURE INVESTMENT FUND BOARD

Salim Gangadharan
Independent Non-executive Member
Thiruvananthapuram
Date: 30.05.2026

Reji John
Joint Fund Manager

Kerala Infrastructure Investment Fund Board
2nd Floor, Felicity Square, MG Road, Statue, Trivandrum 695 001
Standalone Profit and Loss Account for the year ended 31.03.2026

Amount in Lakhs

	Particulars	Note No.	For the Year Ended 31.03.2026	For the Year Ended 31.03.2025
I.	**Revenue:**			
i)	Recoupment of statutory contribution from Government of Kerala from Corpus Fund for financing of direct project cost as per Contra	18	7,00,229.67	4,39,151.79
ii)	Interest income from financial assistance for revenue generating projects	16	79,267.06	69,054.95
iii)	Interest income from deposits and investments	15	36,597.71	21,936.70
iv)	Other income	17	260.34	6,861.15
	Total Revenue (I)		**8,16,354.77**	**5,37,004.58**
II.	**Expenses:**			
i)	Financing of direct cost of projects -Out of Corpus Fund	18	7,00,229.67	4,39,151.79
ii)	Employee benefits expense	19	710.72	739.77
iii)	Finance costs	20	2,85,484.02	2,19,510.22
iv)	Depreciation and amortisation expense	7	345.89	343.18
v)	Other expenses	21	7,603.44	9,592.08
	Total expenses (II)		**9,94,373.74**	**6,69,337.05**
III.	**Profit / (Loss) (I- II)**		(1,78,018.97)	(1,32,332.47)
	Prior Period Item	22	(22.05)	(504.74)
	Profit / (Loss) after prior period item		(1,78,041.02)	(1,32,837.21)
IV.	**Tax expense:**			
	(1) Current tax		-	-
	(2) Tax for Earlier years		-	-
	(3) Deferred tax(Expense)/Income		-	-
	Less : Statutory contribution from GoK under Corpus fund utilised to meet the net loss (deficit from operations)for the year in P&L account transferred		1,78,041.02	1,32,837.21
V.	**Net Profit / (Loss) for the Year**		-	-

Notes forming part of standalone financial statements **I , II & 1-36**

The accompanying notes form an integral part of the standalone financial statements

For KERALA INFRASTRUCTURE INVESTMENT FUND BOARD

Salim Gangadharan
Independent Non-executive Member
Thiruvananthapuram
Date: 30.05.2026

Reji John
Joint Fund Manager

AUDITOR'S REPORT

As per our report of even date attached

for Suri & Co
Chartered Accountants
FRN.004283S

GOVINDARAJAN RENGARAJAN Digitally signed by GOVINDARAJAN RENGARAJAN Date: 2026.05.30 17:43:49 +05'30'

G Rengarajan
(Partner)
M.No. 219922
Kochi
Date: 30.05.2026

Kerala Infrastructure Investment Fund Board
2nd Floor, Felicity Square, MG Road, Statue, Trivandrum 695 001
Standalone Cash Flow Statement for the year ended 31.03.2026

Amount in Lakhs

Particulars	For the year ended 31.03.2026	For the year ended 31.03.2025
A. Cash flow from operating activities		
Profit before income tax	(1,78,041.02)	(1,32,837.21)
Adjustments for		
Depreciation and amortisation expense	345.89	343.18
Interest income	(1,04,652.97)	(72,072.65)
Finance Cost	2,85,484.02	2,19,510.22
Profit Sale of intangible asset	-	(26.25)
Reimbursement of KSFE Software Expenses	-	(6,608.52)
Credit balances written back	(14.30)	(27.53)
Fixed Assets Written off	11.99	-
Interest on income tax refund	-	(15.56)
Provision for sub-standard asset	389.10	-
Provision for standard asset	(512.51)	947.78
Operating profit / (loss) before working capital changes	3,010.19	9,213.45
Changes in working capital:		
Adjustments for (increase) / Decrease in operating assets:		
Loans and Advances	65,309.21	(20,754.59)
Financial assistance made to Revenue Generating Projects	1,32,131.70	(1,67,889.09)
Other Non Current and Current Assets	(3,557.52)	5,476.01
Adjustments for increase / (Decrease) in operating liabilities:		
Other Current/Non current Liabilities	(25,699.53)	(19,303.53)
Net Changes in working capital:	1,71,194.04	(1,93,257.75)
Cash generated from operations	1,71,194.04	(1,93,257.75)
Net income tax (paid) / refunds	-	207.46
Net cash from/ (used in) operating activities (A)	**1,71,194.04**	**(1,93,050.29)**
B. Cash flow from investing activities		
(Purchase)/Sale of PPE (including Intangible asset under Development)	(970.61)	1,757.53
Interest income received out of fixed deposit	36,597.71	21,936.70
(Purchase)/Sale of Investments	(287.02)	(5,016.44)
Net cash from/ (used in) investing activities (B)	**35,340.07**	**18,677.78**
C. Cash flow from financing activities		
Loans from :-		
(i) Banks and Financial Institutions	4,93,634.50	4,46,119.60
(ii) Bonds	3,33,204.00	3,00,349.00
(iii) Pravasi Dividend Scheme	64.56	248.13
Bonds repaid during the year	-	(9,740.40)
Loans repaid during the year	(1,97,081.63)	(2,19,996.73)
Statutory contribution from GoK	3,55,501.46	3,13,048.72
Additional Financial Support for Infrastructure Development	21,909.00	56,518.00
Allotment of funds/(return) of unutilised LAC-ADS share	(67.02)	2,012.20
Recoupment by way of Statutory contribution from Govt of Kerala from Corpus Fund for direct project cost	(7,00,229.67)	(4,39,151.79)
Interest received during the period from Deposits made out of corpus fund	2,197.14	2,109.48
Finance cost paid	(2,46,375.50)	(1,92,411.08)
Net cash from/ (used in) financing activities (C)	**62,756.84**	**2,59,105.14**
Net increase (decrease) in cash and cash equivalents (A+B+C)	2,69,290.96	84,732.63
Cash and cash equivalents at the beginning of the financial year	7,94,000.54	7,09,267.91
Cash and cash equivalents at end of the year	**10,63,291.50**	**7,94,000.54**
Notes:		
1. The above cash flow statement has been prepared under indirect method prescribed in AS 3 "Cash Flow Statements".		
2. Components of cash and cash equivalents		
Balances with banks		
Cash in Hand	0.11	0.10
Balance with Treasury	0.02	0.02
Term Deposits/Sweep	5,03,451.04	3,65,091.15
Other deposit, savings and current accounts	1,48,711.41	39,689.35
Other Bank balance in Treasury Accounts	4,11,128.92	3,89,219.92
	10,63,291.50	7,94,000.54

Notes forming part of standalone financial statements **I, II & 1-36**

The accompanying notes form an integral part of the standalone financial statements

For KERALA INFRASTRUCTURE INVESTMENT FUND BOARD

Salim Gangadharan
Independent Non-executive Member
Thiruvananthapuram
Date: 30.05.2026

Reji John
Joint Fund Manager

AUDITOR'S REPORT
As per our report of even date attached
for Suri & Co
Chartered Accountants
FRN.004283S

GOVINDARAJA N RENGARAJAN Digitally signed by GOVINDARAJA RENGARAJAN Date: 2026.05.30 17:44:13 +05'30'

G Rengarajan
(Partner)
M.No. 219922
Kochi
Date: 30.05.2026

Kerala Infrastructure Investment Fund Board
2nd Floor, Felicity Square, MG Road, Statue, Trivandrum 695 001
Notes to Standalone Financial Statements for the year ended 31.03.2026

All amounts in Lakhs except for specifically stated

NOTE-I

GENERAL INFORMATION

Kerala Infrastructure Investment Fund Board (referred to as KIIFB) was established on 11.11.1999 under the Kerala Infrastructure Investment Fund Act 1999 (Act 4 of 2000) with the main objective of financing the investment in critical and large infrastructure projects in the State of Kerala. Comprehensive modification of the Act and Scheme has been made through an amendment Ordinance in August 2016. With new strategy and structure, KIIFB aims to dynamically mobilise funds for the infrastructure development of Kerala including major land acquisition needs of the State. KIIFB has recourse to the advanced financial instruments approved by SEBI / RBI and is expected to promote substantial development of sustainable infrastructure in the State.
KIIFB is a body corporate established under an Act of Government of Kerala (KIIF ACT 1999) exclusively for undertaking sub-sovereign functions of financing the key infrastructure projects in the State of Kerala and all activities are done in pursuance of the above objective only.

Non convertible Debt Securities of KIIFB(Debentures) are listed on stock exchange of BSE Limited in pursuant to the provisions of SEBI Act 1992, LODR Regulations and Debenture trustee regulations.

NOTE-II

SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

a. The Standalone Financial Statements have been prepared under the historical cost convention, in accordance with the generally accepted accounting principles and Accounting Standard issued by Institute of Chartered Accountants of India. KIIFB, being a body corporate and not a company as defined under Companies Act, 2013 do not adopt the Ind AS prescribed under Companies (Indian Accounting Standard) Rules, 2015.

b. KIIFB follows Mercantile System of Accounting and recognizes significant items of income and expenditure on accrual basis, except to the extent otherwise stated in the notes.

c. The Financial Statements are presented in INR, which is the functional currency and all values are rounded to the nearest lakhs (INR 1,00,000), except when otherwise indicated. Due to rounding, numbers presented may not add up precisely to totals provided.

B. USE OF ESTIMATES

The preparation of financial statements in conformity with Indian GAAP requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period.

C. PROPERTY, PLANT AND EQUIPMENT

(a) Tangible Assets: The Gross carrying amount of Property, Plant & Equipment have been accounted on cost model, and cost comprises of purchase price, duties, levies and any direct attributable costs of bringing the assets to its working condition for the intended use.
Depreciation: Depreciation has been provided on Written down Value Method at the rates prescribed in appendix to the Income Tax Rules.

(b) Intangible Asset

Intangible Assets are recorded at the cost of acquisition of such assets and are carried at cost less accumulated amortisation and impairment, if any.

Amortisation: Amortisation has been provided for on Written down Value Method on assets at the rates prescribed in appendix to the Income Tax Rules.

D. PRIOR PERIOD ADJUSTMENTS

As per **AS 5 "Net profit or Loss for the period, Prior Period Items and Changes in Accounting Policies"**,

(i) Prior period adjustments represent entries for correction of errors or omissions in the preparation of financial statements of one or more prior periods and as such are shown separately in the Notes annexed to and forming part of Accounts.

(ii) Extra-ordinary items are those material adjustments that arise from events or transactions that are clearly distinct from the ordinary activity of KIIFB and are not expected to occur frequently or regularly and therefore are shown separately in the Notes annexed to and forming part of Accounts.

E. REVENUE RECOGNITION

In line with the prescriptions in **AS 9** on **Revenue Recognition"**, revenue is recognised only when it can be reliably measured and it is reasonable to expect ultimate collection as per the assessment of the management.

Interest income on fixed deposits is recognised time proportionately based on periods for which amounts are outstanding and the interest rate applicable.

Interest generated from the investments made out of the corpus funds received are credited to the corpus fund as such interest is to be mandatorily used for the objectives of the Act and hence forms a part of statutory contribution accounted under Corpus Fund.

Interest income on loans granted for revenue generating projects is recognised on accrual basis as per the terms of the loan agreement, wherever such agreements have been entered into except to the extent otherwise disclosed in the notes to accounts. In case of loans granted for which the loan agreement is pending to be executed, interest is recognised on accrual basis at rates and methodology as per comparable loan agreements entered into with other parties as per the estimate of the management or at the interest rates agreed upon at the time of sanction of loan in certain cases where ever applicable. Late payment charges, prepayment charges are recognised on a point in time basis, and are recorded when realized since the probability of collecting such monies is established when the borrower pays.

F. CORPUS FUND- Revenue Recognition and Accounting of Utilisation

The corpus fund-revolving represents the funds received every year from Government of Kerala as part of statutory contribution provided for in the State budget under financial support for infrastructure development as stated in Section 3(1A) r.w.s Section 7 of KIIF Act, 2016 towards the objectives based on resolution of the general body and also any amounts received additionally from Government of Kerala to meet additional fund requirements as per relative government order. The amounts utilised towards direct cost of projects are recouped from the revolving/ corpus Fund for the year and amount so utilised are shown as contra item in the P&L a/c to reflect the activities undertaken to meet the objectives as per the Act. The corpus fund-revolving also includes funds received under LAC/ADS scheme and PTA/CSR Fund as per government order.

G. INVESTMENTS

As per **AS 13 "Accounting for Investments "**, Current Investments are carried at the lower of cost or quoted / fair value, computed category-wise. Long-term investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such decline is other than temporary. Investments that are readily realisable and intended to be held for not more than 12 months from the date of acquisition are classified as current investment. All other investments are classified as non-current investments.

H. BORROWING COST

As per **AS 16 "Borrowing Costs"**, Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that takes necessarily substantial period of time to get ready for intended use. All other borrowing costs are charged to the Statement of Profit and Loss.

I. INCOME RECOGNITION , ASSET CLASSIFICATION AND PROVISIONING NORMS

KIIFB has introduced prudential norms on Income recognition, asset classification and provisioning relevant and applicable for long term infrastructure projects w.e.f 01.04.2023 as per the decision of general body through circular resolution dated on 13.04.2023. Further IRACP norms has been amended in the 46th General Body Meeting of KIIFB held on 02.09.2023. KIIFB has classified projects into four categories based on the viability of projects into High(Category I), Medium(Category II), Low (Category III) and no commercial viability projects(Category IV). Projects under category III are not identified as loan in books of accounts and accordingly IRACP norms are not applicable till such time repayment agreement are executed or the projects are identified as loan in books of accounts whichever is earlier. Projects under category IV have no commercial viability and are implemented through grant scheme.

Further the IRACP norms were amended by the 56th General Body held on 13th February 2026. Asset classification based on the disbursement timeline and additional prudential triggers for disbursement milestone were introduced in the revised IRACP Norms. As per the said norms, asset classification and provisioning as follows:

a)The assets are classified as follows :

(i) Standard Assets - up to 12 months overdue

(ii) Substandard Assets – Beyond 12 months but less than 24 months overdue

(iii) Doubtful Assets – Beyond 24 months overdue

(iv) Loss Assets – fully to be written off subject to security value realisation

(v) In case of revenue generating projects (RGP)for which repayment agreements are pending to be entered, and disbursement is more than 40%,- such RGP will be considered as substandard asset after 24 months from the date 40% payment milestone has been reached or from the date of identification of the project as RGP in books of accounts, whichever is later.

b) Provisioning Norms

Sl No	Type of Asset	Provision Required (%)- Expected Credit loss
(i)	Standard Asset	0.40%
(ii)	Substandard Asset	
	i) Overdue beyond 12 months and up to 18 months and RPA executed ii) RPA not executed, and non execution continues beyond 24 months and upto 30 months from when 40% disbursement was made or date of identification of project as RGP in books of accounts whichever is later. iii) RGP for which 40/100% disbursement is delayed, delay extend beyond 36 months and upto 42 months.	10%
	i) Overdue beyond 18 months and up to 24 months and RPA executed ii) RPA not executed, and non execution continues beyond 30 months and upto 36 months from when 40% disbursement was made or date of identification of project as RGP in books of accounts whichever is later. iii) RGP for which 40/100% disbursement is delayed, delay extend beyond 42 months and upto 48 months.	25%
(iii)	Doubtful Assets	
	Up to One year	50%
	One to three years	75%
	More than three years	100%
(iv)	Loss Assets	100%

Once an asset is recognised as non performing (Substandard or lower), entire unrealised interest is reversed and income is accounted for on cash basis only.

J. ACCOUNTING FOR TAXES ON INCOME

Income Tax is accounted in accordance with Accounting Standard on Accounting for Taxes on Income (AS-22), which include Current Taxes and Deferred Taxes. Provision for Current Tax is made in accordance with the provisions of The Income Tax Act, 1961. Deferred Tax assets/ liabilities representing timing differences between accounting income and taxable income are recognized to the extent considered capable of being reversed in subsequent years by applying tax rate substantively enacted as at the end of the year. Deferred tax assets are recognised only to the extent there is reasonable certainty that sufficient future taxable income will be available, except that Deferred Tax Assets arising due to unabsorbed depreciation and losses are recognised if there is a virtual certainty that sufficient future taxable income will be available to realise the same.

K. CASH FLOW STATEMENT

Cash flows from operating activities are prepared using the indirect method, whereby net profit or loss is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments, and items of income or expense associated with investing or financing cash flows.Cash comprises cash on hand and demand deposits with banks.Cash equivalents are short term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

L. PROVISION, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

As per **AS 29 "Provisions, Contingent Liabilities and Contingent Assets"**, Provisions are recognised when KIIFB has a present obligation as a result of a past event, for which it is probable that a cash outflow will be required and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to its present value and are determined based on management estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the correct management estimates. Contingent Liabilities are not recognised but are disclosed in notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

M. EMPLOYEE BENEFITS

Provision of **AS 15 "Employee Benefits"**, has been considered while Preparation of Financial Statements

(i) **Short Term Employee Benefits -** All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits and recognized in the period in which the employee renders the related service.

(ii) Defined contribution plan and Defined benefit plan - KIIFB does not have any defined contribution plan and defined benefit plan as detailed in Note No 19.1 and 19.2 to the financial statements.

N.IMPAIRMENT OF ASSETS

The entity reviews the carrying amounts of its assets for any possible impairment at each balance sheet date. An impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount and the impairment loss, if any, is recognised in the Statement of Profit and Loss.

Note - 1

Initial Corpus Fund	**As at 31.03.2026**	**As at 31.03.2025**
Initial corpus fund for Major Infrastructural Development Projects	3,89,219.92	3,32,701.92
Add: Addition to Initial Corpus Fund (Ref Note 1.2)	21,909.00	56,518.00
	4,11,128.92	**3,89,219.92**

1.1 The initial Corpus fund of Rs 2,49,842.28 Lakhs represents fund received towards initial corpus fund for Major Infrastructural Development Projects as per GoK Govt. Orders - G.O (Ms) No 16/2016/Plg. dated 30.03.2016 and G.O (Ms) No 18/2017/Plg. dated 30.03.2017 and amount received during the financial year 2021-22 as additional financial support for infrastructure development amounting to Rs 32,207/- Lakhs has been received as per G.O(Rt)No. 389/2022/Fin dated 17.01.2022 which has been credited to Initial Corpus fund. The amounts are kept separately in government treasury account, (interest free). The additional contribution during 2021-22 is to provide funds required over and above the mandatory entitlement of tax devolution for the year to bridge the shortfall for the year in its ALM projection calculated at an annual growth of 10% over its revenues from petrol cess and share of Motor Vehicle tax. Since the amount has been credited to special treasury savings account, the same is to be treated as part of the initial corpus.

During the financial year 2023-24, an amount of Rs.42,250 lakhs was received from GoK vide GO No 54/2024/fin and GO no. 9210/2023/fin (read with Order No. FA-2/5034/2024/KIIFB dated 10.01.2024) towards balance of motor vehicle tax which was credited to Revolving Corpus Fund. Further, KSIDC has repaid borrowing to extent of Rs.8402.64 lakhs , which was fully provided for in earlier years and accordingly, the provision to extent of Rs.8402.64 lakhs was written back to P&L and c/f to Revolving Corpus Fund. The above amounts of Rs.50652.64 lakhs (Rs.42,250 lakhs plus Rs.8402.64 lakhs) which was lying in the Revolving Corpus Fund was transferred to Initial Corpus Fund by the management and equivalent fund was directly credited/ transferred to special treasury account earmarked for initial corpus. The transfer as above has been approved by Govt. of Kerala vide GO Rt.No 4098/2024/Fin dated 18.05.2024 (Rs.42250 lakhs) and GO RT No.4099/2024/Fin dated 18.05.2024 (Rs.8402.64 lakhs).

During the year 2024-25, an amount of Rs.56,518 lakhs was received from GoK vide GO (Rt). No.496/2025/Fin towards balance of motor vehicle tax which was credited to Revolving Corpus Fund.The amount of Rs.56518 lakhs which was lying in the revolving corpus fund was transferred to initial corpus fund vide G.O.(Rt) No.674/2025/Fin dated 23.01.25.

1.2 During the year, an amount of Rs.21,909 lakhs was received from GoK vide GO (Rt). No.9779/2025/Fin dated 05.12.2025 towards balance of motor vehicle tax which was initially credited to Revolving Corpus Fund. Further, the amount of Rs.21,909 lakhs which was lying in the revolving corpus fund was transferred to initial corpus fund vide GO (Rt). No.2114/2026/Fin dated 28.02.2026.

Note - 2

Corpus Fund - Revolving

	As at 31.03.2026	**As at 31.03.2025**
A. Fund from Contingency Fund of Government of Kerala	75.00	75.00
Total -(A)	**75.00**	**75.00**
B. Corpus fund by way of statutory contribution from GoK		
Opening Balance	18,91,101.75	15,73,437.96
Add: Statutory contribution received during the year	3,84,409.00	3,69,518.00
Less: Transfer to initial corpus fund (refer note 1.2)	(21,909.00)	(56,518.00)
Add: Previous year adjustment for capitalisation of Intangible Asset (Refer note 7.1)	-	493.41
Add/(less): Allotment of funds/(return) of unutilised LAC-ADS share	(67.02)	2,012.20
Add : Interest received during the period from Deposits made out of corpus fund (Refer Note 2.2)	2,197.14	2,109.48
Add : Corpus fund resumed by the Govt during the preceding year returned during the year	0.52	49.24
Less : Corpus fund resumed by the Govt during the year	(6,999.05)	(0.52)
Closing Balance of funds available for utilisation	**22,48,733.34**	**18,91,101.77**
Utilisation of Corpus Fund		
i) Funds Utilised for financing of direct project cost as at year end (see Note 2.4 below)	(34,77,074.29)	(27,76,844.62)
ii) Fund Utilised for financial assistance by way of long term loans to revenue generating projects as at year end (see Note 2.5 below)	(5,49,829.51)	(6,81,961.21)
iii) Deficit from operations in P & L a/c recouped (see Note 2.3 below)	(6,00,424.64)	(4,22,383.62)
(iv) Transfer to Initial Corpus fund (refer note 1.1)	(8,402.64)	(8,402.64)
Subtotal	**(46,35,731.09)**	**(38,89,592.09)**
Total-(B)	**(23,86,997.75)**	**(19,98,490.32)**
C. Reserve for financial assistance to revenue generating projects		
Financial assistance for revenue generating projects adjusted as per contra	5,49,829.51	6,81,961.21
Total-(C)	**5,49,829.51**	**6,81,961.21**
Total (A)+(B)+(C)	**(18,37,093.24)**	**(13,16,454.13)**
Less: Transferred to statutory contribution receivable from GoK (see Note 2.6 below)	**(18,37,093.24)**	**(13,16,454.13)**

2.1 The corpus fund represents capital investment of State Government in KIIFB to meet its long term/short term capital requirements for financing the infrastructure projects in the State as per the objectives in the KIIF Act, 1999 as amended by amendment Act of 2016.The revolving corpus fund is received on an annual basis towards financial support for Infrastructure Development by way of statutory contribution being share of KIIFB from Cess on petrol and share of KIIFB from Motor Vehicle Tax as per KIIF Act.

2.2 Interest generated from the investments made directly out of corpus fund amounting to Rs. 2197.14 Lakhs is credited to the corpus fund based on resolution of the board taken in line with the provisions of KIIF Act, which stipulates that such interest is to be mandatorily used for the objectives of KIIFB and hence forms a part of statutory contribution accounted under Corpus Fund. Such interest are directly attributable to deposits made out of such contribution during the year.

2.3 **Deficit in operations in P & L a/c recouped**

	As at 31.03.2026	As at 31.03.2025
Accumulated deficit as at beginning of the year	(4,22,383.62)	(2,89,546.41)
Current year profit/(loss)	(1,78,041.02)	(1,32,837.21)
Closing Balance	**(6,00,424.64)**	**(4,22,383.62)**

The net loss in Profit and Loss account for the year of Rs. 1,78,041.02 lakhs representing utilisation of Corpus Fund for meeting the expenses in relation to the administration of the fund has been recouped from the Corpus Fund by transferring an amount equal to the net loss for the year from operations from Corpus Fund to P&L a/c.

2.4 **Particulars of Fund Utilised out of Corpus Fund / Statutory contribution for direct project cost**

	As at 31.03.2026	As at 31.03.2025
Opening Balance	27,76,844.62	23,37,692.83
Add: Utilised during the year for financing of direct project cost (See Note 18)	7,00,229.67	4,39,151.79
Closing Balance	**34,77,074.29**	**27,76,844.62**

2.5 **Particulars showing movement of fund utilised out of Corpus Fund / statutory contribution for financial assistance to revenue generating projects**

	As at 31.03.2026	As at 31.03.2025
Opening Balance	6,81,961.21	5,14,072.12
Add : Financial assistance given during the year including retention amount	11,257.23	2,48,579.40
Less : Financial assistance repaid during the year	(1,43,388.93)	(80,690.31)
Closing Balance	**5,49,829.51**	**6,81,961.21**

2.6 **Particulars of Fund transferred to statutory contribution receivable from GoK**

	As at 31.03.2026	As at 31.03.2025
Current portion of statutory contribution receivable	4,19,924.00	3,62,500.00
Non Current portion of statutory contribution receivable	14,17,169	9,53,954.13
	18,37,093.24	**13,16,454.13**

2.6.1 The balances under statutory contribution receivable from GoK of Rs.18,37,093.24 lakhs is considered good and recoverable and there is no uncertainty with regard to ultimate recovery, based on financial operational model of KIIFB as per the KIIF Act, 1999 as such amounts are expected to be recouped from the statutory contribution receivable in future years and are incorporated in the Asset Liability Management system and represents net amount spent as per the operational model implemented by KIIFB as envisaged in the KIIF Act,1999.

2.6.2 Current portion of statutory contribution receivable has been ascertained on the basis of Budgetary allotment of statutory contribution as per annual Finance Act 2026 of GoK and balance amount has been shown under Non Current Asset.

2.7 During the year, KIIFB has incurred promotional and media-related expenditure amounting to Rs. 7,997.70 lakhs in connection with its flagship projects, including foundation laying ceremonies and inauguration events, to promote public awareness, enhance brand awareness and credibility for KIIFB in view of its need to access financial markets on a continuous basis and as a part of its stakeholder communication activities. The 56th General Body at its meeting held on 13.02.2026 ratified the expenditure incurred prior to that date and accorded sanction for capitalisation of project-related media expenses, incurred in connection with promotional and awareness creation activities including advertisements and other publicity activities for inauguration of completed projects and commencement of new projects, subject to a ceiling of 1% of the approved project cost. Such expenditure has a direct relation with the respective projects, and is specifically identifiable and attributable to individual projects, with one-to-one mapping of costs to the concerned projects. Accordingly, Rs.1,985.40 lakhs (incurred prior to 13.02.26) and Rs.6,012.29 lakhs (incurred after 13.02.26 pursuant to the above sanction) have been capitalised as part of the project cost and carried under the Revolving Corpus Fund.

Note - 3

Long Term Borrowings	As at 31.03.2026	As at 31.03.2025
Unsecured Loans		
i. KNRKWB under Pravasi dividend scheme (Note 3.2)	34,113.25	34,048.69
ii. KSFE Pravasi Bond (Note 3.1)	1,16,796.60	1,07,076.60
iii. Domestic Bond	8,34,995.00	5,11,511.00
iv. Green Bond	30,002.00	30,002.00
Loan From Banks and Financial Institutions (Note 3.4)		
v. Loan From NABARD	6,57,505.48	4,31,870.09
vi. Loan From SBI	37,482.16	49,982.16
vii. Loan From Union Bank	32,500.00	41,249.59
viii. Loan From Indian Bank	60,100.01	70,180.01
ix. Loan From Canara Bank	74,748.29	56,749.18
x. Loan from Bank of Maharashtra	74,999.49	84,999.49
xi. Loan from Bank of Baroda	1,35,156.25	1,60,156.25
xii. Loan from Bank of India	54,250.00	61,250.00
xiii. Loan from ICICI	5,000.00	10,000.00
xiv. Loan from Kotak Mahindra Bank	5,000.00	8,333.33
xv. Loan from IOB	1,50,000.00	-
xvi. Loan from REC	2,93,992.27	3,84,973.83
xvii. Loan from KFC	92,422.21	1,16,676.21
xviii. Loan from PFC	87,071.63	87,071.63
xix. Loan from HUDCO	3,43,698.33	3,43,881.49
xx. Loan from Small Industries Finance Corporation Ltd	1,00,000.00	-
Total A	**32,19,832.97**	**25,90,011.55**

Less: Current Maturity of loan shown under Short Term Borrowings:		
i. Domestic Bond	5,357.00	-
ii. Green Bond	2,143.00	-
iii. Loan From NABARD	27,925.21	11,897.85
iv. Loan From REC	94,359.08	89,855.72
v. Loan from KFC	8,340.00	16,661.32
vi. Loan From Union Bank	8,750.00	8,750.00
vii. Loan From Indian Bank	10,080.00	10,080.00
viii. Loan from SBI	12,500.00	12,500.00
ix. Loan from Canara Bank	7,000.00	7,000.00
x. Loan from Bank of Baroda	25,000.00	25,000.00
xi. Loan from Bank of India	7,000.00	7,000.00
xii. Loan from Bank of Maharashtra	10,000.00	10,000.00
xii. KSFE Pravasi Bond	44,497.00	29,257.00
xiv. Loan from ICICI	5,000.00	5,000.00
xv. Loan from HUDCO	31,944.90	30,284.18
xvi. Loan from Kotak Mahindra Bank	3,333.33	3,333.33
xvii. Loan from PFC	4,353.58	-
Total B	**3,07,583**	**2,66,619.40**
Total (A-B)	**29,12,249.87**	**23,23,392.15**

Note - 3.1

KSFE Pravasi Bond

KIIFB had issued Security Bonds (with interest rate of 7.5% and 8.5% pa) & Deposit Bonds (with interest rate of 7.6% pa) to KSFE Ltd. Security bonds carry the interest rate of that for FDs (of similar tenure) at Government Treasury prevailed during the time of issue of the Bonds. The rate offered by Deposit Bond is 0.10% higher than the Treasury rate. Exclusive Government orders are also been issued in this regard. These bonds are also backed by the Guarantee of the State to the extent of value of Bond Outstanding

Maturity Profile of the KSFE Pravasi bond

Maturity Profile	Amount in Rs.(Lakhs)
2026 - 27	44,497.00
2027 - 28	21,551.00
2028 - 29	39,693.00
2029 - 30	3,764.60
2030 - 31	5,786.00
2031 - 32	440.00
2033 - 34	90.00
2034 - 35	475.00
2035 - 36	500.00
Total	**1,16,796.60**

Note - 3.2

Revised Tripartite agreement is pending to be executed between KNRKWB, KIIFB and GoK by incorporating matters relating to treatment / adjustment of TDS receivable for KNRKWB.

Loan amount includes interest accrued on loan upon maturity amounting to Rs.2262.06 lakhs (P.Y-2190.67 lakhs) as per the terms of agreement and KNRKWB Scheme. Interest on loan are calculated based on the records relating to loan balances (yearly basis) furnished by KNRKWB.

Note 3.3

a) Domestic Bond-I

Domestic Bond Series I issued on 22.12.2023 (Rs. 100296 lakhs) and re-issued on 18.01.2024 (Rs. 49700 lakhs) total amounting to Rs.149996 lakhs at a coupon rate of 8.95% per annum payable quarterly. Non convertible domestic bond in nature of debenture comprising of seven sub series 'A' through 'G' with maturity ranging from 4-10 years which is listed on BSE Limited.

b) Domestic Bond-II

Domestic Bond Series II issued on 26.03.2024 (Rs. 61166 lakhs) and re-issued on 23.04.2024 (Rs. 23828 lakhs) total amounting to Rs.84994 lakhs at a coupon rate of 9.1% per annum payable quarterly. Non convertible domestic bond in nature of debenture comprising of seven sub series 'A' through 'G' with maturity ranging from 4-10 years which is listed on BSE Limited.

c) Domestic Bond-III

Domestic Bond Series III issued on 08.10.2024 (Rs 85015 lakhs) and reissued on 29.10.2024 (Rs 14987 lakhs) total amounting to Rs.100002 lakhs at a coupon rate of 9.49% per annum payable quarterly. Non convertible domestic bond in nature of debenture comprising of seven sub series 'A' through 'G' with maturity ranging from 4-10 years which is listed on BSE Limited.

d) Domestic Bond-IV

Domestic Bond Series IV issued on 27.12.2024 (Rs. 50001 lakhs) and re-issued on 17.02.2025 (Rs. 100002 lakhs) total amounting to Rs.150003 lakhs at a coupon rate of 9.42% per annum payable quarterly. Non convertible domestic bond in nature of debenture comprising of seven sub series 'A' through 'G' with maturity ranging from 4-10 years which is listed on BSE Limited.

e) Domestic Bond-V

Domestic Bond Series V issued on 25.03.2025 amounting to Rs.26516 lakhs and reissued on 08.05.2025 Rs. 23478 Lakhs Total amounting to Rs. 49994 Lakhs at a coupon rate of 9.49% per annum payable quarterly. Non convertible domestic bond in nature of debenture comprising of seven sub series 'A' through 'G' with maturity ranging from 4-10 years which is listed in on BSE Limited. The aggregate issue size of Domestic Bond Series V is Rs 49994 lakhs.

f) Domestic Bond-VI

Domestic Bond Series VI issued on 08.08.2025 amounting to Rs.150003 lakhs at a coupon rate of 9.67% per annum payable quarterly. Non convertible domestic bond in nature of debenture comprising of seven sub series 'A' through 'G' with maturity ranging from 4-10 years which is listed in on BSE Limited. The aggregate issue size of Domestic Bond Series V is Rs 150003 lakhs.

g) Domestic Bond-VII

Domestic Bond Series VII issued on 21.01.2026 amounting to Rs.150003 lakhs at a coupon rate of 9.30% per annum payable quarterly. Non convertible domestic bond in nature of debenture comprising of seven sub series 'A' through 'G' with maturity ranging from 4-10 years which is listed in on BSE Limited. The aggregate issue size of Domestic Bond Series V is Rs 150003 lakhs.

h) Green Bond

Green bond issued on 03.07.2023 for an amount of Rs.30002 lakhs at coupon rate of 8.49% per annum payable quarterly. Non convertible green bond in nature of debenture comprising of seven sub series 'A' through 'G' with maturity ranging from 4-10 years which is listed in Stock exchange BSE Limited.

The above bonds are backed by guarantee of Government of Kerala.

Maturity Profile of Bonds

Amount in Rs.(Lakhs)

Sl No	Maturity Profile (in Years)	Green Bond Series	Domestic Bond Series I to VII
i.	4	4,286.00	1,19,285
ii.	5	4,286.00	1,19,285
iii.	6	4,286.00	1,19,285
iv.	7	4,286.00	1,19,285
v.	8	4,286.00	1,19,285
vi.	9	4,286.00	1,19,285
vii.	10	4,286.00	1,19,285
	Total	**30,002.00**	**8,34,995.00**

Note No 3.4

Loan From Banks and Financial Institution and other lenders

i. KIIFB has availed Loan from various Public Sector Banks, scheduled banks, companies and Financial Institutions duly backed by Guarantee of Government of Kerala as mandated by the KIIF Act, 1999 and subsequent amendment Act of 2016 passed by Kerala Legislature except in the case of loan from Kerala Non Residents Keralites' Welfare Board (KNRKWB) under Pravasi dividend scheme which is guaranteed by GoK to KNRKWB.

ii. The details of the term loans and the terms of repayment are as follows:

Sl No	Name of lender	Sanction Date	Amount Sanctioned (in INR Lakhs)	Tenure and Interest Rate (%)	Repayment Terms
1	State Bank of India	15.12.2018	1,00,000	10 Years with 2 years moratorium Interest Rate of 7.7% 9.35% (w.e.f. 05.02.2026)	In 32 equal quarterly instalments of Term Loan availed within 18 months of first disbursement and commencing after a moratorium of 24 months from the date of first disbursement.
2	Indian Bank	19.12.2018	50,000	12 Years with 2 years moratorium Interest Rate of 7.7% 9.15% (w.e.f. 31.01.2026)	Repayable in 120 monthly instalments of Rs.4.20 Crore each besides interest charged on monthly rests after an initial moratorium period of 2 years. Interest to be serviced as and when debited including during holiday period. Total door to door tenure is 12 years.
		30.06.2021	50,000	12 Years with 2 years moratorium Interest Rate of 7.5% 9.25% (w.e.f. 30.06.2025)	Repayable in 120 monthly instalments of Rs.4.20 Crore each besides interest charged on monthly rests after an initial moratorium period of 2 years. Interest to be serviced as and when debited including during holiday period. Total door to door tenure is 12 years.

3	Union Bank of India	15.02.2020	25,000	12 Years with 2 years moratorium Interest Rate of 7.55% 9.9% (w.e.f 26.02.2026)	The Term loan to be repaid in 120 equal monthly instalments after initial moratorium of 2 years. In the initial moratorium interest has to be serviced as and when due whether debited or not.
		29.12.2018	50,000	10 Years with 2 years moratorium Interest Rate of 7.55% 9.9% (w.e.f 04.02.2026)	The Term loan to be repaid in 96 equal instalments after initial moratorium of 2 years. In the initial moratorium interest has to be serviced every month.
4	NABARD	24.03.2017	20,080	12 Years including 2 Years moratorium Interest Rate of 9%	12 Years including 2 Years moratorium. Principal to be repaid in 40 quarters.
			36,420	12 Years including 2 Years moratorium Interest Rate of 8.8%	
		20.07.2020	1,06,173	15 Years including 2 Years moratorium Interest Rate of 7.9%	15 Years including 2 Years moratorium. Principal to be repaid in 52 quarters.
		26.07.2024	1,00,812	15 Years including 2 Years moratorium Interest Rate of 7.01%	
		25.10.2024	3,17,436	15 Years including 2 Years moratorium Interest Rate of 7.25%	
		11.12.2024	24,770	15 Years including 2 Years moratorium Interest Rate of 7.29%	
		30.05.2025	1,80,871	15 years including 2 years of moratorium period. Interest rate is 8.30% p.a. payable quarterly for all disbursements till the first reset, provided the first disbursement is availed within six months from the date of sanction.	
		30.05.2025	1,82,908		
5	Canara Bank	29.08.2019	20,000	12 Years with 2 years moratorium Interest Rate of 7.55% 8.95% (w.e.f. 06.09.2025)	The Term loan to be repaid in 40 equal quarterly instalments after initial moratorium of 2 years. In the initial moratorium interest has to be serviced every month.
		30.11.2021	50,000	12 Years with 2 years moratorium Interest Rate of 7.45% 8.9% (w.e.f. 31.12.2025)	
		26.09.2025	25,000	12 Years with 2 years moratorium Interest Rate of 8.95%	
6	KNRKWB under Pravasi dividend scheme	19.12.2019	18,114	Interest rate @9%	Repayment in accordance with the terms of the pravasi dividend scheme.
			13,276	Interest rate @8.3%	
			1,649	Interest rate @8.6%	
7	Bank of India	21.12.2021	70,000	12 Years with 2 years moratorium Interest Rate of 7.45% 9.05% (w.e.f 24.12.2025)	The Term loan to be repaid in 40 equal quarterly instalments after initial moratorium of 2 years. In the initial moratorium interest has to be serviced every month.
8	Bank of Maharashtra	26.07.2021	1,00,000	12 Years with 2 years moratorium Interest Rate of 7.50% 9.1% (w.e.f 23.09.2025)	The Term loan to be repaid in 40 equal quarterly instalments after initial moratorium of 2 years. In the initial moratorium interest has to be serviced every month.

9	Bank of Baroda	26.05.2021	75,000	10 Years with 2 years moratorium Interest Rate of 7.55% 9% (w.e.f 30-09-2025)	The Term loan to be repaid in 32 equal quarterly instalments after initial moratorium of 2 years. In the initial moratorium interest has to be serviced every month.
		29.09.2021	1,25,000		
10	Rural Electrification Corporation Limited	08.06.2021 & 09.06.2021	2,26,827	7 Years with 2 years moratorium Interest Rate of 8.80%	The Term loan to be repaid in 60 equal monthly instalments after initial moratorium of 2 years. In the moratorium period interest has to be serviced every month
		03.11.2021	1,24,888	7 Years with 2 years moratorium Interest Rate of 8.80%	
		08.12.2021	22,865	7 Years with 2 years moratorium Interest Rate of 8.80%	
		26.07.2022	16,073	7 Years with 2 years moratorium Interest Rate of 8.80%	
		26.07.2022 & 16.08.2022	80,719	7 Years with 2 years moratorium Interest Rate of 8.80%	
		13.01.2023	67,551	7 Years with 2 years moratorium Interest Rate of 8.80%	
11	Housing and Urban Development Corporation Ltd.(HUDCO)	01.09.2021	1,00,000	15 Years with 2 years moratorium Interest Rate of 7.45% 9.05% (w.e.f. 22.03.2024)	The Term loan to be repaid in 52 equal quarterly instalments after initial moratorium of 2 years. In the moratorium period interest has to be serviced quarterly.
		06.10.2022	2,00,000	15 Years with 2 years moratorium Interest Rate of 9.05%/ 8.9% (w.e.f. 13.12.2023/20.06.2025)	The Term loan to be repaid in 52 quarterly instalments after initial moratorium of 2 years. In the moratorium period interest has to be serviced quarterly.
		13.03.2024	85,000	15 Years with 1 year moratorium Interest Rate of 9.25%	The Term loan to be repaid in 56 equal quarterly instalments.
		06.08.2024	93,000	15 Years with 1 year moratorium Interest Rate of 9.25% (w.e.f 27.09.2025)	The Term loan to be repaid in 56 equal quarterly instalments.
12	ICICI Bank	28.01.2022	30,000	5 Years with 1 Year moratorium Interest Rate 7.45% 9.3% (w.e.f. 02.04.2024)	The Term loan to be repaid 8 equal semi-annual instalment after a moratorium of 1 year from date of 1st disbursement
13	Kotak Mahindra Bank	28.09.2022	10,000	5 year including moratorium of 2 years Interest Rate 8.4% 8.75% (w.e.f 16.09.2025)	Moratorium shall be 2 years from the date of first Loan disbursement Loan shall be repaid by way of 36 monthly principal payments starting from month following the 2 year moratorium. Interest shall be paid on monthly basis

14	Kerala Financial Corporation (KFC)	28.06.2022	1,00,000	7 years including 1 year moratorium Interest Rate of 7.95% 9.55% (w.e.f. 01.07.2024)	Loan closed as on 24.03.2026
		22.03.2025	50,000	7 years including 1 year moratorium Interest Rate of 9.55%	The Term loan to be repaid in 24 equal quarterly instalment commencing after a moratorium of 12 months from the date of first instalment
		30.10.2025	50,000	10 years including 2 year moratorium Interest Rate of 9.3%	The Term loan to be repaid in 32 equal quarterly instalment commencing after a moratorium of 24 months from the date of first instalment
15	Power Finance Corporation(PFC)	28.03.2024	99,133	15 years with 1 year moratorium. Interest rate of 8.95% p.a. The interest rate shall be reset on annual basis.	The loan shall be repaid in 180 equal monthly instalments on 15 th day of each month , commencing from the first repayment date falling 12 months after scheduled Date of Commencement of Commercial Operations (DCCO)
16	Indian Overseas Bank	04.11.2025	15,000	12 years including moratorium of 2 years. Interest rate is one year MCLR ie 8.85% + 0.20% ie 9.05% per annum	The loan will be repaid in 40 equal quarterly instalments after a period of 2 years of moratorium. The interest will be charged with monthly rests.
17	rmala Financial Corpora	14.02.2026	2,97,571	15 years including 2 years of moratorium period. Interest rate is 8.85% pa. floating,to be reset annually at MCLR + spread of 48 bps. Calculated and payable on a monthly rest basis.	156 equal monthly instalments after the completion of 2 years of moratorium or such other date as specified by the Corporation. No moratorium applicable on interest payment and serviced monthly from date of disbursement of each tranche.

Note - 4

Other Long term liabilities	**As at 31.03.2026**	**As at 31.03.2025**
Interest Accrued on Loan From KNRKWB under Pravasi dividend scheme	9,205.15	8,974.88
Less: Transfer of accrued Interest to principal upon maturity (Refer Note 3.2)	(2,262.06)	(2,190.67)
Total	6,943.09	6,784.21
Retention Money Payable	674.97	674.97
Total	**7,618.06**	**7,459.18**

Note - 5

Short Term Borrowings	**As at 31.03.2026**	**As at 31.03.2025**
Secured, Repayable on Demand		
Current maturity of long term borrowing :		
i. Domestic Bond	5,357.00	-
ii. Green Bond	2,143.00	-
iii. Loan From NABARD	27,925.21	11,897.85
iv. Loan From REC	94,359.08	89,855.72
v. Loan from KFC	8,340.00	16,661.32
vi. Loan From Union Bank	8,750.00	8,750.00
vii. Loan From Indian Bank	10,080.00	10,080.00
viii. Loan from SBI	12,500.00	12,500.00
ix. Loan from Canara Bank	7,000.00	7,000.00
x. Loan from Bank of Baroda	25,000.00	25,000.00
xi. Loan from Bank of India	7,000.00	7,000.00
Loan from Bank of Maharashtra	10,000.00	10,000.00
xii. KSFE Pravasi Bond	44,497.00	29,257.00
xiv. Loan from ICICI	5,000.00	5,000.00
xv. Loan from HUDCO	31,944.90	30,284.18
xvi. Loan from Kotak Mahindra Bank	3,333.33	3,333.33
xvii. Loan from PFC	4,353.58	-
	3,07,583.10	**2,66,619.40**
	3,07,583.10	**2,66,619.40**

Note - 6

Other Current Liabilities	**As at 31.03.2026**	**As at 31.03.2025**
Sundry Creditors for Expenses (Note 6.1)	5,599.62	1,210.93
Guarantee Commission Payable	23,973.07	19,210.44
Statutory Liabilities	2,371.22	2,937.93
Centage Payable	-	351.99
Interest on Domestic Bond Payable	7,358.95	2,744.47
Interest on Green Bond Payable	607.13	607.13
Interest on KSFE Pravasi Bond	1,860.67	1,791.22
Interest on Term Loan Payable	1,848.21	1,555.20
Interest on KNRKWB Loans	-	8.91
Salary Payable	52.48	44.72
Audit Fee Payable	4.95	4.95
Other payables	35.03	7.61
Total	**43,711.32**	**30,475.51**

6.1 Sundry creditors for expenses does not include bills raised by Rail India Technical and Economic Services (RITES) for work done up to 31.03.2026 amounting to Rs. 1615.16 Lakhs which are pending to be approved by the Board .Details disclosed in Note 29.5 relating to Invoices pending approval. The above amount is outstanding for more than one year.

Note - 7

Written down balance of Property, Plant and Equipment	**As at 31.03.2026**	**As at 31.03.2025**
Tangible assets	695.17	444.31
Intangible assets	1,373.89	101.11
Intangible assets under Development (Refer Note 7.1 & 7.3)	-	910.91
Total	**2,069.06**	**1,456.32**

Refer Note -7 Property, Plant and Equipment and Depreciation statement

7.1 An amount of Rs.910.91 lakhs has been incurred up to 31.03.2025 towards the re-engineering and upgradation of the Project Finance Management System (PFMS), comprising license fees and development charges. Of this, Rs.493.41 lakhs was incurred in the financial year 2023-24 and was expensed in that year with a corresponding impact to the Corpus Fund. Accordingly, the amount expensed in the financial year 2023-24 has been reversed and credited back to the Corpus Fund in the previous year.

Note - 8

Non-current investments	**As at 31.03.2026**	**As at 31.03.2025**
Investment in Associate Company - Kerala Infrastructure Fund Management Limited (unquoted)	167.45	167.45
Investment in wholly owned subsidiary company - KIIFCON Pvt Ltd (unquoted)	258.07	258.07
Investment in Kerala Infrastructure Growth Fund I (Refer Note 8.3 & 26)	796.87	509.85
Total	**1,222.39**	**935.37**

8.1 Kerala Infrastructure Fund Management Limited is a Company formed under Companies Act, 2013 with main objective of Fund Management services.

8.2 KIIFCON Private Limited is a Company formed under Companies Act, 2013 as a wholly owned subsidiary of KIIFB with main objective to provide consultancy services in the fields of infrastructure and related technologies.

8.3 During the year, KIIFB made a capital contribution of Rs. 287.02 lakhs (287020.19 units at face value of Rs. 100 per unit) in addition to the intial capital contribution of Rs. 509.85 lakhs (5,09,847.66 units at face value of Rs.100 per unit) during the previous year to the Kerala Infrastructure Growth Fund I, a SEBI-registered Category II Alternative Investment Fund (AIF) established to finance infrastructure projects in Kerala. As the sponsor, KIIFB has committed 30% of the total revised fund size of Rs. 60,000 lakhs, amounting to Rs. 18,000 lakhs, as approved in the 46th General Body meeting. The contribution was made pursuant to the drawdown notice issued by the Investment Manager, Kerala Infrastructure Fund Management Limited (KIFML), an associate of KIIFB.

Note - 9

Long Term Loans & Advances	**As at 31.03.2026**	**As at 31.03.2025**
(Considered good)		
Financial assistance made to Revenue Generating Projects (contra by credit to Financial assistance Reserve for revenue)	5,26,661.25	5,21,238.45
Accrued Interest on Loans for projects* (Refer Note 21.4)	1,97,463.27	1,79,802.37
Total-(A)	**7,24,124.52**	**7,01,040.82**
* Includes interest not yet fallen due		
(Considered doubtful)		
Financial assistance made to Revenue Generating Projects	30,323.88	30,323.88
Accrued Interest on Loans for projects	10,134.24	10,134.24
Less : Provision for conversion of Loan into Non income generating project (Net)	(40,458.12)	(40,458.12)
Total-(B)	(0.00)	(0.00)
Total(A+B)	**7,24,124.52**	**7,01,040.82**
Less : Provision for Standard Asset	(2,880.93)	(2,804.16)
Less : Provision for Sub - Standard Asset (Refer Note 21.4)	(389.10)	-
Total	**7,20,854.48**	**6,98,236.66**

9.1 The meeting of the General Body of KIIFB held on 27.02.2023 has directed to take steps to frame and develop IRAC norms relevant and applicable for long term infrastructure projects based on study conducted by an external agency. Such norms prepared have been approved by the General Body at its meeting held on 27.02.2023 and amended by way of circular resolution dated 13.04.2023 thereafter. Further based on Prudential norms on Income recognition, asset classification and provisioning (IRACP Norms) for long term infrastructure projects was adopted by KIIFB w.e.f 01.04.2023, vide circular resolution stated above and the same has been revised in the 46th General Body Meeting of KIIFB held on 02.09.2023.
Further the IRACP norms were amended by the 56th General Body held on 13.02.2026. Asset classification based on the disbursement timeline and additional prudential triggers for disbursement milestone were introduced in the revised IRACP Norms.
As per the revised IRACP norms, KIIFB has classified projects into four categories based on the viability of projects into High, Medium, Low and no commercial viability projects. As per the provisions of IRACP Norms, project identified and categorised as Category I/ II earlier but later re-categorised as category III project, entire interest accrued in the past periods shall be reversed. Hence for such projects IRACP Norms are not applicable from the effective date of classification till such time repayment agreement are executed or project identified as loan in books of accounts whichever is earlier.

During the previous year, a new RGP was identified with code IND004-01 and name 'Setting up of Carbon Neutral Coffee Park at Wayanad'. An amount of Rs 980.62 lakhs was disbursed towards land acquisition for the project for which financial sanction is already obtained. The categorization of the project is pending as on 31.03.2026. However, an interest amount of Rs 121.99 lakhs is being recognised from this revenue-generating project.

During the year, two new RGPs, PEA001-01 (Work Near Home Phase I) and PEA001-04 (Work Near Home Direct Driven Model), were identified. An amount of Rs. 52.86 lakhs and Rs. 342.05 lakhs, respectively, was disbursed towards these projects, for which financial sanction had already been obtained. The categorisation of these projects is pending as at 31 March 2026. However, interest income of Rs1.24 lakhs and Rs12.91 lakhs, respectively, has been recognised from these projects.

As per the Revised IRACP Norms approved by the 56th General Body on 13.02.2026, non-achievement of disbursement milestones triggers enhanced monitoring and classification as sub-standard where such delays persist beyond 36 months from the relevant milestone. In respect of Project IND007-01 (Development of Industrial park by takeover of land from M/s Hindustan Newsprint Ltd), 100% disbursement was not achieved within the stipulated timeline as per the approved schedule. However, as confirmed by KINFRA vide communication dated 05.05.2026, the project has been completed and is operational, and the revised financial sanction is under process. Accordingly, the asset has not been classified as sub-standard during the year.

Details showing categorisation of Revenue generating projects and outstanding balance are given below.

Category	Type of Category	No. of Projects	Loan	Interest Accrued
I	Projects which have high commercial viability	8	6,59,169.89	67,282.59
II	Projects which have medium commercial viability	7	25,144.67	1,043.54
III	Projects which have low commercial viability	2	40,458.12	-
IV	Projects which have no commercial viability	0	-	-
		17	**7,24,772.68**	**68,326.13**

Table showing movement of Provision for Category III projects Rs. in Lakhs

Particulars	As at 31.03.2026	As at 31.03.2025
Opening balance of prov	40,458.12	40,458.12
Add: Provision made during the year	-	-
Less: Reversal of provis	-	-
Closing balance of pro	**40,458.12**	**40,458.12**

9.2 At the meeting of CEO, Principal Secretary of Industries department and KSIDC officials held on 24.06.2023 it was decided to place before the general body of KIIFB, a proposal for conversion of the project Bio 360 life science park phase I which was hitherto treated as revenue generating, into non -revenue generating project. The amount disbursed to the project till the close of the year is Rs. 30,117.04 Lakhs and accrued interest Rs.9,267.80 Lakhs upto 31.03.2021.No interest has been recognised on the project subsequent to 31.03.2021 pending implementation of resolution plan. The total cost of Rs.39,384.84 Lakhs (Incl accrued interest) has been fully provided for as doubtful and charged to P&L A/c of the preceding year as project cost. Further in the 46th general body of KIIFB revised IRACP norms was placed and the above loan was classified as category III project,(Projects with low commercial viability). Accordingly no interest has been recognised on the project.

In addition to the above, 46th General body held on 02.09.2023 has classified two projects namely ITD001-02-SPV KSITIL (Amount o/s including accrued interest Rs.10,850.82 lakhs) and LSG 007-01-SPV KSEB (Amount o/s including accrued interest Rs.9475.92 lakhs) into lower commercially viable project (Category III). However repayment agreement was executed for the project ITD 001-02 as on 13.04.2024 and reclassified the same to Category II project. As per the terms of agreement interest rate was reduced to fixed rate of 5% from the existing ACDB rate.
Additional provision amounting to Rs.9,475.92 lakhs has been made in books of accounts towards outstanding loan amount and accrued interest till 31.03.2023 for LSG 007-01 project being classified to category III during the year. No interest income has been recognised during the current year for said project.

9.3 On facts of the case, in respect of many of the revenue generating projects financed, there have been certain inherent delays during implementation which according to the management does not have adverse effect on the recovery of loans granted considering the operational model of KIIFB. Moreover, since the borrowers are government owned or controlled agencies, the loans are considered by the management as good and recoverable based on confirmations from the borrowers including for land acquisition projects aggregating to Rs. 3,65,136.01 Lakhs (total disbursement till 31.03.2026).

9.4 Out of the financial assistance to revenue generating projects, an amount of Rs.49,344.68 Lakhs is secured by way of mortgage by deposit of title deed.

9.5 Provision for standard assets at 0.40% and substandard at 10% has been made towards the outstanding amount of principal and interest as prescribed under IRACP Norms, i.e. (Category I and II projects)

9.6 During the year, two RGPs, namely IND 001-01 (Development of Industrial Infrastructure in Kannur & Palakkad District – Land Acquisition) and IND 002-01 (Setting up Petrochemical & Pharma Park Project), were restructured for the second time with the approval of the Government vide Letter No. G1/216/2025/ID dated 18.03.2026. The said second restructuring was carried out in accordance with Clause IX(d) of the Revised IRACP Norms approved by the 56th General Body. Accordingly, the assets continue to be classified as standard assets.

Note - 10

Other Non Current Assets	**As at 31.03.2026**	**As at 31.03.2025**
Considered Good		
Deposits	86.02	73.21
Non Current portion of DSRA Deposits	2,710.97	2,818.75
Interest accrued on DSRA Deposits	73.14	179.39
Total	**2,870.13**	**3,071.34**

Note - 11

Current Investments at cost	**As at 31.03.2026**	**As at 31.03.2025**
SBI Mutual Funds (Growth Fund) (refer note 11.1)	5,000.00	5,000.00
Total	**5,000.00**	**5,000.00**

11.1 Investments in SBI Mutual Fund units has a NAV of 5,335.46 Lakhs as on 31.03.2026

Note - 12

Cash and Cash Equivalents	**As at 31.03.2026**	**As at 31.03.2025**
Cash in Hand	0.11	0.10
Balance with Treasury	0.02	0.02
Balance with Banks	-	-
in Term Deposits (Including DSRA deposits)	5,03,451.04	3,65,091.15
in Savings account and current account	1,48,711.41	39,689.35
	6,52,162.58	**4,04,780.62**
Other bank balance		
Balance with Treasury (Refer Note 12.1)	4,11,128.92	3,89,219.92
Total	**10,63,291.50**	**7,94,000.54**

12.1 Balance with treasury under other bank balances represents initial Corpus fund (Refer Note 1) and additional financial support to infrastructure development of kept separately in government treasury account.

Note - 13

Short Term Loans and Advances	**As at 31.03.2026**	**As at 31.03.2025**
Advances and other Receivables (refer note 13.1, 13.2 & 13.3)	3,329.08	8,478.41
Current maturity of Financial assistance made to Revenue Generating Projects (contra by credit to Financial assistance Reserve for revenue)	23,168.27	1,60,722.76
Current maturity of interest accrued w.r.t Financial assistance made to Revenue Generating Projects	6,859.57	16,625.08
Less : Provision for Standard Asset	(120.11)	(709.39)
Total	**33,236.81**	**1,85,116.86**

13.1 Advance and other receivable includes an amount of Rs.202.29 Lakhs receivable from KIIFCON Private Limited . The receivable from KIIFCON has been disclosed in Note No 30 (Related Party Disclosures) for which balance confirmation has been received as at 31.03.2026.

13.2 Advance and other receivable also includes an amount of Rs 916.73 Lakhs incurred towards expenses to be recovered from Information & Public Relations Department for which claims are raised and pending for more than one year which is subject to confirmation as at 31.03.2026. However, the balance has been confirmed as at 31.03.2023. In the opinion of management such amount is considered good and recoverable.

13.3 Advances and other receivables also include an amount of Rs. 1,637.57 lakhs incurred towards Norka Welfare Board (TDS). No receipt has been received by KIIFB in respect of this amount in the preceding 2 years. In the opinion of the management, the amount is considered good and fully recoverable.

Note - 14

Other Current Assets	**As at 31.03.2026**	**As at 31.03.2025**
Prepaid Expenses	-	108.66
TDS Credit (F.Y. 2025-26) (Refer Note 27)	583.12	-
TDS Credit (F.Y. 2024-25)	43.81	31.16
TDS Credit (F.Y. 2023-24)	9.28	9.28
TDS Credit (F.Y. 2022-23)	47.04	47.04
TDS Credit (F.Y. 2021-22)	1,139.44	1,139.44
TDS Credit (F.Y. 2019-20)	3,564.81	3,564.81
Income Tax Refund Due (F.Y. 2018-19)	118.79	118.79
GST Deposit - Appeal (Refer Note 29.6)	163.32	163.32
Current portion of Rent Deposit	5.00	2.75
Accrued Interest on Deposits	10,979.07	7,709.68
Total	**16,653.68**	**12,894.93**

14.1 The balance under TDS credit includes tax paid under dispute amounting to Rs.4,748.06 lakhs, which has been adjusted against income tax demands relating to the past assessment years.

Note - 15	For the year ended 31.03.2026	For the year ended 31.03.2025
Interest income from deposits and investments		
Interest earned during the year	38,794.84	24,046.18
Less : Interest received during the period from Deposits made out of corpus fund (Refer note 2.2)	(2,197.14)	(2,109.48)
	36,597.71	**21,936.70**

Note - 16	For the year ended 31.03.2026	For the year ended 31.03.2025
Interest Income from Financial Assistance for revenue generating project (Refer Note 21.4)	79,267.06	69,054.95
	79,267.06	**69,054.95**

16.1 Interest income on loans granted for revenue generating projects is recognised on accrual basis as per the terms of the loan agreement, wherever such agreements have been entered into. Such loan agreement are entered into upon reaching 40% stage of disbursement as per the terms of the tripartite agreement between KIIFB, the SPV and the concerned Govt department.
As per revised IRACP norms projects are classified into four categories namely I, II, III and IV based on commercial viability high, medium, low and no commercial viability respectively. Interest income for Category I projects are recognised at Average Cost of Domestic Borrowing (ACDB) of KIIFB reset every six months in a calendar year with monthly compounding (in some cases rate agreed at the time of sanction), Category II projects at discounted rate of interest as compared to category I and with respect to other two categories interest income is not recognised in books of account.

16.2 On facts of the case, many of the projects financed with long gestation period are yet to be completed as at the year end. As per the terms of the loan sanctioned the repayment of principal and interest commences on completion of moratorium period. There have been certain significant time overrun on some of the projects due to various factors, but interest is payable on completion of moratorium period regardless of project completion as per terms of agreement.

16.3 Loan agreements are pending to be executed with two SPV M/s KSFDC and M/s KDISC as at 31.03.2026 for loan outstanding amounts to Rs 1,022.94 lakhs, although more than 40% stage of disbursement as per the terms of the tripartite agreement between KIIFB, the SPV and the concerned Govt department has been exceeded as at the year end. Steps are under process for execution of loan agreement which is pending the requisite clearance from the concerned departments of the Govt of Kerala.

16.4 The interest income recognised includes an amount of Rs.1,043.54 lakhs which is classified under category II projects with discounted interest rate.

16.5 Interest income recognised during the year ended 31.03.2026 includes an amount of Rs.29,396.54 lakhs on which 40% stage of disbursement has not been reached. The rate of interest chargeable is fixed only on reaching of 40% stage is reached as per the terms of tripartite agreement for the project. However, interest on such borrowing has been recognised based on rates agreed upon at the time of sanction of the loan/ ACDB rate as decided by the management.

Note - 17	For the year ended 31.03.2026	For the year ended 31.03.2025
Other Income		
Income from Consultancy Division-KIIFCON	245.68	183.37
Miscellaneous Income	14.66	27.45
Interest on Income Tax refund	-	15.56
Profit on sale of Intangible Asset	-	26.25
Reimbursement of KSFE Software Expenses	-	6,608.52
Total	**260.34**	**6,861.15**

17.1 KIIFB receives income from KIIFCON Private Limited, a 100% subsidiary for rendering professional and consultancy services. The billing is based on Inter Company Service Agreement entered on 23.01.2025. During the year ended 31.03.2026 an income of Rs.245.68 lakhs has been accounted as Project Management Consultancy charges in the Statement of Profit & Loss. The balance receivable as on 31.03.2026 is Rs.202.23 lakhs (Previous year Rs.194.74 lakhs) which is confirmed by KIIFCON Private Limited.

Note - 18

Financing of direct cost of projects -Out of Corpus Fund	For the year ended 31.03.2026	For the year ended 31.03.2025
General Education	20,998.62	19,006.20
Public Works	3,42,360.34	2,28,325.80
Water Resources	29,358.35	36,538.53
Medical	80,480.36	75,158.64
Higher Education	10,049.38	12,649.62
Other Projects	1,82,910.01	51,575.80
Centage/ Additional Centage	8,057.58	8,578.09
Allocation of Expenses towards Projects	26,015.04	7,319.10
	7,00,229.67	**4,39,151.79**

18.1 Centage/ additional centage charges to SPVs are accounted based on claims received. The centage charges are paid as a percentage of project cost to SPVs as per Government order. The liability for centage is recognized based on claims submitted through invoices after proper verification and authentications/ approval of claim by the management. Centage are allocated to project cost based on Government Order and General body approval.

18.2 Expenses towards Projects include expenses directly attributable to projects such as Technical Resource Centre expenditure, Detailed Project Report support services, Independent quality audit & design review charges, Land Acquisition unit expenses, Testing equipment's and Centage /additional centage charges which are allocated to cost of projects. However, the same are pending to be allocated to individual projects from the inception.

Note - 19

Employee Benefit Expenses	**For the year ended 31.03.2026**	**For the year ended 31.03.2025**
Salary, Wages & Allowances	703.16	732.11
Employers Contribution to various Fund	7.25	5.97
Other Employee Expenses	0.31	1.69
Total	**710.72**	**739.77**

19.1 The employees of KIIFB do not fall under the purview of compulsory PF and ESI contributions, as their basic pay exceeds the statutory thresholds prescribed under the respective Acts. Accordingly, KIIFB has not remitted such contributions.

19.2 The Board has taken cognisance of the Labour Codes notified on 21.11.2025 and is presently evaluating their implications on the Boards's operations and employee-related obligations. Since the corresponding State-specific rules and detailed procedural requirements are yet to be notified, certain interpretational and implementation aspects remain pending clarification.
The Board will assess the impact of the Labour Codes upon notification of the applicable rules and will ensure compliance with all relevant provisions. Appropriate actions will be undertaken once the requisite regulatory guidance and legal clarity are available.

Note - 20

Finance Cost	**For the year ended 31.03.2026**	**For the year ended 31.03.2025**
Guarantee Commission (GOK)	23,973.07	19,210.44
Interest on Loan from Banks and Financial Institution	1,78,814.03	1,51,084.17
Interest on Domestic Bond	61,261.34	27,744.73
Interest on Green Bond	2,540.19	2,545.38
Interest on KSFE Pravasi Bond	8,385.60	8,752.60
Interest on Loan from KNRKWB	3,425.47	695.36
Interest on OD	-	487.71
Other Finance Charge	7,084.32	8,989.84
Total	**2,85,484.02**	**2,19,510.22**

Note - 21

Other Expenses	**For the year ended 31.03.2026**	**For the year ended 31.03.2025**
Technical & Consultancy Charges	2,522.20	1,943.17
Professional Fee	410.64	386.36
Promotional and advertisement Expenses (Refer Note 21.3)	2,115.52	3,751.01
Meeting and Conference expense	38.87	38.38
Repairs and Maintenance	16.33	61.84
Electricity & Water Charges	23.56	22.95
Rent and Utility Charges	321.13	300.25
Telephone & Internet Charges	10.72	5.42
Provision for standard asset	(512.51)	947.78
Provision for sub-standard asset (Refer Note 21.4)	389.10	-
Vehicle Hire Charges	233.20	205.19
Printing and Stationery	18.13	13.24
Miscellaneous Expense	65.96	17.74
Assets Written off (Refer Note 7.4)	11.99	-
Payments to the auditor (Refer Note 21.1)	12.98	11.99
GST on Reverse charge mechanism	1,181.20	738.14
Silver Jubilee Expenses	183.02	-
Software Charges	480.35	238.27
Travelling & Conveyance - General	81.07	89.18
KSFE Software operating and hosting charges	-	821.18
Total	**7,603.44**	**9,592.08**

21.1 Details of Payments to the Auditor **Amount in Lakh Rs.**

Particulars	**For the year ended 31.03.2026**	**For the year ended 31.03.2025**
Statutory Audit fees	12.98	11.99
Limited Review Audit Fee		
Total	**12.98**	**11.99**

21.2 Expenditure incurred under various expenses heads includes an amount aggregating to Rs.792.50 Lakhs being the actual expenditure incurred in excess of the operational budget approved in the general body for the FY 2025-26 which is to be approved/ratified in the General Body of KIIFB to be held for approval of accounts for the year. The details are given below.

Rs in lakhs

Head of Account	Actual (I)	Budget- (II)	Excess-(III)
Utility Charges	344.69	334.90	9.79
Misc. administrative expenses	1,111.32	328.60	782.71
Total	**1,456.01**	**663.51**	**792.50**

21.3 Promotional and advertisement expenses includes expense incurred towards media, promotional and advertisement of Rs 2,115.52 lakhs incurred through various parties to whom such works were outsourced. The selection of these parties was made on a negotiated basis on rates considered competitive considering the nature and exigency of the work involved and also taking into account the prior experience with party. The above expenses are within the budgetary limit approved by general body.

21.4 Pursuant to the revised IRACP Norms, five revenue generating projects with SPV KSFDC were re-classified from standard to sub-standard during the year, as tripartite agreements were not executed post 40% disbursement and 24 months had elapsed. Accordingly, provision for sub-standard assets amounting to Rs.389.10 lakhs has been recognised and the accrued interest amounting to Rs 386.85 Lakhs has been reversed from the Interest Income from Financial Assistance for revenue generating project for the year ended 31.03.2026.

Note - 22

Prior Period Item	**For the year ended 31.03.2026**	**For the year ended 31.03.2025**
Prior Period Expenditure -		
Software Subscription and Manpower Cost	31.76	612.00
Prior Period Income		
Interest Income from FD	(9.71)	(107.26)
Total	**22.05**	**504.74**

Note - 23

In accordance with the directive issued by the Government of Kerala vide G.O (Ms) No. 8/2025/I&PRD dated 18.09.2025, KIIFB has been entrusted with the responsibility of incurring infrastructure-related costs associated with the "CM with me' activities. Pursuant to this mandate and in line with the provisions of the KIIF Act, KIIFB undertook the expenditure in adherence to its internal governance framework. As per Internal Proceedings Order No. FA-6/5454/2025/KIIFB dated 30.10.2025, the expenditure amounting to Rs. 614.21 lakhs has been duly recognized under Direct Project Cost in the financial results for the year ended 31.03.2026,

Note - 24

In accordance with the directive issued by the Government of Kerala vide G.O (Ms) No. 43/2025/GAD dated 22.03.2025, KIIFB has been entrusted with the responsibility of incurring infrastructure-related costs associated with the "Ente Keralam' activities. Pursuant to this mandate and in line with the provisions of the KIIF Act, KIIFB undertook the expenditure in adherence to its internal governance framework. As per Internal Proceedings Order No. FA-6/784/2022/KIIFB dated 25.03.2025, the expenditure amounting to Rs. 9,644.34 lakhs has been duly recognized under Direct Project Cost in the financial results for the year ended 31.03.2026.

Note - 25

KIIFB has put in place a system/ process of computation of Asset Liability Management. A detailed external review of the ALM system was conducted by independent IT consultants to assess the functionality and management of financial risk of KIIFB and to conduct a comprehensive scenario-based testing of the ALM System to ensure its robustness on 15.02.2022. The observations of the reviewers was duly considered by the management of KIIFB at the meeting held on 15.02.2022 and the status of ALM was taken note of by the General Body. Further follow up presentation of ALM was made in the 47th general body held on 04.03.2024. The board has taken note of the same and as per the presentation, ALM has been placed on record to be sound/stable. The ALM model is placed for overseeing and monitoring at the periodical meetings of the Fund Trustee and Advisory Committee (FTAC) of KIIFB which comprises of eminent financial experts of the country having rich and wide experience in the field of financial management. The committee reviews the sound functioning of the ALM Model and it was found to be properly in place to safeguard the best interest of KIIFB.

Note - 26

Capital Commitments

In accordance with the decision of 46th General Body, KIIFB has entered into a finance capital commitment as sponsor for the Alternate Investment Fund – Kerala Infrastructure Fund (KIF) to extent of Rs 18,000 lakhs at 30% of revised fund size of 60,000 lakhs. Accordingly, a contribution agreement was entered during the year by KIIFB with trustee and KIFML as investment manager. During the previous year KIIFB made an Initial Investment of Rs 509.85 lakhs (5,09,847.66 units at face value of Rs 100 per unit) to the Kerala Infrastructure Growth Fund. During the Current Year KIIFB made an investment of Rs. 287.02 lakhs (2,87,020.19 units at face value of Rs. 100 per unit)

Note - 27

Reconciliation of Form 26 AS (as per Income Tax Act,1961) and Book of accounts - Reconciliation of Income for the current reporting period and credit as per Form 26AS with books of accounts could not be done since Form 26AS in income tax web portal is yet to be updated with the entries for the financial year 2025-26 and effect of such non reconciliation could not be ascertained. Any adjustment found required shall be made in succeeding period/year upon such reconciliation.

Note - 28

Finance for Revenue Generating Projects treated as Loan receivable from SPV in the books are appraised by the Project Appraisal Division and implementation is closely monitored. The division comprise of high level technical expert team under the Executive Director, who is a senior chartered engineer having vast experience in the field of construction and infrastructure. Each Project is reviewed by Project Manager as a Nodal Officer and supervised by Senior General Manager of the Division. The detailed project report is appraised by the division which places its detailed appraisal report before the EC/ General body of KIIFB. The detailed project report contains comments on review from technical, economic, financial, environment, social and institutional angle. The functions as above is governed by the norms stipulated in Standard Operating Procedures for project acceptance and SPV on boarding. In the opinion of management, the appraisal function done is sound and operating effectively.

Note - 29

Contingent Liability

29.1 During the previous year Income tax demand of Rs 112.57 Lakhs was raised for AY 2018-19 under limited scrutiny assessment disallowing the carried forward business loss of Rs.203.46 Lakhs for the A.Y.2014-15 against which appeal has been filed with higher authorities and is pending disposal. The demand amount of Rs 32.25 Lakhs is on account of erroneous computation in the assessment order for which rectification has been filed and has not been paid or provided for in positive anticipation of a favourable order. The balance demand of Rs 80.33 Lakhs has been paid and written off to Profit & Loss account in the previous year though the matter has been contested on appeals before higher authorities as stated above on a due consideration of the grounds of appeal. Income Tax Department has adjusted the said demand amount (Rs.112.57 Lakhs) against the Refund due for AY 2019-20 which has resulted in double payment to the extent of Rs 80.33 Lakhs already remitted as stated as above . KIIFB is in the process of taking steps for recovery of said refund amount by filing a refund reissue application with the department. The entire amount has been carried forward under Refund due from the department in Note 14.

29.2 Demands raised for the AY 2020-21 vide order u/S.143(3) dt.27.09.2022 and AY 2021-22 vide order u/S.143(3) dt.20.12.2022 on completion of scrutiny assessment aggregating to Rs.1,292.01 Lakhs (Rs.79.59 Lakhs for AY 20-21 {considering the rectification order u/S.154 of the Act dt 15.03.2023} and Rs.1,212.42 Lakhs 21-22) has been contested on appeals filed with appellate authorities. Since the demands have arisen on account of wrong interpretation/ invocation of the provisions of Section 69C of the Income Tax Act, 1961 the amount is not considered payable by the management and not provided for as the management is quite hopeful of favourable outcome of the appeal filed.

The Income Tax Department has adjusted refund of succeeding years to the extent of Rs.1,297.39 lakhs against the above demands.

29.3 Income tax proceedings for AY 2022-23 was completed during the year vide order u/s 143(3) dated 23.03.2024 and disallowances were made by assessing authority to extent of Rs 592.16 lakhs, No demand has been raised since the addition made has been adjusted against the loss for the year, KIIFB has filed appeal against the addition made as above and is pending for disposal.

29.4 Income tax demand of Rs.190.30 Lakhs (including interest for delayed payment) has been raised by the DCIT -TDS u/s.201 of the Act on KIIFB by treating the Board as an assessee in default for non-deduction /delay in the remittance of TDS on works bills raised by contractors on SPVs/Advance payments to SPVs on the above account. The management is of the firm view that there is no liability for tax deduction in the hands of board as the privity of contract under Section 194C is between the awarder of the work (SPV) and contractor and hence TDS provisions under Chapter XVIIB are not applicable to KIIFB on such payments. The person responsible for such payment including TDS thereon is the SPV u/s 204 of the Income Tax Act is only the SPV who has awarded the work to the contractor and in whose name the work bill has been raised by contractors. KIIFB has obtained legal opinion from Senior advocate of repute on the above matter. KIIFB has also obtained stay order from Hon'ble High Court of Kerala on a writ petition filed for an interim period of six months and steps are under way to further extend the stay . The balance amount of demand has not been provided for in the accounts in positive anticipation of a favourable order on disposal of the writ petition on merits.

29.5 Invoices raised by the Vendor pending approval by the management : M/s RITES has been engaged for independent quality review, design review, consultancy and assisting in the empanelment of supervision consultants. Additionally, in respect of invoices received, claim to extent of Rs.1615.16 lakhs is not provided for pending verification /approval and are considered as contingent liability due to difficulties in estimating the amount that may be approved.

29.6 GST department has issued a demand amounting to Rs.1,633.19 lakhs towards tax liability and Rs.163.32 lakhs towards applicable penalty under the act vide order No.10/2023-24 GST ADC Section 73(9) of CGST Act 2017 pertaining to the period from 2017-18 to 2022-23 relating to certain transactions under reverse charge mechanism payments. The matter is disputed by KIIFB based on the facts of the case and filed an appeal to GST appellate tribunal against the order. The same is pending for disposal as at the reporting date.

Note - 30

Related Party Disclosures in accordance with AS-18

Name of the Related Party	Nature of relationship	Nature of Transaction	For the year ended 31.03.2026	For the year ended 31.03.2025
Dr. K.M. Abraham, CFA	CEO and Member Secretary	Salary	48.87	48.40
Shri. Mini Antony	Additional CEO	Salary	22.65	13.88
Shri. K.P.Purushothaman	Executive Director	Salary	33.43	21.28
Shri. Satyajit Rajan	Additional CEO	Salary	-	13.12
KIIFCON Pvt Ltd	Wholly owned Subsidiary Company	Carrying value of Investment in Shares (at cost)	258.07	258.07
		Income from Consultancy Division	245.68	183.37
		Service received from Subsidiary	277.88	151.84
		Balance outstanding (Receivable)	202.29	194.74
Kerala Infrastructure Fund Management Limited (KIFML)	Associate company	Carrying value of Investment in Shares (at cost)	167.45	167.45
		Balance outstanding (Receivable)	3.54	-

Note - 31 Segment Reporting

KIIFB is operating only in one segment in providing funds for investment for critical and large infrastructure projects in the State of Kerala and hence there are no other separate reportable business and geographical segment.

Note - 32 Internal Audit System

For the financial year 2025–26, Concurrent Audit Reports for the first two quarters and Internal Audit Reports covering six frequencies* under Risk-Based Internal Audit (RBIA) were approved by the Internal Audit Management Committee (IAMC-1). Concurrent Audit for Quarter 3 and RBIA covering five frequencies* have been completed and are scheduled to be placed before the upcoming IAMC. The remaining audit areas are in progress in line with the approved audit plan. Observations from the audit reports have been duly considered while making necessary adjustments in the books of accounts and in the preparation of the financial statements

**Frequency refers to the number of times an area is audited, based on the volume of transactions and the risk involved in that area.*

Note - 33 Deferred Tax

The management estimates that the deferred tax asset can be set off against the deferred tax liability expected to arise in future. However, in the absence of virtual/ reasonable certainty that sufficient future taxable income will arise in order to set off the deferred tax asset on depreciation and business loss, as a matter of prudence, no deferred tax asset (on a net basis) is recognised as at the reporting date.

Note - 34 Impairment

During the current financial year, management has conducted a review of the entity's assets and based on this assessment, no indications of impairment were identified, and accordingly, no impairment losses have been recognized in the financial statements for the year ended 31.03.2026. Management will continue to monitor the assets and assess impairment indicators in future reporting periods to ensure compliance with accounting requirements and the accurate presentation of asset values.

Note - 35 Leases

Particulars	For the year ended 31.03.2026	For the year ended 31.03.2025
(a)the total of future minimum lease payments under noncancellable operating leases for each of the following periods:		
(i) not later than one year;	-	-
(ii) later than one year and not later than five years;	-	-
(iii) later than five years;	-	-
(b) the total of future minimum sublease payments expected to be received under non-cancellable subleases at the balance sheet date;	-	-
(c) lease payments recognised in the statement of profit and loss for the period, with separate amounts for minimum lease payments and contingent rents (Including utility charges);	321.13	300.25
(d) sub-lease payments received (or receivable) recognised in the statement of profit and loss for the period;	3.36	3.27
(e) a general description of the lessee's significant leasing arrangements including, but not limited to, the following:		
(i) the basis on which contingent rent payments are determined;	-	-
(ii) the existence and terms of renewal or purchase options and escalation clauses; and	-	-
(iii) restrictions imposed by lease arrangements, such as those concerning dividends, additional debt, and further leasing	-	-

Note - 36

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

For KERALA INFRASTRUCTURE INVESTMENT FUND BOARD

Salim Gangadharan
Independent Non-executive Member
Thiruvananthapuram
Date: 30.05.2026

Reji John
Joint Fund Manager

AUDITOR'S REPORT
As per our report of even date attached
for Suri & Co
Chartered Accountants
FRN.004283S

GOVINDARAJAN RENGARAJAN
Digitally signed by GOVINDARAJAN RENGARAJAN
Date: 2026.05.30 17:44:56 +05'30'

G Rengarajan
(Partner)
M.No. 219922
Kochi
Date: 30.05.2026

Note 7

Property, Plant and Equipment and Depreciation Statement For the period 01.04.2025 to 31.03.2026

Amount in Rs. Lakhs

PARTICULARS		GROSS BLOCK					DEPRECIATION/AMORTISATION				NET BLOCK	
SL. No.	ITEM	As on 01.04.2025	Additions		Sale/ Adjustment during the period	Total As on 31.03.2026	Rate %	As on 01.04.2025	For the Period	Sale/ Adjustment during the period	Up to 31.03.2026	WDV As On 31.03.2026	WDV As On 31.03.2025
			On / Before 04.10.2025	After 04.10.2025									
A	Tangible Asset												
1	Air Cooler	0.05	-	-	-	0.05	10	0.05	-	-	0.05	-	-
	(Previous Year)	*0.05*	-	-	-	*(0.05)*	10	*(0.05)*	-	-	*(0.05)*	-	-
2	Computer	288.35	*76.01*	*66.62*	-	430.98	40	241.34	62.53	0.16	304.03	126.95	47.01
	(Previous Year)	*264.27*	-	*24.08*	-	*(288.35)*	40	*(218.02)*	*(23.32)*	-	*(241.34)*	*(47.01)*	*(46.29)*
3	Communication Equipment	4.17	-	-	-	4.17	40	3.98	0.07	-	4.05	0.12	0.19
	(Previous Year)	*4.17*	-	-	-	*(04.17)*	40	*(03.86)*	*(00.12)*	-	*(03.98)*	*(00.19)*	*(00.30)*
4	Furniture & Fittings	93.18	*1.73*	*52.12*	-	147.03	10	37.21	8.38	2.52	48.11	98.92	55.97
	(Previous Year)	*89.96*	*1.54*	*1.68*	-	*(93.18)*	10	*(31.08)*	*(06.13)*	-	*(37.21)*	*(55.97)*	*(58.88)*
5	Photostat Machine	1.72	-	-	-	1.72	40	1.71	0.01	0.00	1.72	-	0.01
	(Previous Year)	*1.72*	-	-	-	*(01.72)*	40	*(01.69)*	*(00.02)*	-	*(01.71)*	*(00.01)*	*(00.04)*
6	Printer	7.46	-	*0.97*	-	8.43	40	6.21	0.69	-	6.90	1.53	1.25
	(Previous Year)	*7.03*	*0.43*	-	-	*(07.46)*	40	*(05.38)*	*(00.83)*	-	*(06.21)*	*(01.25)*	*(01.64)*
7	Plant & Machinery	319.70	-	*105.04*	-	424.74	15	170.47	30.26	-	200.73	224.01	149.23
	(Previous Year)	*280.65*	*39.05*	-	-	*(319.70)*	15	*(144.13)*	*(26.34)*	-	*(170.47)*	*(149.23)*	*(136.52)*
8	Electrical Equipment	20.98	-	*0.60*	-	21.58	10	10.29	1.10	0.46	11.84	9.74	10.69
	(Previous Year)	*20.98*	-	-	-	*(20.98)*	10	*(09.10)*	*(01.19)*	-	*(10.29)*	*(10.69)*	*(11.88)*
9	Vehicle	128.61	-	-	-	128.61	15	57.41	10.68	-	68.09	60.52	71.20
	(Previous Year)	*128.61*	-	-	-	*(128.61)*	15	*(44.85)*	*(12.56)*	-	*(57.41)*	71.20	*(83.77)*
10	Computer & Accessories TRC	171.93	-	-	-	171.93	40	152.48	7.77	8.84	169.09	2.84	19.45
	(Previous Year)	*171.93*	-	-	-	*(171.93)*	40	*(139.52)*	*(12.96)*	-	*(152.48)*	*(19.45)*	*(32.38)*
11	Interior Decoration	146.93	-	*94.95*	-	241.88	10	57.63	13.68	-	71.31	170.57	89.30
	(Previous Year)	*146.93*	-	-	-	*(146.93)*	10	*(47.71)*	*(09.92)*	-	*(57.63)*	*(89.30)*	*(99.21)*
	TOTAL	**1,183.08**	**77.74**	**320.30**	**-**	**1,581.12**		**738.78**	**135.17**	**11.98**	**885.92**	**695.19**	**444.30**
		(1116.30)	*(41.01)*	*(25.77)*	-	*(1183.08)*		*(645.39)*	*(93.39)*	-	*(738.78)*	*(444.29)*	*(470.91)*

KERALA INFRASTRUCTURE INVESTMENT FUND BOARD
KIIFB
GOVERNMENT OF KERALA

B	Intangible Asset												
1	Software for KSFE Pravasi Chit	-	-	-	-	-	25	-	-	-	-	-	-
	(Previous Year)	*(1847.51)*	*413.00*	-	*2,260.51*	*(00.00)*	*(25.00)*	*(1396.21)*	*(216.08)*	*1,612.29*	*(00.00)*	-	*(451.31)*
2	Software TRC	259.02	-	-	-	259.02	25	177.57	20.36	-	197.93	61.09	81.45
	(Previous Year)	*(259.02)*	-	-	-	*(259.02)*	*(25.00)*	*(150.42)*	*(27.15)*	-	*(177.57)*	*(81.45)*	*(108.60)*
3	Other Software	104.54	-	27.65	-	132.19	25	84.88	8.37	-	93.25	38.94	19.66
	(Previous Year)	*(104.54)*	-	-	-	*(104.54)*	*(25.00)*	*(78.32)*	*(06.56)*	-	*(84.88)*	*(19.66)*	*(26.22)*
4	Expenses on Issuance of Masala Bond	2,473.14	-	-	-	2,473.14		2,473.14	-	-	2,473.14	-0.00	-
	(Previous Year)	*(2473.14)*	-	-	-	*(2473.14)*		*(2473.14)*	*(00.00)*	-	*(2473.14)*	-	*(00.00)*
5	Expenses on issue of KSFE Bond	1,190.43	-	-	-	1,190.43		1,190.43	-	-	1,190.43	-0.00	-
	(Previous Year)	*(1190.43)*	-	-	-	*(1190.43)*		*(1190.43)*	*(00.00)*	-	*(1190.43)*	-	*(00.00)*
6	PFMS II	-	-	1,455.83	-	1,455.83	0.00	-	181.98	-	181.98	1,273.86	-
	(Previous Year)	-	-	-	-	-	-	-	-	-	-	-	-
	TOTAL	**4,027.13**	-	**1,483.48**	-	**5,510.61**	**75.00**	**3,926.02**	**210.71**	-	**4,136.73**	**1,373.88**	**101.11**
		(5874.64)	*(413.00)*	*(00.00)*	*(2260.51)*	*(4027.13)*	*(75.00)*	*(5288.52)*	*(249.79)*	*(1612.29)*	*(3926.02)*	*(101.11)*	*(586.13)*
	TOTAL	**5,210.21**	**77.74**	**1,803.78**	-	**7,091.73**		**4,664.80**	**345.88**	**11.99**	**5,022.65**	**2,069.07**	**545.41**
		(6990.94)	*(454.01)*	*(25.77)*	*2,260.51*	*(5210.21)*		*(5933.91)*	*(343.18)*	*1,612.29*	*(4664.80)*	*(545.40)*	*(1057.04)*

Note

7.2 The property, plant and equipment are purchased using the corpus fund received.

7.3 An amount of Rs.1455.83 lakhs has been incurred up to 31.03.2026 towards the re-engineering and upgradation of the Project Finance Management System (PFMS), comprising license fees and development charges. In the current year, management has capitalized the entire cost, including license and development expenditure, as it meets the recognition criteria prescribed under Accounting Standard (AS) 26 – Intangible Assets. Hence, the amount charged to Intangibles under Development has been reclassified to Intangible Assets, as the development of the said software was completed by 31.03.2026.

7.4 During the year, a physical verification of fixed assets across all offices was carried out by an external firm of Chartered Accountants. Upon completion of the verification process, certain differences were identified between the physical assets, the books of accounts, and the fixed asset register. To the extent that such differences did not represent assets embodying future economic benefits, the same were considered for write-off and recognition as an expense. The write-off was approved by the 56th GB held on 13.02.2026. Accordingly, an amount of Rs.11.99 lakhs has been written off and recognised under "Depreciation/Amortisation on Sale or Adjustment" in the Statement of Profit and Loss for the current year.

KERALA INFRASTRUCTURE INVESTMENT FUND BOARD
KIIFB
GOVERNMENT OF KERALA

ANNEXURE B
SECRETARIAL AUDIT REPORT

Mehta & Mehta

COMPANY SECRETARIES

DOOR NO. 1503(1), GEORGE & XAVIERS' SQUARE, ST. BENEDICT CROSS ROAD, ERNAKULAM NORTH, KOCHI - 682018
Phone : +91 484 4055301 / 2385878 • E-mail : cochin@mehta-mehta.com • Visit us : www.mehta-mehta.com

FORM MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2026

[Pursuant to Regulation 24A of Chapter IV & Regulation 62M of Chapter VA of Securities and Exchange Board of India (Listing obligation and Disclosure Requirements) Regulations, 2015]

To,
The Members
KERALA INFRASTRUCTURE INVESTMENT FUND BOARD
2nd Floor, Felicity Square, MG Road,
Statue, Trivandrum, Kerala- 695 001

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and adherence to good corporate governance practices by KERALA INFRASTRUCTURE INVESTMENT FUND BOARD (hereinafter referred to as "the KIIFB"). Secretarial audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conduct, statutory compliance and expressing our opinion thereon.

Based on our verification of the KIIFB books, papers, minutes books, forms and returns filed and other records maintained by the KIIFB and also the information provided by the KIIFB, its officers, agents and authorized representatives during the conduct of the secretarial audit, we hereby report that in our opinion, the KIIFB has, during the audit period covering the financial year ended on March 31, 2026, complied with the statutory provisions listed hereunder and also that the KIIFB has appropriate 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, minutes books, forms and returns filed, and other records maintained by the KIIFB for the financial year that ended on March 31, 2026, according to the provisions of

(i) The Depositories Act, 1996 and the Regulations and the byelaws framed there under;

(ii) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings.

(iii) Foreign Exchange Management (Debt Instruments) Regulations, 2019 (to the extent applicable)

CS ARUN K. KAMALOLBHAVAN F. 9609 CP 11657

(iv) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): -

(a) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
(b) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021
(c) The Securities Contracts (Regulation) Act, 1956 and rules made thereunder
(d) Securities and Exchange Board of India (Credit Rating Agencies) Regulations, 1999 (to the extent applicable)

(v) Other laws specifically applicable to KIIFB:

(a) The Kerala Infrastructure Investment Fund Board Act, 1999 ("the Act") amendments, ordinance, scheme and rules made there under;
(b) Other Regulations as applicable and circulars/guidelines/schemes issued thereunder.

The management has also represented and confirmed that all the laws, rules, regulations, orders, standards and guidelines as are specifically applicable to the KIIFB have been complied with.

Based on the information provided and upon review, there are adequate systems and processes in the KIIFB to commensurate with the size and operations of the KIIFB, to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

During the period under review the KIIFB has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards mentioned above subject to the following observations:

We further report that:

- Kerala Infrastructure Investment Fund Board (KIIFB) is a statutory body constituted by Kerala Infrastructure Investment Fund Act, 1999 (as amended by Kerala Infrastructure Investment Fund (Amendment) Act, 2016) under the Department of Finance, Government of Kerala. Kerala Infrastructure Investment Fund Board (KIIFB), not being a Company, the provisions of the Companies Act, 2013 and Secretarial Standards/Guidelines issued by ICSI, are not applicable to the entity.

- KIIFB is a "High-Value Debt Listed Entity" (HVDLE) with effect from 22.12.2023. Pursuant to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2026, the threshold for applicability of the provisions relating to High Value Debt Listed Entities have been enhanced from ₹1,000 crore to ₹5,000 crore of outstanding listed non-convertible debt securities with effect from 22.01.2026. Accordingly, KIIFB falls within the ambit of the revised regulatory framework and is in compliance with the applicable provisions of the SEBI (LODR) Regulations.

- As per the Kerala Infrastructure Investment Fund Act, 1999 and its amendments, the KIIFB Board shall consist of fifteen members, of which seven of them should be

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F 9609
CP 11657

Independent members, at present there is one vacancy for an Independent member on the Board. However, the KIIF Act does not specify any timeline for filling up the vacancies on the Board.

- As per the provisions of the Kerala Infrastructure Investment Fund Act, 1999, the KIIFB is required to submit its Annual Report along with the Audited Financial Statements to the Government of Kerala before 31st July each year. However, it was observed that the Annual Report for the Financial Year 2024–25 was placed before the Board at its meeting held on 13 August 2025, and upon approval by the Board, the same was submitted to the Government in August 2025, resulting in a delay beyond the prescribed timeline.

- We observed that pursuant to Section 5A (6) of The Kerala Infrastructure Investment Fund Board Act, 1999, the members of the Board may, with the permission of the Chairperson, attend the meetings of the Board through video conferencing. However, noting of the consent of permission for video conference attendance have not been recorded in the minutes of the meetings.

- We observed a mismatch between the approved Internal Management Committee (IMC) Policy and the Order constituting the Internal Management Committee with respect to the composition of its members. Further, pursuant to the Government Order constituting the Investment Management Committee, the Committee is required to include the Secretary to Government (Finance Resources) as a member. However, this requirement was not complied with during the reporting period. It is noted that, at the time of constitution of the Committee, the Secretary (Finance Resources) was not holding the position on a full-time basis and was functioning only as an Officer on Special Duty (OSD). Accordingly, the Committee was constituted with the other eligible members.

We further report that during the audit period, there were no specific events/actions having a major bearing on the "KIIFB's" affairs in pursuance of the above-referred laws, rules, regulations, guidelines, standards, etc.

We further report that during the Financial Year 2025-26, KIIFB has issued and allotted Non-Convertible Bonds in the nature of debentures amounting to INR 3,234.84 Cr in multiple tranches backed by the guarantee of Government of Kerala. The particulars are listed below:

Issue Date	08.05.2025 (Re-issue under same ISIN- Rs 234.78 Cr)	08.08.2025 (First Issue- Rs 1,500.03 Cr)	21.01.2026 (First Issue- Rs 1,500.03 Cr)
Listing Date	09.05.2025	11.08.2025	22.01.2026
Purpose	The funds raised by the Issue shall be utilized by the Issuer in compliance with the Applicable Law and in accordance with the Debenture Trust Deed, for the purpose of:		

	(a) Providing financing to infrastructure projects in the State of Kerala as approved by the Issuer's board of members including but not limited to for acquisition of immoveable assets for setting up such infrastructure projects; (b) Repayment of any financial indebtedness availed by Issuer; and (c) Any other objectives of the Issuer pursuant to the KIIF Act.		
Coupon Rate	9.49%	9.67%	9.30%
Tenure	4-10 years		
Exchange	BSE		
Amount	234.78 Cr	1,500.03 Cr	1,500.03 Cr

For Mehta & Mehta,
Company Secretaries
(ICSI Unique Code P1996MH007500)

Arun Kannamangalam Kamalolbhavan
Partner

FCS No.: 9609
CP No. : 11657

Place: Cochin
Date: 13.08.2026

UDIN:F009609H001119300
PR No.: 7281/2025

Note: This report is to be read with our letter of even date which is annexed as 'ANNEXURE A' and forms an integral part of this report.

Annexure B.1

To,
The Members,
KERALA INFRASTRUCTURE INVESTMENT FUND BOARD,
2nd Floor, Felicity Square, MG Road,
Statue, Trivandrum, Kerala- 695 001

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

1) Maintenance of secretarial records is the responsibility of the management of the KERALA INFRASTRUCTURE INVESTMENT FUND BOARD [KIIFB]. Our responsibility is to express an opinion on these secretarial records based on our audit.

2) We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification of available document test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we followed 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 "KIIFB" and the concerned statutory reports shall be referred for the same.

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 relevant and applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.

6) As regard the books, papers, forms, reports and returns filed by the "KIIFB" under the provisions referred in Secretarial Audit Report in Form MR-3, the adherence and compliance to the requirements of the said regulations is the responsibility of management. Our examination was limited to checking the execution and timeliness of the filing of various forms, reports, returns and documents that need to be filed by the "KIIFB" with various authorities under the said regulations. We have not verified the correctness and coverage of the contents of such forms, reports, returns and documents.

7) The secretarial audit report is neither an assurance as to the future viability of the "KIIFB" nor of the efficacy or effectiveness with which the management has conducted the affairs of the "KIIFB".

For Mehta & Mehta,
Company Secretaries
(ICSI Unique Code P1996MH007500)

Arun Kannamangalam Kamalolbhavan
Partner

FCS No.: 9609	Place: Cochin	UDIN:F009609H001119300
CP No. : 11657	Date: 13.08.2026	PR No.: 7281/2025

Mehta & Mehta

COMPANY SECRETARIES

DOOR NO: 1509(1), GEORGE & XAVIERS' SQUARE, ST. BENEDICT CROSS ROAD, ERNAKULAM NORTH, KOCHI - 682018
Phone: +91 484 4055301 / 2395878 • E-mail: cochin@mehta-mehta.com • Visit us : www.mehta-mehta.com

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,

KERALA INFRASTRUCTURE INVESTMENT FUND BOARD,
2nd Floor, Felicity Square, MG Road,
Statue, Trivandrum, Kerala- 695 001

We have examined the relevant records and disclosures received from the Board Members of **KERALA INFRASTRUCTURE INVESTMENT FUND BOARD** and having registered office at 2nd Floor, Felicity Square, MG Road, Statue, Trivandrum, Kerala- 695 001 (hereinafter referred to as 'KIIFB'), produced before us by KIIFB for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C clause 10(i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications as considered necessary and explanations furnished to us by KIIFB & its officers, We hereby certify that none of the Members on the Board of KIIFB as stated below for the Financial Year ending on 31st March, 2026 have been debarred or disqualified from being appointed or continuing as Board Members of KIIFB by the Securities and Exchange Board of India, Kerala Infrastructure Investment Fund Act or any such other Statutory Authority.

Sr. No.	Name of Board Members	Designation	Date of appointment in Company
1.	Shri. Pinarayi Vijayan	Chairman	25.05.2016
2.	Shri. K. N. Balagopal	Vice Chairman	20.05.2021
3.	Dr. A Jayathilak	Member Chief Secretary	01.05.2025
4.	Shri. KG Sanal Kumar	Member Law secretary	03-08-2023
5.	Dr. V.K. Ramachandran	Member, Vice Chairman of State Planning Board	19-08-2016
6.	Prof. Sushil Khanna	Independent Member	19-09-2016
7.	Shri. Salim Gangadharan	Independent Member	19-09-2016
8.	Shri. Radhakrishanan Nair	Independent Member	31-10-2016

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9.	Shri. T.S Vijayan	Independent Member	18-03-2020
10.	Dr. K. M. Abraham CFA	Member Secretary	19-08-2016
11.	KR Jyothilal	Member, Additional Chief Secretary (ACS) of the Finance and Taxes Department	08-05-2025
12.	Patil Ajit Bhagwatrao	Member, Secretary (Finance Resources) in the Finance Department	29-04-2025
13.	SV Muralidhar Rao	Independent Member	28-02-2026
14.	Harini Balaji	Independent Member	07-07-2025

Ensuring the eligibility for the appointment / continuity of every Member on the Board is the responsibility of the management of KIIFB. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of KIIFB nor of the efficiency or effectiveness with which the management has conducted the affairs of KIIFB.

For Mehta & Mehta,
Company Secretaries
(ICSI Unique Code P1996MH007500)

Arun Kannamangalam Kamalolbhavan
Partner

FCS No.: 9609
CP No. : 11657

Place: Cochin
Date: 14.08.2026

UDIN:F009609H001119300
PR No.: 7281/2025

ANNEXURE C
REPORT ON CORPORATE GOVERNANCE

KERALA INFRASTRUCTURE INVESTMENT FUND BOARD
2nd Floor, Felicity Square, Statue, MG Road, Thiruvananthapuram- 695001

REPORT ON CORPORATE GOVERNANCE FY 2025-26

1.0. Brief statement on KIIFB's philosophy on the code of governance

Corporate governance is a system of rules, practices and processes by means of which effective strategic decisions are taken to steer an organization in the desired direction. As a good corporate citizen, KIIFB considers good Corporate Governance a pre-requisite for meeting the needs and aspirations of its stakeholders. Towards this end, KIIFB maintains transparency in its dealings through robust policies, practices, effective processes and systems with clear accountability, integrity and the highest standards of governance.

2.0. Board Members

2.1. Composition and category of Board Members of KIIFB as on 31.03.2026

SL No	Name	Category
1	Shri Pinarayi Vijayan- *Hon'ble Chief Minister of Kerala*	Chairperson (Non- Executive)
2	Shri KN Balagopal *Hon'ble Minister for Finance*	Non-Executive
3	Dr. A Jayathilak, IAS, *Chief Secretary, Government of Kerala*	Non-Executive
4	Shri KG Sanal Kumar *Law Secretary, Government of Kerala*	Non-Executive
5	Shri KR Jyothilal, IAS *Additional Chief Secretary- Finance Dept*	Non-Executive
6	Shri Patil Ajit Bhagwatrao, IAS *Secretary (Finance- Resources)*	Non-Executive
7	Shri V.K. Ramachandran *(Vice Chairman- Planning Board)*	Non-Executive
8	Shri Sushil Khanna	Independent
9	Shri Salim Gangadharan	Independent
10	Shri SV Muralidhar Rao	Independent
11	Shri Radhakrishnan Nair	Independent
12	Smt Harini Balaji	Independent
13	Shri TS Vijayan	Independent
14	Shri KM Abraham	Executive

2.2. Composition and category of Board Members of KIIFB during the financial year 2025-26 and up to the date of this report

SL No	Name	Category	Date of appointment	Date of cessation
1	Shri Pinarayi Vijayan	Chairperson (Non-Executive)	25-05-2016	18-05-2026
2	Shri KN Balagopal	Non-Executive	20-05-2021	20-05-2026
3	Dr. A Jayathilak, IAS	Non-Executive	01.05.2025	30-06-2026
4	Shri KG Sanal Kumar	Non-Executive	03-08-2023	-
5	Shri KR Jyothilal, IAS	Non-Executive	08-05-2025	-
6	Shri Patil Ajit Bhagwatrao, IAS	Non-Executive	29-04-2025	-
7	Shri V.K. Ramachandran	Non-Executive	19-08-2016	-
8	Shri Sushil Khanna	Independent	19-09-2016	-
9	Shri Salim Gangadharan	Independent	19-09-2016	-
10	Shri SV Muralidhar Rao	Independent	28-02-2026	-
11	Shri Radhakrishnan Nair	Independent	31-10-2016	-

12	Smt. Harini Balaji	Independent	07-07-2025	-
13	Shri TS Vijayan	Independent	18-03-2020	-
14	Shri KM Abraham	Executive	19-08-2016	-
15	Shri J.N. Gupta	Independent	19-09-2016	13-02-2026
16	Smt. Sarada Muraleedharan	Non-Executive	31-08-2024	30-04-2025
17	Shri VD Satheesan	Non-Executive	18.05.2026	
18	Shri Bishwanath Sinha IAS	Non-Executive	01.07.2026	
19	Shri. K. M. Chandrasekhar	Non-Executive	20.07.2026	

2.3. No. of Board Meetings held with the dates of meeting:

During the FY 2025-26, four Board meetings were held on 28-05-2025, 13-08-2025, 12-11-2025, and 13-02-2026.

2.4. Meetings and attendance during the year:

Attendance of each Board Member along with the Chairmanship/ Membership of the Audit Committee and Stakeholder Relationship Committee in listed entities including KIIFB are provided below:

Name of the Board Member	Designation	No of Board Meetings held during the tenure of respective Board Member in FY 2025-26	No of Board Meetings attended	No of memberships in Audit/ Stakeholder Committees including this listed entity	No of post of Chairperson in Audit/ Stakeholder Committees including this listed entity	No of directorships in Companies*	Name of other listed entity and category of directorship
Shri Pinarayi Vijayan	Chairperson	4	4	AC- 0 SRC- 0	AC- 0 SRC- 0	1	-
Shri KN Balagopal	Vice-Chairperson	4	4	AC- 0 SRC- 0	AC- 0 SRC- 0	1	-
Dr A Jayathilak. IAS	Member	4	4	AC- 0 SRC- 0	AC- 0 SRC- 0	1	-
Shri KG Sanal Kumar	Member	4	4	AC- 0 SRC- 0	AC- 0 SRC- 0	1	-
Shri KR Jyothilal, IAS	Member	4	1	AC- 1 SRC- 0	AC- 0 SRC- 0	1	-
Shri Patil Ajit Bhagwatrao, IAS	Member	4	4	AC- 0 SRC- 0	AC- 0 SRC- 0	1	-
Shri V.K. Ramachandran	Member	4	3	AC- 0 SRC- 0	AC- 0 SRC- 0	1	-
Shri Sushil Khanna	Independent Member	4	4	AC- 1 SRC- 1	AC- 0 SRC- 0	1	-
Shri Salim Gangadharan	Independent Member	4	4	AC- 1 SRC- 0	AC- 1 SRC- 0	1	-
Shri Radhakrishnan Nair	Independent Member	4	3	AC- 1 SRC- 2	AC- 1 SRC- 1	4	1.ICICI Bank Limited (Independent Director)

							2. ICICI Prudential Life Insurance Company Limited (Independent Director) 3. One Mobikwik Systems Limited (Independent Director)
Smt. Harini Balaji	Independent Member	3	3	AC- 0 SRC- 0	AC- 0 SRC- 0	1	
Shri SV Muralidhar Rao	Independent Member	4	4	AC- 0 SRC- 1	AC- 0 SRC- 0	2	Vedanta Limited (Independent Director)
Shri TS Vijayan	Independent Member	4	4	AC- 3 SRC- 2	AC- 1 SRC- 0	3	1. Shriram Properties Limited (Independent Director) 2. Muthoot Microfin Limited (Independent Director)
Shri KM Abraham	CEO & Member Secretary	4	4	AC- 1 SRC- 0	AC- 1 SRC- 0	2	1. Kirloskar Oil Engines Limited (Independent Director)
Shri J.N. Gupta	Independent Member	4	4	AC- 0 SRC- 0	AC- 0 SRC- 0	0**	

**Only listed entities including Kerala Infrastructure Investment Fund Board are shown*
*** Shri J.N. Gupta resigned w.e.f 13.02.2026.*

2.5. Disclosure of relationships between Board Members of KIIFB inter-se

There is no relationship between Board members of KIIFB inter-se. They have no pecuniary relationship or transactions with KIIFB in their personal capacity during the year.

2.6. Number of securities/ instruments held by Non-Executive Members issued by KIIFB

None of the Non – executive members is holding any security/instrument issued by KIIFB.

2.7. Web link where details of familiarisation programmes imparted to Independent Members is disclosed

Pursuant to Regulation 25(7) of SEBI LODR, the listed entity shall familiarise the independent directors through various programmes about the listed entity, including the following:
(a) nature of the industry in which the listed entity operates;
(b) business model of the listed entity;

(c) roles, rights, responsibilities of independent directors; and
(d) any other relevant information.

Following are the initiatives undertaken by KIIFB to familiarize the Independent Members:

i. On Induction- The Independent Members of KIIFB are made aware of their role, responsibilities and liabilities at the time of their appointment through presentations inter-alia covering organization's vision, business operations, strategies, policies/ codes, structure of Board/ Key Committees including the terms of reference etc.

ii. On-going basis- KIIFB's management makes business presentations periodically at the Board meetings to familiarize Independent Members with the strategy, operations and functioning of KIIFB. These interactions provide them with a holistic perspective of the KIIFB's business and regulatory framework. Presentations cover, inter alia, quarterly and annual results, business strategies, budgets, review of internal audit report, information on business performance, operations, digital initiatives, sustainability initiatives, new business projects, financial parameters, senior management change, major litigations, compliances, risk assessment & minimization procedures and regulatory scenarios and such other areas as may arise from time to time.

iii. Access to Information & Opportunity to Interact- The Independent Members have the opportunity to meet without the presence of any management personnel where they can informally discuss the matters pertaining to KIIFB and put forward their combined views to the Chairman. They also have the opportunity to interact with the Statutory Auditors, Internal Auditors, Secretarial Auditors and External Advisors, if any, appointed by KIIFB.

The details of the familiarization programme imparted to Independent Members during the FY 2025-26 is available on the following weblink: https://www.kiifb.org/resources.jsp.

2.8. Chart/Matrix Setting Out the Skills/Expertise/Competence of the Members

- Leadership

Experience in organisational leadership, strategic planning, institutional development, and risk management, enabling effective oversight and execution of long-term objectives.

- People Practices

Experience in talent development, succession planning, organisational change management, and fostering a culture of continuous learning and growth.

- Financial Control

Experience in financial management, capital mobilisation, fund management, financial controls, and financial reporting, ensuring prudent financial governance and effective oversight of resources.

- Diversity including gender and occupation

Representation of diversity in terms of gender, professional background, functional expertise, and public administration, bringing varied perspectives that enhance Board deliberations and effective governance.

- Technology

Experience in technology, digital transformation, and technology-driven solutions, enabling an understanding of emerging trends, innovation, and their application in improving operational efficiency and governance.

- Governance

Experience in corporate governance, board practices, regulatory compliance, and oversight mechanisms, enabling effective governance, accountability, and adherence to best practices.

- Financial Services

Experience in financial services, infrastructure finance, banking, or public finance, providing an understanding of financial markets, funding mechanisms, risk management, and financial sustainability.

- Sustainability

Experience and understanding of sustainability principles, responsible infrastructure development, environmental considerations, and social impact, enabling effective evaluation of long-term value creation and stakeholder interests.

2.9. Skills/expertise/competence available with the Members*

	Leadership	People Practices	Financial Control	Diversity including gender and occupation	Technology	Governance	Financial Services	Sustainability
Pinarayi Vijayan	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
K N Balagopal	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Dr A Jayathilak,	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
KG Sanal Kumar	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
KR Jyothilal,	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Patil Ajit Bhagwatrao,	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
V.K.Ramachandran	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Sushil Khanna	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Salim Gangadharan	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Radhakrishnan Nair	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
SV Muralidhar Rao	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
TS Vijayan	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Harini Balaji	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
KM Abraham	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes

**Members as on 31.03.2026*

2.10. Confirmation that in the opinion of the board, the Independent Members fulfil the conditions specified in SEBI LODR Regulations, 2015 and are independent of the management

In compliance with Regulation 25(8) of SEBI LODR Regulations, 2015, all Independent Members of KIIFB, at the first meeting of the Board in which they participate as an Independent Member and thereafter at the first meeting of the Board in every financial year or whenever there is any change in the circumstances which may affect their status as an Independent Member, submit a declaration that they meets the criteria of independence as provided in clause (b) of sub-regulation (1) of regulation 16.

The Independent Members of KIIFB fulfil the conditions specified in SEBI LODR Regulations, 2015 and are independent from the Management of KIIFB.

2.11. Resignation of Independent Director during the FY 2025-26

During the FY 2025-26,

- Dr Ajay Kumar (DIN: 01975789), Independent Member was relieved from the Board of KIIFB w.e.f. 17.05.2025 owing to his constitutional responsibilities being appointed as the Chairman of Union Public Service Commission
- Shri J.N Gupta, Independent Member has resigned w.e.f 13.02.2026 owing to his increased professional and personal commitments.

The Independent Member has confirmed that there are no other material reasons for his resignation other than those mentioned above.

3.0. Audit Committee

3.1. Composition of Audit Committee

The composition of Audit Committee as on 31.03.2026 is as follows.

SL No	Name of the Member	Designation
1	Shri Salim Gangadharan	Chairman
2	Shri TS Vijayan	Member
3	Shri Sushil Khanna	Member
4	Shri KR Jyothilal, IAS	Member

3.2. Meetings and attendance during the year

During the FY 2025-26, four Audit Committee meetings were held on 27.05.2025, 13.08.2025, 12.11.2025 and 13.02.2026 and the attendance of the Members is as detailed below:

Members	No of meetings held during the year (during the tenure)	Attendance by members	
		No of meetings	%
Shri Salim Gangadharan	4	4	100
Shri TS Vijayan	4	3	75
Shri Sushil Khanna	4	4	100
Shri KR Jyothilal, IAS	4	2	50

3.3. Terms of Reference (ToR) of Audit Committee

3.3.1. Oversight of the listed entity's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.

3.3.2. Recommendation for appointment, remuneration and terms of appointment of auditors of the listed entity.

3.3.3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors.

3.3.4. Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:

3.3.4.1. Matters required to be included in the director's responsibility statement to be included in the board's report.

3.3.4.2. Changes, if any, in accounting policies and practices and reasons for the same.

3.3.4.3. Major accounting entries involving estimates based on the exercise of judgment by

management.

3.3.4.4. Significant adjustments made in the financial statements arising out of audit findings.

3.3.4.5. Compliance with listing and other legal requirements relating to financial statements.

3.3.4.6. Disclosure of any related party transactions.

3.3.4.7. Modified opinion(s) in the draft audit report.

3.3.5. Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval.

3.3.6. Reviewing with the management, the quarterly financial statements before submission to the board for approval.

3.3.7. Reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process.

3.3.8. Approval or any subsequent modification of transactions of the listed entity with related parties.

3.3.9. Scrutiny of inter-corporate loans and investments.

3.3.10. Valuation of undertakings or assets of the listed entity, wherever it is necessary.

3.3.11. Evaluation of internal financial controls and risk management systems.

3.3.12. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems.

3.3.13. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.

3.3.14. Discussion with internal auditors of any significant findings and follow up there on.

3.3.15. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.

3.3.16. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.

3.3.17. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders and creditors.

3.3.18. To review the functioning of the whistle blower mechanism.

3.3.19. Approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate.

3.3.20. Carrying out any other function as is mentioned in the terms of reference of the audit x`x`

3.3.21. Reviewing the utilization of loans and/ or advances from/investment in the subsidiary exceeding rupees 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments.

3.3.22. Consider and comment on rationale, cost-benefits and impact of schemes involving merger, demerger, amalgamation etc., on the listed entity.

4.0. Nomination & Remuneration Committee

4.1. Composition of Nomination & Remuneration Committee

The composition of Nomination and Remuneration Committee as on 31.03.2026 is as follows:

SL No	Name of the Member	Designation
1	Shri Sushil Khanna	Chairman
2	Shri Salim Gangadharan	Member
3	Shri Radhakrishnan Nair	Member

4.2. Meetings and attendance during the year

During the FY 2025-26, Nomination and Remuneration Committee meeting was held on 24.03.2026 and the attendance of the Members is as detailed below:

Members	No of meetings held during the year (during the tenure)	Attendance by members	
		No of meetings	%
Shri Sushil Khanna	1	1	100
Shri Salim Gangadharan	1	1	100
Shri Radhakrishnan Nair	1	1	100

4.3. Terms of Reference (ToR) of Nomination & Remuneration Committee

Board

4.3.1. To formulate a criteria for determining qualifications, positive attributes and independence of members of KIIFB Board.
4.3.2. Formulate criteria for evaluation of independent members and the Board.
4.3.3. Evaluate and recommend appointment, change of designation, cessation and removal of Board Members as per the direction of the Government.
4.3.4. To carry out evaluation of every Board Member's performance.
4.3.5. To recommend to the Board, policy, if any, relating fees to Board Members.
4.3.6. To devise a policy on board diversity.
4.3.7. Recommend to the Board, the sitting fees payable for attending meetings of Board/ Committees thereof, and any other benefits, if any, payable to non-executive members.

Senior Management

4.3.8. Identify/ recommend persons who are qualified for senior management role in accordance with the criteria laid down in this policy.
4.3.9. To recommend redesignation, cessation and removal of senior management personnel.
4.3.10. To recommend to the Board, policy, if any, relating fees to the remuneration to senior management personnel.
4.3.11. Ensure that the level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance is clear and meets appropriate performance benchmarks.

General

4.3.12. To carry out such other functions as mandated by the Board from time to time and/ or enforced by the Government, statutory notification, amendment or modification, as may be applicable.
4.3.13. To perform such other functions as may be necessary or appropriate for the performance of its functions.
4.3.14. The Committee shall identify and ascertain the integrity, qualifications, expertise and experience of the person prior to its recommendation.
4.3.15. The Committee shall have the discretion to consider and fix any other criteria or norms for the selection of the most suitable candidates.

4.4. Performance Evaluation Criteria for Independent Members

KIIFB believes in ensuring that the Board Members continue to serve the interests of the stakeholders in line with their expectations, and set the best standards of corporate governance, objectivity and pursuit of sustainable business practices. Effectiveness of corporate governance depends, to a very

large extent, on effective board processes.

The Board believes that regular evaluation of performance of the Board helps in many ways. First of all, there is an objective and comprehensible set of targets of performance to be achieved. These performance targets are set for the Board as a whole, Board's Committees, and Board Members, including Executive, Non-Executive as well as Independent Members. In their pursuit towards these objectives, the Board and the Board Members individually evaluate their own achievements, and shortcomings, if any. The process of evaluation, thus, becomes a regular feedback process whereby the targets of performance are also re-evaluated based on past experience, and there is a regular journey towards meeting such targets.

Accordingly, the Board of KIIFB have adopted a Board Evaluation Framework which outlines the criteria for performance evaluation as per the provisions of the SEBI LODR Regulations, 2015 and due evaluations have been carried for the FY 2025-26. The Performance Evaluation Framework of the Board of KIIFB may be accessed through the following link: https://www.kiifb.org/resources.jsp

5.0. Stakeholders Relationship Committee

5.1. Composition of Stakeholders Relationship Committee

The composition of Stakeholders Relationship Committee as on 31.03.2026 is as follows:

SL No	Name of the Member	Designation
1	Shri Radhakrishnan Nair	Chairman
2	Shri Sushil Khanna	Member
3	Shri TS Vijayan	Member

5.2. Meetings and attendance during the year

During the FY 2025-26, one Stakeholder Relationship Committee meeting was held on 24.03.2026 and the attendance of the Members is as detailed below:

Members	No of meetings held during the year (during the tenure)	Attendance by members	
		No of meetings	%
Shri Radhakrishnan Nair	1	1	100
Shri Sushil Khanna	1	1	100
Shri TS Vijayan	1	1	100

5.3. Terms of Reference (ToR) of Stakeholders Relationship Committee

5.3.1. Resolving the grievances of the security holders of the listed entity including complaints related to transfer/transmission of debentures, non-receipt of annual report, non-receipt of declared interest, issue of new/duplicate certificates, etc.
5.3.2. Review of measures taken for effective exercise of voting rights by debenture holders.
5.3.3. Review of adherence to the service standards adopted by the listed entity in respect of various services being rendered by the Registrar & Share Transfer Agent.
5.3.4. Review of the various measures and initiatives taken by the listed entity for ensuring timely payment of interest /annual reports/statutory notices to the debenture holders of the Company.
5.3.5. Review of the various measures taken by the listed entity to ensure timely redemption of Bonds/debentures of the Company.
5.3.6. To Carry out any other function, as required by the provisions of SEBI (LODR)

5.4. Name and designation of Compliance officer

Sabareeswar Thampan AG
Compliance Officer
Email: co.fa@kiifb.org
2nd Floor, Felicity Square, MG Road, Statue,
Thiruvananthapuram – 695001

5.5. Investor Complaints received during the Financial Year

No of complaints pending at the beginning of the FY 2025-26	No of complaints received during the FY 2025-26	No of complaints resolved during the FY 2025-26	No of complaints pending at the end of FY 2025-26
1	0	1	0

6.0. Risk Management Committee

6.1. Composition of Risk Management Committee

The composition of Risk Management Committee as on 31.03.2026 is as follows:

SL No	Name of the Member	Designation
1	Dr KM Abraham	Chairman
2	Shri KG Sanal Kumar	Member
3	Shri TS Vijayan	Member

6.2. Meetings and attendance during the year

During the FY 2025-26, Risk Management Committee meeting was held on 17.10.2025 and 27.03.2026 and the attendance of the Members is as detailed below:

Members	No of meetings held during the year (during the tenure)	Attendance by members	
		No of meetings	%
Dr KM Abraham	2	2	100
Shri KG Sanal Kumar	2	2	100
Shri TS Vijayan	2	2	100

6.3. Terms of Reference (ToR) of Risk Management Committee

6.3.1. To formulate a detailed risk management policy which shall include:

6.3.1.1. A framework for identification of internal and external risks specifically faced by the listed entity, in particular including financial, operational, sectoral, sustainability (particularly, ESG related risks), information, cyber security risks or any other risk as may be determined by the Committee.

6.3.1.2. Measures for risk mitigation including systems and processes for internal control of identified risks.

6.3.1.3. Business continuity plan.

6.3.2. To ensure that appropriate methodology, processes and systems are in place to monitor and

evaluate risks associated with the business of the organization;

6.3.3. To monitor and oversee implementation of the risk management policy, including evaluating the adequacy of risk management systems;

6.3.4. To periodically review the risk management policy, at least once in two years, including by considering the changing industry dynamics and evolving complexity;

6.3.5. To keep the Board Members informed about the nature and content of its discussions, recommendations and actions to be taken;

6.3.6. The appointment, removal and terms of remuneration of the Chief Risk Officer (if any) shall be subject to review by the Risk Management Committee.

6.3.7. To review risk disclosure statements in any public documents or disclosures.

6.3.8. To Carry out any other function, as required by the provisions of SEBI (LODR) and directives of Government.

7.0. Remuneration of Board Members

7.1. All pecuniary relationship or transactions of the Non-Executive Members

The Non-Executive Members had no pecuniary relationship or transactions with KIIFB in their personal capacity during the year under review.

7.2. Criteria of making payments to Non-Executive Members

Kerala Infrastructure Investment Fund Board ("KIIFB") is a statutory body (body corporate) established by Government of Kerala ("GoK") under Kerala Infrastructure Investment Fund Act, 1999 (as amended) ("KIIF Act"). KIIFB comes under the administrative control of Department of Finance, GoK. Thus, the appointment, tenure and remuneration of Members of Board of KIIFB is decided by the Government.

The Non-Executive-Independent Members of the Board are paid sitting fees at Rs 50,000/- per sitting for meetings of the Board/ Executive Committee & FTAC, Rs 40,000/- for Audit Committee and Rs 30,000/- for other meetings pursuant to Order No FA-3/3746/2021/KIIFB Dated 31.01.2025.

The Non-Executive Members representing Government are not paid any remuneration or sitting fees.

8.0. General Meeting

KIIFB is not a company constituted under Companies Act, 2013. KIIFB is a statutory body constituted by Kerala Infrastructure Investment Fund Act, 1999 (as amended by Kerala Infrastructure Investment Fund (Amendment) Act, 2016) under the Department of Finance, Government of Kerala. KIIFB does not have any shareholders. Hence, the concept of general meeting is not applicable to KIIFB.

9.0. Means of communication

The quarterly, half-yearly, annual financial results are furnished immediately to Bombay Stock Exchange where the entity's bonds are listed and published in newspaper in compliance with Regulation 52(8) of SEBI LODR. The results are displayed on the website of KIIFB: www.kiifb.org and also sent to Debenture Trustees.

Annual Report containing inter-alia, Audited Accounts, Directors' Report, Auditors' Report, Cash Flow Statement and other important information are available on KIIFB's website. All the events/information as per the provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are being displayed on the website of KIIFB.

10.0. General Stakeholder Information

Financial Year	2025-26
Name and address of Stock Exchange where securities are listed	BSE Limited
Payment of Listing Fees	Annual listing fee for the FY 2025-26 is paid by the company to BSE Limited
Registrar to an Issue and Share Transfer Agents	Cameo Corporate Services Limited Registration No. INR000003753 Subramanian Building, No. 1 Club House Road, Chennai, Tamil Nadu, 600002

11.0. Disclosures

11.1. Disclosures on materially significant related party transactions

There were no materially significant related party transactions having potential conflict with the interests of the entity at large. The details regarding transactions with related parties are disclosed in Standalone financial statements.

11.2. Vigil Mechanism/ Whistle Blower Policy

As a socially and financially responsible organization, KIIFB believes in conducting its affairs in a fair and transparent manner. For this, KIIFB has adopted the highest standards of Professionalism, Integrity and Ethical Behaviour. Further, the Board is committed to developing a culture wherein it is safe for all to raise concerns about any unacceptable/unethical practice and any event of misconduct at any level.

KIIFB has in place a comprehensive vigil mechanism/ whistle blower policy based on Govt. of India Resolution on Public Interest Disclosure & Protection of Informer (PIDPI) to enable the reporting of unethical practices/ frauds if any are observed in any operational area. It also provides necessary safeguards and protection to the employees who disclose the instances of unethical practices/behaviour. There were no whistleblower instances during the FY 2025-26 and no person has been denied access to the Audit Committee. The whistleblower policy may be accessed through the weblink: https://www.kiifb.org/resources.jsp.

11.3. Details of compliance with mandatory requirements and adoption of the non-mandatory requirements

The Company has complied with all mandatory requirements of the Listing Regulations for the FY 2025-26. The extend of compliance of discretionary requirements as prescribed in Schedule II Part E of SEBI (LODR) Regulations 2015 are as follows-.

11.3.1. A non-executive chairperson may be entitled to maintain a chairperson's office at the listed entity's expense and also allowed reimbursement of expenses incurred in performance of his/her duties.

The Chairperson of KIIFB is the Hon' Chief Minister of the State of Kerala. KIIFB does not

maintain a separate office for the Chairman and there are no expenses being reimbursed for the performance of his duties.

11.3.2. A half-yearly declaration of financial performance including summary of the significant events in the last six-months, may be sent to each household of investors.

The quarterly/half /yearly financial results are published in newspaper of nation-wide circulation and in the website of KIIFB.

11.3.3. The listed entity may move towards a regime of financial statements with unmodified audit opinion.

It is always the KIIFB's endeavour to present unmodified Financial Statements.

11.3.4. Separate posts of Chairperson and the Managing Director or the Chief Executive Officer.

As per provisions of KIIF Act, 1999 separate roles are envisaged for the role of Chairman and that of the Chief Executive Officer. The Chairperson is a non-executive member and not related to the Chief Executive Officer as per the definition of 'relative' under Companies Act, 2013, even though Companies Act provisions are not applicable to KIIFB.

11.3.5. Reporting of internal auditor

KIIFB has a separate internal audit wing and their reports are presented before the Audit Committee.

11.4. Policy for determining 'material' subsidiaries

The Board of KIIFB at its 52nd meeting held on 13.02.2025 took note of the view that there are no material subsidiaries for KIIFB as defined under Regulation 16 of SEBI LODR 2015 and the policy for determining material subsidiaries would be adopted upon trigger of the provision.

11.5. Weblink for Policy on Dealing with Related Party Transactions

KIIFB has adopted the "Policy on Materiality & Dealing with Related Party Transactions of Kerala Infrastructure Investment Fund Board" with the recommendation of the Audit Committee to address the matters pertaining to related party transactions threshold limit of materiality and other aspects in compliance with Regulation 15(1A) read with Regulation 23 of SEBI LODR Regulations 2015. This may be accessed through the weblink: https://www.kiifb.org/resources.jsp.

11.6. Total fees for all services paid by the listed entity and its subsidiaries, on a consolidated basis, to the statutory auditor

The total fees for all services paid by the listed entity and its subsidiaries, on a consolidated basis, to the statutory auditor and all entities in the network firm/network entity of which the statutory auditor is a part for the FY 25-26 amounts to Rs 13,09,800.00/-

11.7. Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

Sl No.	Particulars	
1	No. of complaints filed during the financial year	0
2	No. of complaints disposed of during the financial year	0
3	No. of complaints pending as on end of the financial year	0

11.8. Disclosure by listed entity and its subsidiaries of Loans and advances in the nature of loans to firms/companies in which directors are interested by name and amount.

There were no loans or advances in the nature of loans provided by the listed entity or its subsidiaries to any firm or company in which any of the Members of KIIFB are interested during the FY 2025-26.

12. Disclosures of the compliance with corporate governance requirements specified in regulation 17 to 27

KIIFB has complied with all applicable corporate governance requirements as specified in regulation 17 to 27 of SEBI LODR Regulations, 2015.

13. Code of conduct

As part of KIIFB's persisting endeavor to set a high standard of conduct, a "Code of Conduct of Board Members and Senior Management" has been laid down for all Board Members and Senior Management Personnel. All Board Members and Senior Management personnel have affirmed compliance with the code for the financial year 2025-26.

KIIFB had adopted the Code of Conduct for Board Members and Senior Management as stipulated under Regulation 17(5) of SEBI LODR Regulations, 2015 on 18.11.2024. The same is available at: https://www.kiifb.org/resources.jsp.

Declaration signed by the Chief Executive Officer confirming compliance of the members of board and senior management personnel with the code is enclose as **Annexure-C.1**.

14. Website

KIIFB's website www.kiifb.org contains separate dedicated section 'Compliance' wherein information for bondholders is available.

15. Address for correspondence

Stakeholders may send their correspondence to the Compliance Officer at the Registered Office at 2nd Floor, Felicity Square, MG Road, Thiruvananthapuram, Kerala- 695 001 and electronically to co.fa@kiifb.org for addressing the queries of bondholders.

Investors may also communicate to Cameo Corporate Services Limited, Registrar and Transfer Agent

for redressal of their grievance, if any. The details of their address, contact numbers are as under: Address: Subramanian Building, No. 1 Club House Road, Chennai, Tamil Nadu, 600002 Tel No.: 91-044 - 2846 0390.

16. Certification on Corporate Governance

The certificate as stipulated in Schedule V(E) of SEBI LODR Regulations 2015 issued by M/s Mehta & Mehta, Company Secretaries- Secretarial Auditors of KIIFB regarding compliance of conditions of Corporate Governance as enclosed as **Annexure C.2.**

17. Certification under Regulation 17(8) of SEBI LODR

As required under Regulation 17(8) of SEBI LODR Regulations 2015, the certificate on financial statements for the year ended 31st March, 2026 is enclosed as **Annexure C.3.**

18. Certificate on non- disqualification of Members

The certificate of from a company secretary in practice that none of the members on the board of the company have been debarred or disqualified from being appointed or continuing as members of KIIFB by the Board/Ministry of Corporate Affairs or any such statutory authority is attached as **Annexure C.4**

For and on behalf of the Board of Members of
Kerala Infrastructure Investment Fund Board

Mini Antony
Chief Executive Officer| (In charge)

Date 13.08.2026
Place Trivandrum

Annexure C.1

Declaration

All the Board Members and Senior Management of the Company have confirmed compliance with KIIFB's 'Code of Conduct of Board Members and Senior Management' for the year ended 31st March 2026 .

Date 13.08.2026
Place **Trivandrum**

Mini Antony
Chief Executive Officer
(In charge)

Mehta & Mehta

COMPANY SECRETARIES

DOOR NO: 1509(1), GEORGE & XAVIERS' SQUARE, ST. BENEDICT CROSS ROAD, ERNAKULAM NORTH, KOCHI - 682018
Phone: +91 484 4055301 / 2395678 • E-mail: cochin@mehta-mehta.com • Visit us: www.mehta-mehta.com

ANNEXURE C.2

CERTIFICATE ON CORPORATE GOVERNANCE

[As part E of schedule V of Securities and Exchange Board of India (Listing obligation and Disclosure Requirements) Regulations, 2015]

To,
The Members,
KERALA INFRASTRUCTURE INVESTMENT FUND BOARD,
2nd Floor, Felicity Square, MG Road,
Statue, Trivandrum, Kerala- 695 001

We have examined the compliance of conditions of Corporate Governance by **KERALA INFRASTRUCTURE INVESTMENT FUND BOARD** (hereinafter referred as "KIIFB") for the Financial Year ended March 31, 2026, as stipulated in Regulations 17 to 27, Regulation 62, Regulation 62B to 62Q, and Para-C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, to the extent as applicable to the KIIFB as a high-value debt listed entity.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the KIIFB for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the KIIFB.

Based on the information received from the concerned officials, the KIIFB is governed by the Kerala Infrastructure Investment Fund Act 1999 and the General Regulations made there under. Thus, provisions of the said Act and Regulation are preferred over the applicability of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In accordance with Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the KIIFB is a High value Debt listed entity.

We further state that such compliance is neither an assurance as to the future viability of the KIIFB nor the efficiency or effectiveness with which the management has conducted the affairs of the KIIFB.

This certificate is issued solely for the purposes of complying with Listing Regulations and may not be suitable for any other purpose.

For Mehta & Mehta,
Company Secretaries
(ICSI Unique Code P1996MH007500)

CS ARUN K. KAMALOLBHAVAN F. 9609 CP. 11657

Arun Kannamangalam Kamalolbhavan
Partner

FCS No.: 9609 **Place: Cochin** **UDIN:F009609H001119685**

CP No. : 11657 **Date: 14.08.2026** **PR No.: 7281/2025**

Annexure C.3
COMPLIANCE CERTIFICATE
Financial Year 2025-26
Pursuant to Regulation 17(8) and 62D(14) of SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Members
Kerala Infrastructure Investment Fund Board
2nd Floor, Felicity Square, MG Road,
Statue, Trivandrum – 695001

We certify that -

A. We have reviewed the financial statements and cash flow statement for the **FY 2025-26** and to the best of our knowledge and belief:
    1) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
    2) These statements together present a true and fair view of the KIIFB's affairs and are in compliance with existing accounting standards, applicable laws and regulations;
B. There are, to the best of our knowledge and belief, no transactions entered into by KIIFB during the year **2025-26** which are fraudulent, illegal or violative of KIIFB's code of conduct.
C. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of KIIFB pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and steps we have taken or propose to take to rectify these deficiencies.
D. We have indicated to the Auditors and the Audit Committee -
    1) That there have not been any significant changes in internal control over the financial reporting during the year;
    2) That there have not been any significant changes in accounting policies during the year and the same have been disclosed in the notes to the financial statements; and
    3) That there have not been any instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the organization's internal control system over the financial reporting

Date **30.05.2026**
Place **Trivandrum**

Mini Antony
Chief Executive Officer
(In charge)

Reji John
Joint Fund Manager

ANNEXURE - C.4
Management Discussion and Analysis
Kerala Infrastructure Investment Fund Board (KIIFB)
For the Financial Year 2025–26

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1. Overview

The Kerala Infrastructure Investment Fund Board (KIIFB), established under the Kerala Infrastructure Investment Fund Act, 1999 (Act 4 of 2000), continues to serve as the State's premier infrastructure financing institution by mobilising long-term financial resources for the development of economically and socially significant infrastructure projects.

Since its inception, KIIFB has played a transformative role in accelerating infrastructure creation across Kerala by adopting innovative financing mechanisms and ensuring the timely availability of funds for strategically important public infrastructure projects. The institution has emerged as one of India's leading sub-sovereign infrastructure financing agencies, supporting projects that contribute to sustainable economic growth, regional development and improved quality of life.

During FY 2025–26, KIIFB continued to focus on financing high-impact infrastructure projects across sectors including transport, healthcare, education, industrial infrastructure, water resources, power transmission, digital connectivity and urban development. The Board maintained its commitment towards prudent financial management, effective project monitoring, robust governance practices and responsible resource mobilisation while ensuring compliance with applicable statutory and regulatory requirements.

The financial year also witnessed continued emphasis on strengthening institutional governance, enhancing transparency, improving project execution efficiency and adopting technology-enabled monitoring systems to facilitate timely completion of infrastructure projects across the State and compliance with the enhanced governance framework applicable to High Value Debt Listed Entities under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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2. Economic and Sectoral Context

2.1. Global Economy

During FY 2025–26, the global economy continued to experience moderate growth amidst evolving geopolitical developments, changing trade dynamics, inflationary pressures in several advanced economies and monetary policy adjustments by major central banks. Despite these uncertainties, infrastructure investment remained a critical driver for economic resilience and long-term productivity across emerging economies.

2.2. Indian Economy

India continued to remain amongst the fastest-growing major economies in the world, supported by strong domestic demand, increased public capital expenditure, robust services sector growth and continued investments in physical and digital infrastructure. The Union

Government's sustained emphasis on capital expenditure and infrastructure development continued to provide significant impetus to economic activity and employment generation.

Public investment in roads, railways, logistics, ports, renewable energy, urban infrastructure and digital connectivity remained central to India's long-term development strategy.

2.3. Kerala Economy

The Government of Kerala continued to prioritise infrastructure-led development as a key pillar of sustainable economic growth. Investments in transportation networks, industrial corridors, healthcare, educational infrastructure, tourism, coastal protection and digital connectivity continued to strengthen the State's economic competitiveness.

KIIFB remained an important financial institution supporting these developmental initiatives by ensuring the timely availability of financial resources for approved infrastructure projects.

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3. Operational Performance

3.1. Project Approvals and Implementation

KIIFB continued to finance infrastructure projects of strategic importance across multiple sectors. During FY 2025–26, emphasis was placed on improving project execution through enhanced monitoring mechanisms, regular review meetings and closer coordination with implementing agencies.

Projects funded by KIIFB are implemented through various Government Departments, Public Sector Undertakings, Special Purpose Vehicles and statutory authorities. Continuous monitoring helped improve utilisation of sanctioned funds and minimise implementation delays.

- **Total projects approved** **1,240**
- **Aggregate financial sanction** **₹ 1,00,341.00 Cr**
- **Projects under implementation** **₹ 25,015.00 Cr**
- **Amount disbursed during FY 2025–26** **₹ 6,786.01 Cr**
- **Cumulative disbursement** **₹ 41,609.62 Cr**

3.2. Resource Mobilisation

KIIFB continued to maintain a diversified resource mobilisation strategy through market borrowings, Government transfers under the KIIF Act and other approved funding mechanisms.

The institution continued to access domestic debt markets while maintaining investor confidence through sound financial management, strong governance standards and prudent debt servicing practices. KIIFB also maintained adequate liquidity to meet project funding

commitments and debt obligations in a timely manner.

3.3. Liquidity Management

Liquidity management continued to remain a strategic priority. Cash flow forecasting, investment planning and debt servicing schedules were continuously monitored to ensure adequate liquidity buffers.

The Board maintained sufficient liquid resources for meeting project disbursements while optimising treasury operations through appropriate investment of temporary surplus funds in accordance with approved investment policies.

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4. Financial Structure & Control Framework

KIIFB's financial architecture is built upon a diversified and sustainable funding framework comprising statutory transfers, market borrowings and other approved financial resources.

The institution continues to maintain a prudent borrowing strategy aligned with projected project funding requirements while ensuring long-term debt sustainability.

The internal financial control framework includes:

- Comprehensive budgeting and financial planning;
- Multi-layer approval mechanisms for project funding;
- Treasury and liquidity management systems;
- Periodic financial reporting to the Board;
- Independent internal audit and statutory audit processes;
- Continuous monitoring of debt obligations and cash flows.

The Board also continued to strengthen its internal control environment through periodic policy reviews, enhanced delegation frameworks and technology-enabled financial monitoring systems.

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5. Internal Control Systems and their Adequacy

KIIFB maintains a comprehensive internal control framework designed to ensure operational efficiency, financial integrity, regulatory compliance and effective risk management.

The governance framework comprises:

- The Kerala Infrastructure Investment Fund Act, 1999 and the KIIF Scheme;
- Oversight by the Government of Kerala;

- A professionally constituted Board;
- Audit Committee and other Board Committees;
- Internal Audit;
- Concurrent Audit;
- Risk-Based Internal Audit;
- Statutory Audit;
- Accountant General Audit;
- Secretarial Audit;
- Tax Audit;
- Standard Operating Procedures across functional areas.

The Board periodically reviews internal control mechanisms to ensure their continued adequacy and effectiveness.

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6. Sectoral Portfolio & Notable Projects

KIIFB continues to maintain a diversified infrastructure portfolio covering multiple sectors. Major sectors financed include: Roads and Bridges| Hill Highway| Coastal Highway| Industrial Infrastructure| Healthcare| Educational Infrastructure| Water Supply| Irrigation| Inland Water Transport| Digital Infrastructure| Power Transmission| Urban Development| Tourism Infrastructure.

During FY 2025–26, implementation continued across several flagship projects including:

1. K-FON (Kerala Fibre Optic Network) Project - a statewide optical fibre network infrastructure for providing high speed internet connectivity – KIIFB has approved the project with a total outlay of Rs.1,516.75 Crore as a loan on a 70:30 debt-equity basis. So far, Rs. 715.91 Crore has been released towards the project. Over 90% of the KIIFB-funded work has been completed and partially commissioned, and active rollout of end-user connections is in progress
2. West Coast Canal (WCC) inland water way project from Kovalam (Thiruvananthapuram) to Bakel (Kasargod) - KIIFB has approved the project for an amount Rs. 1,381.06 Crore for land acquisition, canal development and rehabilitation, and released a total of Rs. 147.01 Crore towards the project.
3. Kochi Integrated Urban Regeneration and Water Transport System (IURWTS) is a project envisioned to upgrade and revitalize the major canals of Kochi city. The project aims to reclaim Kochi's water bodies as a public asset, improve its spatial structure and restore the city's connection to canals. In this project, 6 canals namely Edappally Canal, Chilavannur Canal, Thevara-Perandur Canal, Thevara Canal, Market Canal and Konthuruthy Canal are proposed to be developed. KIIFB has sanctioned a total of Rs. 2001.30 Crore for IURWTS projects including STP implementation for a total of 77 MLD.

4. Kerala is set to redefine its technological landscape with the establishment of the Digital Science Park (DSP) in Thiruvananthapuram. Envisioned as a state-of-the-art innovation hub, DSP bridges academia, industry, and government to foster research, development, and commercialization of advanced digital technologies. Announced in the 2022 State Budget, this transformative initiative, with an investment of Rs. 238.52 crores, is poised to make Kerala a global leader in digital innovation.
5. The Anakkampoil Kalladi Meppadi Tunnel Road (Wayanad Tunnel) project, funded by KIIFB for Rs. 2134.50 Crores and implemented by the Konkan Railway Corporation Limited, spans a total length of 8.735 km. This initiative connects existing routes via an 8.11 km long, D-shaped twin-tube four-lane tunnel alongside approach roads, bridges, and emergency lay-bys, built to international safety, ventilation, and lighting standards. Divided into two EPC tender packages, the work was inaugurated by the Chief Minister of Kerala with blasting commencing in March 2026. Once completed, the project will reduce the travel distance between Kozhikode and Wayanad by 30 km, ease severe congestion on the Thamarasseri Churam, and provide significant economic, safety, and tourism benefits to the region.
6. Hill highway is one of the prestigious projects of Kerala which starts from Parassala in Thiruvananthapuram District and ends at Nandarapadavu in Kasaragod District, passing through 13 districts of Kerala except Alappuzha. The total length of Hill Highway is 1166.27 Km, out of which 793.68 Km is being funded by KIIFB. The total financial sanction issued by KIIFB for various stretches of Hill Highway project is ₹3929.38 Crore and the total amount released by KIIFB stands ₹1831 Crore.
7. Coastal Highway is plying through the 9 Coastal Districts of the State which starts from Pozhiyoor in Thiruvananthapuram and ends at Kunjathur in Kasaragod with an approximate length of 600 km. The total Financial Sanction issued by KIIFB for the Coastal Highway project including the land acquisition, Construction, Rehabilitation & Resettlement components till date stands to ₹7489.26 Crore. In most of the stretches as the preliminary step, financial sanction has been issued for the land acquisition, which is currently progressing across the state. The total amount released by KIIFB in this project is ₹2069.05 Crore.

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7. Risk Management & Governance

KIIFB follows an integrated risk management framework covering financial, operational, regulatory and project-related risks.
Major risks include: Project implementation delays; Cost escalation; Liquidity risk; Interest rate risk; Market borrowing risk; Regulatory changes; Counterparty risk; Environmental and social risks.

These risks are managed through:

- Detailed project appraisal;

- Independent technical evaluation;
- Legal due diligence;
- Periodic monitoring;
- Internal control systems;
- Audit mechanisms;
- Continuous Board oversight.

Risk management remains an integral part of the institution's governance framework.

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8. Outlook & Strategic Priorities

Going forward, KIIFB intends to further strengthen its position as Kerala's principal infrastructure financing institution.

Strategic priorities include:

- Accelerating completion of ongoing projects;
- Supporting revenue-generating infrastructure;
- Enhancing digital infrastructure;
- Promoting sustainable and climate-resilient infrastructure;
- Strengthening project monitoring through technology;
- Maintaining prudent financial management;
- Diversifying funding sources;
- Enhancing investor confidence through robust governance and transparency.

The Board also intends to continue supporting infrastructure projects that contribute to balanced regional development, industrial growth, employment generation and improved public service delivery.

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9. Conclusion

FY 2025–26 was another year of sustained progress for KIIFB in advancing Kerala's infrastructure development agenda. Through prudent financial management, sound governance practices and a continued focus on timely project execution, KIIFB strengthened its role as a key catalyst for infrastructure-led economic growth in the State.

The institution remains committed to maintaining the highest standards of transparency, accountability and financial discipline while supporting the Government of Kerala in creating resilient, sustainable and inclusive infrastructure. Going forward, KIIFB will continue to focus on efficient resource mobilisation, responsible financial management and timely delivery of strategically important infrastructure projects, thereby contributing to the long-term socio-economic development of Kerala.

ANNEXURE D
GREEN BOND DISCLOSURES

GREEN BOND DISCLOSURES

CONTINUOUS DISCLOSURE REQUIREMENTS (IN ANNUAL REPORTS AND FINANCIAL RESULTS) FOR LISTED GREEN DEBT SECURITIES AS PER SECTION (2) OF SEBI CIRCULAR NO. SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/023 DATED 6TH FEBRUARY 2023 ON LISTED GREEN DEBT SECURITIES.

(i) Utilisation of the proceeds of the issue, as per the tracking done by the listed entity using the internal process as disclosed in the offer document. Utilization of the proceeds shall be verified by the report of an external auditor, to verify the internal tracking method and the allocation of funds towards the project(s) and/or asset(s), from the proceeds of green debt securities.

The certificate relating to the utilisation of the proceeds of GDB Rs.31.54 crores during FY 2025-26 issued by the Statutory Auditors is attached as forms part of the TPR as Annexure 3 (In FY 2024, 25, Rs 235.29 Crores & FY 2023-2024, Rs. 58.75 Crores were utilised.)

(ii) Details of unutilized proceeds including the temporary placement/utilization of unallocated and unutilized proceeds from each ISIN of green debt security issued by the listed entity.

Refer Annexure 3 of TPR Report. As of 31st March, 2026, there are no unallocated proceeds.

(iii) List of projects(s) and/or asset(s) to which proceeds of the green debt securities have been allocated/invested including a brief description of such project(s) and/or asset(s) and the amounts disbursed.

Refer Annexure to BRSR and Annexure 2 of TPR Report.

(iv) Qualitative performance indicators and, where feasible, quantitative performance measures of the environmental impact of the project(s) and/or asset(s). If the quantitative benefits/impact cannot be ascertained, then the said fact may be appropriately disclosed along with the reasons for non-ascertainment of the benefits/impact on the environment.

All projects follow the guidance document of green building reporting standards as per GRIHA & EDGE rating systems and performance measures for the 18 projects are detailed in the TPR Report.

(v) Methods and the key underlying assumptions used in the preparation of the performance indicators and metrics;

All projects follow the guidance document of green building reporting standards as per GRIHA & EDGE rating systems as detailed in the TPR Report.

(vi) Details of the deployment of the mitigation plan (as disclosed in the offer documents) for the perceived social and environmental risks;

Green building reporting framework (GRIHA & EDGE) followed for all the projects incorporates strategies for site planning, construction management and socioeconomic aspects for mitigating perceived social environmental risks.

(vii) Impact Reporting : Information, on a project-by-project basis, pertaining to reporting of the environmental impact of the projects financed by the green debt securities. Reporting standards or taxonomies followed by the listed entity with regard

to reporting of environmental impact, if any, shall also be disclosed;

The reporting standards followed (GRIHA & EDGE) and performance measures for the 18 projects are detailed in the TPR report.

(viii) Disclosures of major elements of Business Responsibility and Sustainability Reporting (BRSR) as mentioned in Annex-IXA of Master Circular NCS.

Refer BRSR forming part of TPR Report.

(ix) Statement of compliance to eligibility criteria as per Part 9 Clause 2 of Information Memorandum read with Regulation 2(q) of SEBI NCS Regulations.

The projects comply with the eligibility criteria as per item no (v) "Energy efficiency including efficient and green buildings" of 2(q) of SEBI NCS Regulations.

Date: August 03, 2026

The Chief Executive Officer
Kerala Infrastructure Investment Fund Board (KIIFB)
2nd Floor, Felicity Square,
M. G. Road Statue,
Thiruvananthapuram - 695001
Phone: 0471 - 2780900
E-mail: financeadmin@kiifb.org

Sub: Third Party Post-Issuance Review of Green Bond issued by Kerala Infrastructure Investment Fund Board (KIIFB)

[A] Introduction:

CARE Analytics and Advisory Pvt. Ltd. (hereinafter mentioned as 'CareEdge Advisory') has undertaken the **Third-Party Post-Issuance Review of Green Bond issued by Kerala Infrastructure Investment Fund Board (KIIFB)**. The details of Green Bonds raised Non-convertible Green Bond.

KIIFB has raised ₹ 300 Cr. in July 2023 through a listed Green Bond on BSE @8.49% coupon rate, paid quarterly. Between 1 April 2025 and 31 March 2026, KIIFB has allocated ₹ 31.54 crore including interest, towards eighteen government green-building projects (sixteen GRIHA-registered, two IFC EDGE registered) across Kerala.

The attached **'Third Party Post-Issuance Review of Green Bonds' report (Annexure 1)** is a testament to the fact that KIIFB follows SEBI's Revised Disclosure Requirements for Issuance and Listing of Green Debt Securities (Circular No.: SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/023) dated February 06, 2023.

[B] CareEdge Advisory's Responsibility and Scope of Work:

CareEdge Advisory's responsibility is to provide Independent Third-Party Review of KIIFB's post issuance green bond review based on procedure described in Sec E below. CareEdge Advisory's Scope of Work is defined in Purchase Order No: FA-6/1545/2025/KIIFB, Issue Date: April 30, 2026, issued by KIIFB.

[C] Management's Responsibilities:

The KIIFB's Management is responsible for:

- Development of KIIFB's Green Finance Framework as stipulated in Order No. AST10.FA/4463/2023/KIIFB Dated July 28, 2023, and maintain it in letter and spirit
- Conduct Second Party Opinion (SPO) on the Green Finance Framework
- Issue fund raised as per the designated Use of Proceeds (SEBI Non-Convertible Security (NCS) Regulation, International Capital Market Association (ICMA) Green Bond Principles and Loan Market Association (LMA) Green Loan Principles - Green Buildings)

- Register the eligible projects with GRIHA and/or IFC EDGE
- Ensure clear Management of Proceeds with proper ringfencing of assets
- Ensure the Monitor Environmental impact of the projects financed on periodic basis
- Report (a) Annual allocation (through statutory auditor report), (b) Environmental Impacts and (c) Major elements of Business Responsibility and Sustainability Report (as per rule 2.5 of SEBI Green Debt Security (GDS) Regulation dt. 6 February 2023) through an independent third-party reviewer; and publish this in their annual report.
- Have an internal team to monitor the designated projects and facilitate GRIHA and EDGE due diligence

[D] Procedures:

CareEdge Advisory has performed the procedures listed below:

The procedure has encompassed the review of the following aspects included in the Framework:

- Overall alignment of the KIIFB's Green Finance Framework with SEBI's Revised Disclosure Requirements for Issuance and Listing of Green Debt Securities (SEBI GDS Regulation Circular No.: SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/023 dt. February 6, 2023)
- Process of Identification of Use of Proceeds (as per KIIFB's Green Finance Framework, SEBI Non-convertible Securities, 2021 / ICMA Green Debt Securities, 2025 / LMA Green Loan Principles
- Criteria for selection of eligible projects that may be financed through Green Bonds
- Understanding the responsibilities of KIIFB's Green Finance Working Group in selection of green projects
- Projects financed through Green Bond Proceeds by ensuring clear management of proceeds with proper ringfencing of assets
- Process of external verification of Green Bond proceeds (i.e. GRIHA & EDGE certification)
- Process of (i) allocation, (ii) impact and (iii) BRSR reporting to KIIFB's Board/other pertinent parties

[E] Exclusions:

The KIIFB's Third Party Post-issuance review of Green Bonds & Green Finance Framework (No. AST10.FA/4463/2023/KIIFB dated July 28, 2023) should be construed as a point-in-time opinion expressed basis the information made available by KIIFB and not surveilled from time-to-time.

The scope of post-issuance of green bond excluded the following and therefore CareEdge Advisory does not express a conclusion on the same:

- Credit rating or testament of underlying credit quality of either Bank or its Borrower(s)
- Developing of sector specific KPIs (if any),
- Review / provide opinion on KIIFB's Environmental & Social Policies & related issues.
- Aspects either implicitly/explicitly excluded from CareEdge Advisory's scope of management

[F] Conclusion:

The post-issuance was carried out by a group of professionals with multiple years of experience in areas like ESG, Green Building / Infrastructure, Banking and Finance.

CareEdge Advisory believes it has received sufficient information in the form of: (i) Allocation Reporting and (ii) Impact Reporting (As per Rule 3.1 and 3.2 of SEBI GDS Regulation Circular No.: SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/023 dt. February 6, 2023) to form a basis of its conclusion.

Based on the Procedures performed (see sec. [D] above) and the evidenced obtained, nothing has come to CareEdge Advisory's attention that causes it to believe that the KIIFB's post-issuance for FY2025-2026 not aligned, in all material respects, with Rule 2 to Rule 4.4 of SEBI GDS Regulation Circular No.: SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/023 dt. February 6, 2023. The same has been established in the attached report.

The said report is attached herewith as **Annexure 1**.

[G] Restriction of Use

CareEdge Advisory's Independent Third-Party Post-Issuance Review of Green Bonds including the conclusion has been prepared and addressed to the KIIFB's management at the request of the Company solely to assist the Company in post-issuance review.

Accordingly, CareEdge Advisory accepts no liability to anyone, other than the KIIFB. CareEdge Advisory's report(s) should not be used for any other purpose, other than those specified in the CareEdge Advisory's scope of work defined by the KIIFB.

CareEdge Advisory neither accepts nor assumes any duty of care or liability arising from any form of damage(s) arising from any third party.

Regards.
For **CARE Analytics and Advisory Pvt. Ltd.**

Kedar Deshpande
Senior Director, ESG – Advisory

ANNEXURE 1

Third Party
Post-Issuance Review of Green Bond

August 2026

Kerala Infrastructure Investment Fund Board (KIIFB)

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1. Executive Summary

Introduction:

Kerala Infrastructure Investment Fund Board (KIIFB) was established on November 11, 1999 under the Kerala Infrastructure Investment Fund Act, 1999 (Act 4 of 2000) as the principal infrastructure financing arm of the Government of Kerala. Through its mandate, KIIFB mobilizes and channels funds towards critical and large public infrastructure projects across the State.

As the infrastructure investment arm of the Government of Kerala, KIIFB endeavors to ensure that infrastructure projects are aligned with the State's environmental and sustainability priorities and are consistent with internationally recognized frameworks for integrating climate risks. Recognizing the role of sustainable finance in supporting this transition, KIIFB developed its Green Financing Framework in alignment with the Green Bond Principles (GBP) of the International Capital Market Association (ICMA) and the Green Loan Principles (GLP) of the Loan Market Association (LMA).

KIIFB raised ₹300.02 crore under its Green Financing Framework on June 30, 2023. During the period from April 1, 2025 to March 31, 2026, ₹31.54 crore was allocated to green building projects. As of March 31, 2026, a cumulative amount of ₹325.59 crore, including interest, had been deployed towards green building projects.

Scope of Engagement:

KIIFB engaged CARE Analytics and Advisory Private Limited (CAAPL) to undertake the 'Third-Party Post Issuance Review of Green Bonds' for green bonds allocated towards 18 green building projects (17 under construction, 1 in operation since February 2026), in accordance with SEBI Circular No. SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/023 dated February 06, 2023, on Green Debt Securities. The review covers the period from April 1, 2025 to March 31, 2026.

Key Aspects of the Circular on Green Debt Securities:

The SEBI introduced the circular on Green Debt Securities (GDS), effective from April 1, 2023, encourages all the issuers of green debt securities to mobilise funds for green activities, requiring board-approved policies, continuous disclosure requirements in annual report, mandating third-party verification and impact assessments.

Key Features	Description
Purpose	To mobilise the funds towards green activities and projects, including renewable energy, green transport, and green buildings etc.
Effective Date	April 1, 2023
Applicability	All Issuers who have listed / propose to list green debt securities
Interest	Interest-bearing green debt securities are earmarked for allocation towards green finance.
Disclosures	Continuous disclosure of allocation details, impact reporting and major elements of BRSR in annual reports.
Third-Party Verification	The use of green debt securities must be verified by an independent third-party reviewer.

2. Opinion

Based on the evidence reviewed and procedures carried out for the period from April 1, 2025 to March 31, 2026, nothing has come to the attention of CARE Advisory that indicates KIIFB's Green Bond does not comply, in all material respects, with:

- SEBI Circular SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/023, Rules 2 to Rule 4.4
- SEBI (Issue and Listing of Non-Convertible Securities) Regulations 2021, Chapter IX
- ICMA Green Bond Principles, 2025
- LMA Green Loan Principles, 2023

During FY 26, two new projects were added to the portfolio, while seven of the sixteen existing projects received additional allocations. During the review period, KIIFB allocated ₹31.54 crore of green bond proceeds towards nine of the eighteen Government owned green building projects, comprising seven GRIHA registered projects and two IFC EDGE registered projects. As of March 31, 2026, there were no unallocated proceeds.

Allocation reporting and impact reporting were found to be adequate and effective. Confirmation of environmental outcomes will be subject to post occupancy monitoring. As of March 31, 2026, one project, Taluk Hospital, Feroke, commenced operations in February 2026.

3. Documents Examined

As part of the post-issuance verification process, the key documents listed in Table 1 were reviewed to evaluate compliance with applicable green bond standards and requirements.

Table 1 – Documents Examined

Category	Key Documents	Date
Bond documentation	Offer Document, Escrow Account Details	June 2023
Allocation evidence	Statutory Auditors Report	FY 26
Impact data	GRIHA Pre-feasibility Checklist (Version 2015), IFC EDGE Report (Version 2.1.1), GRIHA Due Diligence Report, Energy Modelling Reports and Water Calculations, Electricity and Water bills	2023–2025
Governance	KIIFB BRSR	FY 26
Regulatory Requirements & Alignment with Frameworks	SEBI GDS 2023 circular, SEBI NCS Regulations and ICMA GBP, 2025, LMA Green Loan Principles, 2023	—

4. Meetings Conducted

The following stakeholder consultations, detailed in Table 2, were conducted to support the verification of green bond compliance through review of reporting, performance metrics, and project-level documentation.

Table 2 - Meetings Conducted

Date	Stakeholder	Focus
26/05/2026	Team KIIFB	Kick off meeting
09/06/2026	Team KIIFB	Impact reporting

5. Regulatory Requirements and Alignment with Frameworks

The Table 3 and

Table ***4*** below presents a comprehensive compliance review of KIIFB's green debt issuance against the requirements outlined in SEBI's Green Debt Securities, 2023 framework, ICMA GBP, 2021 and LMA GLP, 2023. Each clause has been assessed for adherence to regulatory expectations, with corresponding evidence provided to demonstrate KIIFB's commitment to transparency, effective fund utilisation, environmental impact reporting, and governance.

Table 3 - Regulatory Compliance Mapping (SEBI GDS, 2023)

SEBI Green Debt Securities, 2023			
Clause	**Requirement**	**KIIFB Status**	**Evidence**
Rule 2	Definition of eligible green project "Green debt security" defined as debt raised for eligible green projects	Green buildings (Energy, Water, GHG Emission Abatement)	KIIFB's Green Finance Framework Order No.: AST10.FA/4463/2023/KIIFB Dated July 28, 2023
Rule 2.1	Utilization of the proceeds of the issue, as per the tracking done by the issuer using the internal process as disclosed in offer document. Utilization of the proceeds shall be verified by the report of an external auditor, to verify the internal tracking method and the allocation of funds towards the project(s) and / or asset(s), from the proceeds of green debt securities.	₹58.75 Crores were utilized as on March 31, 2024. ₹235.29 Crores were utilized as on March 31, 2025. As of March 31, 2026, an amount of ₹31.54 crore was utilized, comprising the remaining unallocated proceeds of ₹5.96 crore and accrued interest amounting to ₹25.57 crore.	• KIIFB Annual Report FY 24 • KIIFB Annual Report FY 25 • Independent Auditor's Certificate on the Utilisation of proceeds of issue of Green Debt Securities certified by Suri & CO. Chartered Accountants (Registration No. 004283S) for FY26
Rule 2.2	Details of unutilized proceeds including the temporary placement / utilization of unallocated and Unutilized proceeds from each ISIN of green debt security issued by the issuer	There were no unallocated proceeds outstanding as of March 31, 2026. (Refer **Annexure 3**)	Independent Auditor's Certificate on the Utilisation of proceeds of issue of Green Debt Securities certified by Suri & CO. Chartered Accountants (Registration No. 004283S) for FY 26

Rule 2.3(a)	List of project(s) and/or asset(s) to which proceeds of the Green Debt Securities have been allocated/invested including a brief description of such project(s) and/or asset(s) and the amounts disbursed.	As of March 31, 2026, the portfolio comprised eighteen Government owned green building projects. During FY 26, two new projects were added to the portfolio, while seven of the sixteen existing projects received additional allocations. (Refer **Annexure 2** & **Annexure 3**)	• GRIHA Compliance Report • IFC EDGE Report • Independent Auditor's Certificate on the Utilisation of proceeds of issue of Green Debt Securities certified by Suri & CO. Chartered Accountants (Registration No. 004283S) for FY 26
Rule 2.3(b)	Qualitative performance indicators and, where feasible, quantitative performance measures of the environmental impact of the project(s) and/or asset(s). If the quantitative benefits/impact cannot be ascertained, then the said fact may be appropriately disclosed along with the reasons for non-ascertainment of the benefits/impact on the environment	Quantitative Performance Indicators have been decided on the basis of GRIHA & IFC EDGE L1 Framework (**Annexure 4**)	• GRIHA & IFC EDGE L1 Framework • KIIFB's Annual Report FY 24
Rule 2.3(c)	Methods and the key underlying assumptions used in preparation of the performance indicators and metrics	**GRIHA Framework (GRIHA 3 star is the performance indicator)** Performance indicators are defined through a credit-based system covering 31 criteria, including site planning, energy efficiency, water and waste management, occupant comfort, socio economic strategies, etc. Energy and water simulations are conducted using standard tools such as eQUEST or EnergyPlus, based on the building's architectural and services design. **Assumptions:** Location-specific climate data and environmental conditions, occupancy patterns, ECBC baselines, and standard operating schedules relevant to the building typology. **IFC EDGE Framework (IFC EDGE L1 is the performance indicator)**	• GRIHA Compliance Report • IFC EDGE Report

		Performance metrics for energy, water, and embodied energy in materials are generated using the IFC EDGE software, which is a cloud-based tool developed by IFC. EDGE evaluates the percentage savings compared to a standardized baseline, and compliance is demonstrated through automated outputs and documentation. **Assumptions:** Base case values are automatically generated by the tool using national benchmarks and climate zone data. Savings are calculated based on delta between base case and design case inputs, as per EDGE's built-in methodology.	
Rule 3.1(a)	External review pre-issue	SPO Conducted dated June 15, 2022	SPO Document
Rule 3.1(b)	Segregated account	Dedicated escrow account maintained	Offer Document & Bank Account Details provided by KIIFB
Rule 3.1(c)	Annual allocation report	Disclosed for FY 2025-26 (**Annexure 3**)	Independent Auditor's Certificate on the Utilisation of proceeds of issue of Green Debt Securities certified by Suri & CO. Chartered Accountants (Registration No. 004283S) for FY 26
Rule 3.2	Verification of the internal tracking and impact reporting	KIIFB conducts internal tracking through Project Management Systems to monitor and account for the allocation of the proceeds. Key performance indicators are selected in line with the ICMA Harmonised Framework for Impact Reporting (March 2019).	KIIFB's Green Finance Framework along with SPO
Rule 4.1	Decision-making process which it uses to determine the continuing eligibility of the project	The project evaluation and selection process involves an initial screening to assess alignment with the framework's eligibility criteria, followed by review and approval by KIIFB's Green Finance Working Group to ensure compliance with all	• KIIFB's Green Finance Framework (Order No. : AST10.FA/4463/2023/KIIFB Dated July 28, 2023) along with SPO • Discussions with KIIFB personnel

		eligibility and exclusion requirements.	
Rule 4.2	Ensuring alignment of funded green projects with their documented green objectives.	18 Funded projects are aligning with KIIFB's objective No. 10 - To fund the green buildings that meet regional, national or internationally recognised standards such as EDGE	• KIIFB's Green Finance Framework Order No. : AST10.FA/4463/2023/KIIFB Dated July 28, 2023 • Independent Auditor's Certificate on the Utilisation of proceeds of issue of Green Debt Securities certified by Suri & CO. Chartered Accountants (Registration No. 004283S) for FY 26
Rule 4.3	Utilise the proceeds only for the stated purpose, as disclosed in the offer document	Use of proceeds are utilised for construction of 18 green buildings (16 GRIHA registered and 2 IFC EDGE registered)	• KIIFB Annual Report FY 24 • KIIFB Annual Report FY 25 • Independent Auditor's Certificate on the Utilisation of proceeds of issue of Green Debt Securities certified by Suri & CO. Chartered Accountants (Registration No. 004283S) for FY 26
Rule 4.4	Compliance with "Dos and don'ts relating to green debt securities to avoid occurrences of greenwashing".	KIIFB has adopted SEBI's February 2023 "Dos and Don'ts" checklist; board-level oversight, prohibition on exaggerated claims and quantified negative externalities disclosure.	KIIFB's Green Finance Framework Order No.: AST10.FA/4463/2023/KIIFB Dated July 28, 2023

Table 4 - Regulatory Compliance Mapping (ICMA GBP, 2025 and LMA GLP, 2023)

ICMA Green Bond Principles and LMA Green Loan Principles		
Component	**KIIFB Status**	**Evidence**
Use of proceeds	As per KIIFB's framework (Order No. AST10.FA/4463/2023/KIIFB Dated July 28, 2023) there are 10 categories of Eligible Use of Proceeds aligning with ICMA's Green Bond Principles and LMA's Green Loan Principles.	KIIFB's Green Finance Framework Order No: AST10.FAJ4463l2023lKllFB Dated 28.07.2023
Process for evaluation and selection	18 Projects screened against GRIHA v. 2015 and 2 Project screened against International Finance Corporation's (IFC) EDGE criteria	GRIHA Feasibility Checklist & IFC EDGE Report
Management of proceeds	conducts internal tracking through Project Management Systems to monitor and account for the allocation of the proceeds. Refer to Sec. 8 for further details.	KIIFB's Green Finance Framework Order No: AST10.FAJ4463l2023lKllFB Dated 28.07.2023

Reporting	KIIFB resorts to transparent (a) allocation of proceeds reporting and (b) impact report towards eligible 16 projects. Refer to Sec. 9 and Sec. 8 for further details.	• KIIFB's Green Finance Framework Order No : AST10.FAJ4463l2023lKllFB Dated 28.07.2023 • Statutory Auditors Report by Suri & CO. Chartered Accountants (Registration No. 004283S) for FY 26 • GRIHA Feasibility Checklist & IFC EDGE Report

6. Use-of-Proceeds Assessment

KIIFB's allocation of green bond proceeds is aligned with both Indian regulatory requirements and internationally recognized green finance standards. The funded projects meet the eligibility criteria under the SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021, Clause 2(1)(q)(iv) pertaining to "Energy Efficiency including Efficient and Green Buildings" and are consistent with the Green Building category under the ICMA Green Bond Principles.

7. Process for Evaluation & Selection of Project

KIIFB's Green Finance Working Group provides strategic oversight of the Green Financing Framework and is responsible for the evaluation, selection, and approval of eligible green projects. The Group ensures that projects comply with the Framework's use of proceeds criteria, eligibility and exclusion requirements, and Environmental and Social (E&S) risk assessment mechanisms. The evaluation process considers the project's environmental objectives, expected environmental benefits, and alignment with the State's carbon neutrality goals and the Kerala State Action Plan on Climate Change, thereby strengthening governance, transparency, and compliance throughout the lifecycle of the green financing program.

8. Management of Proceeds

- CareEdge Advisory has obtained evidence towards the presence of a separate escrow bank account for the proceeds received from the issue of Green Bonds. The account has been maintained with Bank of Baroda, Palayam, Thiruvananthapuram.
- KIIFB conducts internal tracking through Project Management Systems to monitor and account for the allocation of the proceeds.

9. Reporting

9.1 Allocation Reporting

As of March 31, 2026, the portfolio comprised eighteen Government owned green building projects. During FY26, two new projects were added to the portfolio, while seven of the sixteen existing projects received additional allocations. During the review period, KIIFB allocated ₹31.54 crore of green bond proceeds across nine projects, comprising seven GRIHA registered projects and two IFC EDGE registered projects. As of March 31, 2026, there were no unallocated proceeds.

9.2 Impact Assessment

KPIs Selected:

Core indicators are considered as per ICMA's "Harmonised Framework for Impact Reporting"- June 2024. These include:

a) Energy Performance
b) Carbon Performance
c) Water Efficiency and Savings
d) Waste Management
e) Certification Standard

Evidence:

a) GRIHA pre-feasibility checklist
b) Energy Modelling reports
c) Water calculations
d) IFC EDGE report
e) GRIHA Due diligence reports

Table 5- Comparative baselines for the 16 GRIHA-registered cases

KPI	Reference Baseline	Source	Note
Energy	300 kWh./m^2/yr. (seven-day use) or 90 kWh./m^2/yr. (five-day office) for composite, warm-humid climates	GRIHA V-2015 benchmarks, derived from ECBC standards	Applied to hospitals, research centers and offices
Water	GRIHA default potable-water budget for commercial occupancy	GRIHA manual (Criterion 14)	Adjusted for climate and fixture flow rates
Waste	0.2 kg/person/day wet waste, as per NBC 2016 thumb-rule	GRIHA Help Centre clarification	Used where headcount data are available
Green Rating	Minimum 3-Star GRIHA or IFC EDGE Certified	GRIHA, IFC EDGE	-

Impact Reporting Mechanism

- Impact assessment framework
  - Key performance indicators are selected in line with the ICMA Harmonized Framework for Impact Reporting (June 2024)
  - Impact is calculated basis calculations submitted to GRIHA & EDGE, based on Energy modelling reports, water calculations
- Reporting metrics
  - For each asset, performance is reported as both percentage improvement on the baseline and normalized values per square meter of gross built up area. Core indicators cover:
    - Energy use intensity (kWh. /m^2/yr.)

  - Operational greenhouse-gas emissions (kg CO_2e /m^2/yr.)
  - Potable water demand (L/m^2/yr.)
  - Wet-waste diversion rate (%)
  - Third-party green-building rating (GRIHA or EDGE)
- Data management and assurance
  - Data is to be managed throughout the operation phase to understand the impact, basis the actual O&M of the building. Following meters/ processes need to be in place during the operational phase:
  - Submeters installed for interior lighting, exterior lighting, HVAC equipment and plug/process loads
  - Water meters at point-of-entry and high-consumption sub-processes
  - Waste to be segregated at source, wet waste to be managed on-site (if planned) or disposed off accordingly
- Timeline:
  - Impact assessment to be conducted on annual basis, and report to be published.
  - Post occupancy, the report is to be published within 12 months of each building completing its first full year of stabilized occupancy, incorporating actual meter readings for Energy, meter readings for water, measured quantities of wet waste.
- The investment is done in Registered Green Buildings, with project usage including hospitals & research centers, with areas ranging from about 3000 - 50,000 m^2 BUA.

Table 6 - Projected Impact based on forecast*

KPI (weighted average)	Baseline	Project case	Forecast saving	Methodology / Source
Annual energy consumption	221.5 kWh/m^2/yr.	76.6 kWh/m^2/ yr.	65.4% reduction	GRIHA energy simulation reports
Annual carbon abatement	157.3 tCO_2e/m^2/ yr.	54.37 tCO_2e/m^2/ yr.	65.4% reduction	Emission factors- CEA December 2025
Annual water demand	20,610.7 L/m^2/yr.	14,470.2 L/m^2/ yr.	29.8% reduction	GRIHA water calculations
Waste Management	6424.9 Tonnes of Wet waste	523.3 Tonnes of Wet waste will be managed on-site	8% Wet Waste to be managed	NBC V-2016 (0.2 kg of wet waste generation/ person/day for commercial buildings

Note: * Impact estimates for sixteen projects under construction and one inaugurated but non-operational project are based on forecasted performance. Actual performance will be confirmed after 12 months of steady state operations, expected in FY27, in line with the GRIHA due diligence protocol and its three-stage site audit process.

Table 7 - Project Impact based on Actual data*

KPI (weighted average)	Baseline	Project case	Actual saving	Methodology / Source
Annual energy consumption	50 kWh/m^2/two month	8 kWh/m^2/ two month	83.85% reduction	GRIHA energy simulation reports
Annual carbon abatement	0.04 tCO_2e/m^2/ two month	0.01 tCO_2e/m^2/ two month	83.85% reduction	Emission factors- CEA December 2025

Annual water demand	2094.4 L/m^2/ two month	130 L/m^2/ two month	93.79% reduction	GRIHA water calculations
Waste Management	73 Tonnes of Wet waste	No wet waste management planned on-site. Waste managed as per CPCB guidelines		NBC V-2016 (0.2 kg of wet waste generation/ person/day for commercial buildings

Note: * Taluk Hospital, Feroke has been operational since February 2026. Accordingly, the reported impact has been calculated based on two months of operational data.

9.3 BRSR Reporting

KIIFB's BRSR for FY 2025–26 is aligned with SEBI Circular SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/023. The report includes disclosures on all major essential indicators as specified by SEBI, covering environmental performance data, intensity metrics, and related initiatives. The BRSR is included as part of Annexure 5**.**

10. Additional Best-practice Observations

- **Climate Risk Integration**

  1. Climate risk assessments are embedded in project design, with support from IFC (International Finance Corporation).
  2. Projects address vulnerabilities across the lifecycle, strengthening long-term sustainability and resilience.

- **Government and Policy Coherence**

  1. The framework supports the Government of Kerala's goal of carbon neutrality by 2050.
  2. It aligns with the State Action Plan on Climate Change, Kerala's Environment Policy, and the Nava Keralam vision post-2018 floods

11. Conclusion

Based on the procedures performed, nothing has come to our attention that causes us to believe that KIIFB's Green Bond is not, in all material respects, in accordance with the requirements of SEBI Green Debt Securities Regulations, 2023 (Rules 2 to 3.2), the ICMA Green Bond Principles, 2025, and the LMA Green Loan Principles, 2023. Continued post occupancy monitoring is recommended to validate the projected environmental outcomes.

- **Allocation Reporting:** KIIFB maintains a project wise allocation register, and the reported allocation of proceeds is consistent with the audited financial statements.
- **Impact Reporting:** The reported environmental impacts are based on project specific data provided by KIIFB, including energy modelling reports, water consumption estimates in accordance with GRIHA standards, and wet waste management commitments. The assessment indicates positive projected environmental outcomes in terms of reduced energy consumption, lower water consumption, greenhouse gas emissions avoided, and wet waste management.
- **BRSR Reporting:** KIIFB's FY26 BRSR disclosures cover the key environmental parameters prescribed under SEBI Circular No. SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/023, including electricity, water, waste, environmental intensity metrics, and related sustainability initiatives.

ANNEXURE 2

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Project Details

GDB PROJECTS : ALLOCATION DETAILS								
Sl. No	Project	Code	SPV	GRIHA/EDGE Compliance	Amount (FY 23-24)	Amount (FY 24 - 25)	Amount (FY 25-26)	Total disbursement
1	Establishment of International Research Institute of Ayurveda (IRIA), Kannur	AYS001-01	KITCO	GRIHA	81,228,841.27	196,092,024.33	-	**277,320,865.60**
2	Upgrading Kerala University into Centre of Excellence in Academics and Research:- Infrastructure works at Karyavattom University Campus	HED003-04	KSITIL	GRIHA	-	98,005,309.00	-	**98,005,309.00**
3	Development of Taluk Hospital, Pathanapuram- Civil & MEP works	HFW001-12	INKEL	GRIHA	-	115,078,492.35	10,215,522.12	**125,294,014.47**
4	Development of Taluk Hospital Kunnamkulam- Construction of New Hospital Block	HFW001-20	INKEL	GRIHA	-	94,089,019.00	46,058,176	**140,147,195.00**
5	Development of Govt. Medical College Thiruvananthapuram-Phase II- MLT Block-Civil & MEP works	HFW003-02	INKEL	EDGE	-	34,500,717.00	7,362,451.00	**41,863,168.00**
6	Development of GMC Thrissur-Construction of Super Specialty Block-Civil & MEP works	HFW005-02	INKEL	GRIHA	-	256,931,186.00	53,992,586	**310,923,772.00**
7	Development of GMC Thrissur - Construction of Mother & Child Block-Civil & MEP works	HFW005-03	INKEL	GRIHA	-	461,318,661.00	80,713,701	**542,032,362.00**
8	Development of Government Taluk Hospital Kayamkulam in Alappuzha District - Package I (Civil Work)	HFW002-22	KSHB	GRIHA	24,325,183.17	30,706,224.85	-	**55,031,408.02**

9	Development of Taluk Hospital Feroke in Kozhikkode District	HFW002-24	WAPCOS	GRIHA	19,931,318.00	75,159,577.00	-	**95,090,895.00**
10	Development of Malabar Cancer Centre, Thalasseri (2nd phase) in Kannur District - CIVIL & MEP works	HFW002-31	WAPCOS	GRIHA	157,695,085	292,894,280.00	-	**450,589,365.00**
11	Development of Government Taluk Hospital, Iritty in Kannur District, Kerala including all associated MEP Services and Utilities	HFW002-30	KSEBC	GRIHA	-	14,231,353.00	-	**14,231,353.00**
12	Development of District Hospital Palakkad-Physical infrastructure	HFW002-35	HITES	GRIHA	39,792,436.00	173,433,838.00	62,630,143	**275,856,417.00**
13	DH Kozhencherry	HFW002-55	HITES	GRIHA	32,509,844.00	72,115,151.75	11,952,376.00	**116,577,371.75**
14	Construction of proposed super speciality block for Govt. Medical College, Kottayam (Phase II)	HFW005-06	HITES	GRIHA	114,755,000.00	338,886,636.00	-	**453,641,636.00**
15	Construction of Office Building for Kannur Municipal Corporation - Civil and Electrical Works	LSG001-04	IMPACT	GRIHA	94,681,204.00	49,670,114.00	-	**144,351,318.00**
16	Construction of Registration Complex, Nemom in Thiruvananthapuram	RGD007-06	KSCCLtd	GRIHA	22,624,000.00	49,853,143.00	-	**72,477,143.00**
17	Augmentation of Infrastructural Facilities at Calicut University	HED003-02	KITCO	GRIHA	-	-	34,488,639.48	**34,488,639.48**

18	Development of General Hospital, Kottayam	HFW001-17	INKEL	EDGE	-	-	7,984,171.00	**7,984,171.00**
			Total		**587,542,911.44**	**2,352,965,726.28**	**315,397,765.60**	**3,255,906,403.92 (inclusive of interest)**

ANNEXURE 3

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Statutory Auditors Report

Independent Auditor's Certificate on the Utilization of proceeds of issue of Green Debt Securities

To,
Board Members
Kerala Infrastructure Investment Fund Board,
2nd Floor, Felicity Square, M.G Road, Statue,
Thiruvananthapuram - 695001
Kerala, India

1. This certificate is issued in accordance with the terms of our engagement letter entered in this regard.
2. The accompanying Statement of Utilisation of proceeds of issue of Green Debt Securities as at March 31, 2026 (hereinafter referred together as ("the statement") contains information with reference to the audited standalone financial statements of KERALA INFRASTRUCTURE INVESTMENT FUND BOARD ("The Board") for the year ended March 31,2026. The statement is initialled for identification purposes only and submitted for the purpose of SEBI Circular SEBI/HO/DDHS/DDHS- RACPOD1/P/CIR/2023/023 dated February 6, 2023.

Management's Responsibility

3. The management is responsible for ensuring that the board complied with the SEBI (Issue and Listing of Non-Convertible Securities), Regulations,2021 read with SEBI Circular SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/023 dated February 6, 2023.

4. The preparation of the Statement is the responsibility of the Management of the board including the preparation and maintenance of all accounting and other relevant supporting records and documents. This responsibility includes the design, implementation and maintenance of internal controls relevant to the preparation and presentation of the Statement and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances
5. The Management is also responsible for providing the relevant supporting records and documents for our verification.
6. The management is also responsible for ensuring accuracy of the data provided for verification.

Auditors Responsibility

7. Our responsibility is to express a limited assurance conclusion on the accuracy of the amount spent on Green Framework projects which have been accurately extracted from the audited standalone financial statements for the year ended March 31,2026.
8. Our responsibility is to verify and ensure the correctness of payments allocated to green projects during the period from 01-04-2025 to 31-03-2026.
9. The subject matter of this certificate requires evaluation of the utilization of funds in accordance with circular issued by SEBI (Circular SEBI/HO/DDHS/DDHS- RACPOD1/P/CIR/2023/023 dated February 6, 2023). However, due to practical constraints, the procedures applied by the auditors are restricted to verification of a selected sample, based on our assessment of the control systems in the entity and accordingly, our conclusions on the reporting criteria are also based on such limited procedures. Such verification will have its inherent limitations and

accordingly, a limited assurance as contemplated in the aforesaid Guidance Note issued by ICAI is considered professionally appropriate in this circumstance, based on the nature, timing and extent of the verification procedures which we could perform.

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

11. We conducted our examination of the statements in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the Institute of Chartered Accountants of India. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India.

Opinion

12. Based on our examination as above and information and explanation received from the management; we are of the opinion that Proceeds of the issue of green debt securities is used for Green Framework Projects as per SEBI Circular SEBI/HO/DDHS/DDHS- RACPOD1/P/CIR/2023/023 dated February 6,2023. Details of the payments are given in Annexure 1.

Restriction on Use

13. The certificate is addressed to and provided to Kerala Infrastructure Investment Fund Board for including it in the Annual Report of FY 2025-2026 and should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for

any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

For Suri and Co.,
Chartered Accountants
Firm Registration No: 004283S

S Gopikrishnan
Partner

Membership No: 238551

UDIN: 26238551OHDDZR5296

Place: Thiruvananthapuram

Date: 30-06-2026

Kerala Infrastructure Investment Fund Board

Annexure 1

Green Bond - Disbursements during 2025-26

SL No.	Date of Payment	Sub Project Code	Sub Project Name	Package Code	Package Name	Beneficiary Name	AMOUNT
1	04-04-2025	HFW001-20	Development of Taluk Hospital, Kunnamkulam	HFW001-20-02	Development of Taluk Hospital Kunnamkulam- Construction of New Hospital Block	INKEL(SPV-Retentions)	11,94,594.00
2	04-04-2025	HFW001-20	Development of Taluk Hospital, Kunnamkulam	HFW001-20-02	Development of Taluk Hospital Kunnamkulam- Construction of New Hospital Block	INKEL(SPV-Deductions)	19,66,242.00
3	04-04-2025	HFW001-20	Development of Taluk Hospital, Kunnamkulam	HFW001-20-02	Development of Taluk Hospital Kunnamkulam- Construction of New Hospital Block	THE URALUNGAL LABOUR CONTRACT CO-OPERATIVE SOCIETY LTD. NO. 10957-CTR-HFW001-20-001 (Projects)	4,28,97,340.00
4	07-04-2025	HFW001-17	Development of General Hospital, Kottayam	HFW001-17-05	Development of General Hospital, Kottayam-Civil & MEP works	INKEL(SPV-Retentions)	61,669.00
5	07-04-2025	HFW001-17	Development of General Hospital, Kottayam	HFW001-17-05	Development of General Hospital, Kottayam-Civil & MEP works	INKEL(SPV-Deductions)	98,679.00
6	07-04-2025	HFW001-17	Development of General Hospital, Kottayam	HFW001-17-05	Development of General Hospital, Kottayam-Civil & MEP works	JAIN A2Z JV-CTR-HFW001-17-001 (Projects)	21,34,010.00
7	07-04-2025	HFW005-02	Development of Govt. Medical College, Thrissur - Super Specialty Block	HFW005-02-03	Development of GMC Thrissur-Construction of Super Specialty Block-Civil & MEP works	INKEL(SPV-Retentions)	24,64,525.00

8	07-04-2025	HFW005-02	Development of Govt. Medical College, Thrissur - Super Specialty Block	HFW005-02-03	Development of GMC Thrissur-Construction of Super Specialty Block-Civil & MEP works	INKEL(SPV-Deductions)	23,68,853.00
9	07-04-2025	HFW005-02	Development of Govt. Medical College, Thrissur - Super Specialty Block	HFW005-02-03	Development of GMC Thrissur-Construction of Super Specialty Block-Civil & MEP works	Jatan Constructions Pvt Ltd-CTR-HFW005-02-001 (Projects)	4,91,59,208.00
10	08-04-2025	HFW005-03	Development of Medical College, Thrissur - Mother & Child Block	HFW005-03-02	Development of GMC Thrissur - Construction of Mother & Child Block- Civil & MEP works	INKEL(SPV-Retentions)	6,88,717.00
11	08-04-2025	HFW005-03	Development of Medical College, Thrissur - Mother & Child Block	HFW005-03-02	Development of GMC Thrissur - Construction of Mother & Child Block- Civil & MEP works	INKEL(SPV-Deductions)	9,73,075.00
12	08-04-2025	HFW005-03	Development of Medical College, Thrissur - Mother & Child Block	HFW005-03-02	Development of GMC Thrissur - Construction of Mother & Child Block- Civil & MEP works	Jatan Constructions Pvt Ltd-CTR-HFW005-03-001 (Projects)	1,97,31,611.00
13	11-04-2025	HFW002-55	DEVELOPMENT OF DISTRICT HOSPITAL KOZHENCHERRY	HFW002-55-02	DH Kozhencherry	HITES	4,57,262.00
14	11-04-2025	HFW002-55	DEVELOPMENT OF DISTRICT HOSPITAL KOZHENCHERRY	HFW002-55-02	DH Kozhencherry	HITES.	5,44,485.00
15	11-04-2025	HFW002-55	DEVELOPMENT OF DISTRICT HOSPITAL KOZHENCHERRY	HFW002-55-02	DH Kozhencherry	Vellapally Constructions-CTR-HFW002-55-001 (Projects)	1,09,50,629.00
16	22-04-2025	HED003-02	Augmentation of Infrastructural Facilities at Calicut University	HED003-02-02	Augmentation of Infrastructure Facilities at Calicut University	KITCO.	34,10,868.00
17	22-04-2025	HED003-02	Augmentation of Infrastructural Facilities at Calicut University	HED003-02-02	Augmentation of Infrastructure Facilities at Calicut University	Uralungal Labour Contract Cooperative Society Ltd-CTR-HED003-02-001 (Projects)	3,10,77,771.46
18	23-04-2025	HFW002-35	Development of District Hospital Palakkad	HFW002-35-06	Development of District Hospital Palakkad-Physical infrastructure	HITES	35,25,102.00
19	23-04-2025	HFW002-35	Development of District Hospital Palakkad	HFW002-35-06	Development of District Hospital Palakkad-Physical infrastructure	HITES.	34,56,868.00

20	23-04-2025	HFW002-35	Development of District Hospital Palakkad	HFW002-35-06	Development of District Hospital Palakkad-Physical infrastructure	SRI VENKATACHALAPATHY CONSTRUCTIONS PRIVATE LIMITED-CTR-HFW002-35-001 (Projects)	5,56,48,173.00
21	28-04-2025	HFW001-17	Development of General Hospital, Kottayam	HFW001-17-05	Development of General Hospital, Kottayam-Civil & MEP works	INKEL(SPV-Retentions)	37,726.00
22	28-04-2025	HFW001-17	Development of General Hospital, Kottayam	HFW001-17-05	Development of General Hospital, Kottayam-Civil & MEP works	INKEL(SPV-Deductions)	1,90,116.00
13	28-04-2025	HFW001-17	Development of General Hospital, Kottayam	HFW001-17-05	Development of General Hospital, Kottayam-Civil & MEP works	JAIN A2Z JV-CTR-HFW001-17-001 (Projects)	54,61,971.00
24	05-05-2025	HFW003-02	Phase II - Construction of OT cum Surgical Ward Block, SAT Paediatrics Block, MLT Block - Govt. Medical college, Thiruvananthapuram	HFW003-02-03	Development of Govt. Medical College Thiruvananthapuram-Phase II- MLT Block-Civil & MEP works	INKEL(SPV-Retentions)	1,84,061.00
25	05-05-2025	HFW003-02	Phase II - Construction of OT cum Surgical Ward Block, SAT Paediatrics Block, MLT Block - Govt. Medical college, Thiruvananthapuram	HFW003-02-03	Development of Govt. Medical College Thiruvananthapuram-Phase II- MLT Block-Civil & MEP works	INKEL(SPV-Deductions)	3,11,968.00
26	05-05-2025	HFW003-02	Phase II - Construction of OT cum Surgical Ward Block, SAT Paediatrics Block, MLT Block - Govt. Medical college, Thiruvananthapuram	HFW003-02-03	Development of Govt. Medical College Thiruvananthapuram-Phase II- MLT Block-Civil & MEP works	Vellapally Brothers-CTR-HFW003-02-001 (Projects)	68,66,422.00
27	12-05-2025	HFW005-03	Development of Medical College, Thrissur - Mother & Child Block	HFW005-03-02	Development of GMC Thrissur - Construction of Mother & Child Block- Civil & MEP works	INKEL(SPV-Retentions)	22,02,498.00
28	12-05-2025	HFW005-03	Development of Medical College, Thrissur - Mother & Child Block	HFW005-03-02	Development of GMC Thrissur - Construction of Mother & Child Block- Civil & MEP works	INKEL(SPV-Deductions)	28,09,282.00

29	12-05-2025	HFW005-03	Development of Medical College, Thrissur - Mother & Child Block	HFW005-03-02	Development of GMC Thrissur - Construction of Mother & Child Block- Civil & MEP works	Jatan Constructions Pvt Ltd-CTR-HFW005-03-001 (Projects)	5,43,08,518.00
30	30-05-2025	HFW001-12	Development of Taluk Hospital, Pathanapuram	HFW001-12-02	Development of Taluk Hospital, Pathanapuram- Civil & MEP works	INKEL(SPV-Retentions)	2,99,542.00
31	30-05-2025	HFW001-12	Development of Taluk Hospital, Pathanapuram	HFW001-12-02	Development of Taluk Hospital, Pathanapuram- Civil & MEP works	INKEL(SPV-Deductions)	6,51,740.00
32	30-05-2025	HFW001-12	Development of Taluk Hospital, Pathanapuram	HFW001-12-02	Development of Taluk Hospital, Pathanapuram- Civil & MEP works	Jain Builders-CTR-HFW001-12-001 (Projects)	92,64,240.12
					Total utilization		**31,53,97,765.60**

For Kerala Infrstructure Investment Fund Board

Reji John

REJI JOHN
Joint Fund Manager
Kerala Infrastructure Investment
Fund Board

ANNEXURE 4

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Quantitative Performance Indicator

Under Construction Sites (12 months)

S.No	Project Name	Considered occupancy	Gross area	Energy Usage (excluding Misc equipment load)			Carbon Reductions			Water Efficiency			Waste Management		Certification Standards		
				Basecase (A)	Project case (B)	%	Basecase (A)	Project case (B)	%	Basecase (A)	Project case (B)	%	Wet waste	Project case (B)	Type	Certification level	Score
			(m2)	kWh	kWh		tCO2e	tCO2e		Litres	Litres		Tonnes	Tonnes			
	Construction Phase																
1	District Hospital, Kozhencherry, Pathanamthitta	395	4,458	401,220	214,874	46.44%	284,866	152,561	46.44%	23,644,700	12,543,225	46.95%	28.8	no wet waste management planned on-site	GRIHA	3 star	63.3
2	District Hospital Palakkad	2500	16,342	4,902,462	1,602,125	67.32%	3,480,748	1,137,509	67.32%	72,753,750	30,439,125	58.16%	182.5	no wet waste management planned on-site			67
3	International Research Institute Of Ayurveda (IRIA)	400	14,083	4,224,750	690,645	83.65%	2,999,573	490,358	83.65%	25,696,000	11,753,000	54.26%	29.2	waste management planned on-site			61.39
4	Corporation Office Building, Kannur	225	3,330	299,715	51,404	82.85%	212,798	36,497	82.85%	1,843,965	751,680	59.24%	16.4	no wet waste management planned on-site			60.43
5	R& D Block, Kerala University	100	3,649	328,410	147,083	55.21%	233,171	104,429	55.21%	1,800,900	565,065	68.62%	7.3	no wet waste management planned on-site			58.94
6	Malabar Cancer Centre- Phase II	2250	39,261	8,807,500	5,915,250	32.84%	6,253,325	4,199,828	32.84%	137,274,391	66,543,179	51.53%	164.3	waste management planned on-site			66
7	Government Medical College, Thrissur	2550	37,241	11,172,219	4,065,432	63.61%	7,932,275	2,886,457	63.61%	137,274,391	62,750,683	54.29%	186.2	waste management planned on-site			67
8	Super Speciality Block, GMC, Kottayam	1470	27,374	7,527,850	1,455,202	80.67%	5,344,774	1,033,193	80.67%	176,524,950	118,644,619	32.79%	107.3	no wet waste management planned on-site			63
9	Mother and Child Hospital, Medical College Thrissur	882	48,754	14,626,212	4,321,027	70.46%	10,384,611	3,067,929	70.46%	52,796,520	23,758,434	55.00%	64.4	no wet waste management planned on-site			62.63
10	Registration Complex, Nemom	135	5,152	463,680	136,690	70.52%	329,213	97,050	70.52%	1,106,379	332,090	69.98%	9.9	no wet waste management planned on-site			62.36
11	Taluk Hospital, Kayamkulam	914	14,339	4,301,601	227,148	94.72%	3,054,137	161,275	94.72%	49,208,552	22,869,466	53.53%	66.7	no wet waste management planned on-site			67.03
12	Taluk Hospital at IRITTY	540	8,348	2,504,400	689,029	72.49%	1,778,124	489,211	72.49%	27,561,150	17,530,950	36.39%	39.4	waste management planned on-site			67.67
13	Govt. Taluk Headquarters Hospital ,Kunnamkulam	1428	14,339	4,301,601	965,133	77.56%	3,054,137	685,244	77.56%	80,789,100	35,964,180	55.48%	104.2	waste management planned on-site			62
14	Govt. Taluk Headquarters Hospital Pathanapuram, Kollam	1125	15,867	4,760,241	1,189,520	75.01%	3,379,771	844,559	75.01%	61,188,600	27,965,643	54.30%	82.1	no wet waste management planned on-site			64.21
15	Govt. Medical College, Thiruvananthapuram- Phase II (EDGE)	1403	49,219	409,480	208,151	49.17%	290,731	147,787	49.17%	28,892,820	18,480,000	36.04%	102.4	no wet waste management planned on-site			
16	Govt. General Hospital, Kottayam (EDGE)	70696	26,649	4,882,061	3,808,007	22.00%	3,466,263	2,703,685	22.00%	6,063,392,548	4,426,276,560	27.00%	5160.8	no wet waste management planned on-site			
17	GJEB Building for Calicut University	1000	8,816	793,418	134,327	83.07%	563,326	95,372	83.07%	8,586,900	2,459,925	71.35%	73.0	no wet waste management planned on-site			
	TOTAL		**337,219**	74,706,819	25,821,047	65.44%	53,041,842	18,332,943	65.44%	6,950,335,616	4,879,627,824	29.8%	6424.9	523.3			
	Difference (A)				48,885,773			34,708,899			2,070,707,791			8%			
	A/1000				48,886			34,709			2,070,708						
				221.54	**76.57**	65.44%	**157.29**	**54.37**	65.44%	**20,610.74**	**14,470.20**	29.8%					

Operational Sites (2 months)

S.No	Project Name	Considered occupancy	Gross area	Energy Usage (excluding Misc equipment load)			Carbon Reductions			Water Efficiency			Waste Management		Certification Standards		
				Basecase (A)	Project case (B)	%	Basecase (A)	Project case (B)	%	Basecase (A)	Project case (B)	%	Wet waste	Project case (B)	Type	Certification level	Score
			(m2)	kWh	kWh		tCO2e	tCO2e		Litres	Litres		Tonnes	Tonnes			
1	**Taluk Hospital, Feroke (in operation since Feb'26)**	1000	4,284	214,215	34,600	83.85%	152	25	83.85%	8,972,917	557,000	93.79%	73.0	no wet waste management planned on-site			61.05
	TOTAL		**4,284**	214,215	34,600	83.85%	152	25	83.85%	8,972,917	557,000	93.79%	73.0				
	Difference (A)				179,615			128			8,415,917						
	A/1000				180			0			8,416						
				50.00	**8.08**	83.85%	**0.04**	**0.01**	83.85%	**2,094.37**	**130.01**	93.79%					

ANNEXURE 5

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Business Responsibility and Sustainability Report

Business Responsibility & Sustainability Reporting

SECTION A: GENERAL DISCLOSURES

I. Details of the listed entity

1. **Corporate Identity Number (CIN) of the Listed Entity:** Not Applicable (KIIFB is a statutory body of Govt. of Kerala)
2. **Name of the Listed Entity:** Kerala Infrastructure Investment Fund Board (KIIFB)
3. **Year of Incorporation:** 1999
4. **Registered Office Address:** 2nd Floor, Felicity Square, Statue, MG Road, Thiruvananthapuram, Kerala - 695001
5. **Corporate Address:** 2nd Floor, Felicity Square, Statue, MG Road, Thiruvananthapuram, Kerala - 695001
6. **E-mail:** info@kiifb.org
7. **Telephone:** +91 (0471) 2780900
8. **Website:** www.kiifb.org
9. **Financial Year for which reporting is being done:** FY 2025-26
   01-04-2025 to 31-03-2026
10. **Name of the Stock Exchange(s) where shares are listed:** Not applicable (However, Green Bonds are listed on SEBI in India)
11. **Paid-up Capital:** Not Applicable (KIIFB functions through government funds)

12. **Name and contact details of the person who may be contacted in case of any queries on the BRSR report:**

13. **Reporting boundary:** The disclosures under this report are limited to the 18 projects where Green Bond funds have been invested:

1. Development of District Hospital Kozhencherry (HITES)
2. Development of District Hospital Palakkad (HITES)
3. Modernisation of Government Medical College, Kottayam - Phase II - Construction of Super Speciality Block (HITES)
4. Office Building of Kannur Municipal Corporation (IMPACT)
5. Development of General Hospital, Kottayam (INKEL)
6. GMC Thrissur,Mother and Child (INKEL)
7. GMC Thrissur,SSB (INKEL)
8. Development of Taluk hospital Kunnamkulam (INKEL)
9. TH Pathanapuram (INKEL)
10. Trivandrum medical college (INKEL)
11. Augmentation of Infrastructural Facilities at Calicut University (KITCO)
12. Establishment of International Research Institute for Ayurveda - Phase 1 (KITCO)
13. Construction of Registration Complex at Nemom in Thiruvananthapuram District (KSCC Ltd.)

14. Iritty hospital, Kannur (KSEBL)

15. Development of Taluk hospital Kayamkulam (KSHB)

16. Upgrading Kerala University into Centre of Excellence in Academics and Research:- Infrastructure works at Karyavattom University Campus (KSITIL)

17. Development of Malabar Cancer Centre, Thalasseri (2nd Phase) in Kannur District (WAPCOS)

18. Development of Taluk Hospital, Feroke (WAPCOS)

14. Name of Assurance Provider:

15. Type of Assurance obtained: SEBI BRSR Principle 6

SECTION C: PRINCIPLE WISE PERFORMANCE DISCLOSURE

PRINCIPLE 6

Businesses should respect and make efforts to protect and restore the environment

Essential Indicators

1. Details of total energy consumption (in Joules or multiples) and energy intensity

Parameter	FY 2026	FY 2025
From renewable sources		
Total electricity consumption (A) (GJ)	0.00	0.00
Total fuel consumption (B) (GJ))	0.00	0.00
Energy consumption through other sources (C) (GJ)	0.00	0.00
Total energy consumption from renewable sources (A+B+C) (GJ) (I)	**0.00**	**0.00**
From non-renewable sources		
Total electricity consumption (D) (GJ)	2704.55	1819.13
Total fuel consumption (E) (GJ)	10197.71	24495.47

Energy consumption through other sources (F) (GJ)	0	0
Total energy consumption from non-renewable sources (D+E+F) (GJ) (J)	**12902.25**	**26314.60**
Total energy consumed (I+J) (GJ)	**12902.25**	**26314.60**
Energy intensity per rupee of turnover (Total energy consumption/ turnover in rupees)	NA	NA
Energy intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP)(Total energy consumed / Revenue from operations adjusted for PPP)	NA	NA
Energy intensity in terms of physical output	NA	NA
Energy intensity (optional) – the relevant metric may be selected by the entity (Total energy - consumption/ total project cost)	0.0001509975297335	0.00004362695312

* Except for the **Development of Taluk Hospital, Feroke project**, all other projects included within the reporting boundary are currently under construction and have not yet commenced commercial operations. The Taluk Hospital, Feroke project achieved occupancy in **February 2026**, and operations commenced during the reporting period. Accordingly, energy performance data (such as total energy consumption) has been reported wherever applicable. However, revenue or turnover data for the operational period is not available; therefore, turnover-based energy intensity metrics have not been computed for this period.

2. Does the entity have any sites / facilities identified as designated consumers (DCs) under the Performance, Achieve and Trade (PAT) Scheme of the Government of India? (Y/N) If yes, disclose whether targets set under the PAT scheme have been achieved. In case targets have not been achieved, provide the remedial action taken, if any.

No, the entity does not have any sites/facilities identified as Designated Consumers (DCs) under the Performance, Achieve and Trade (PAT) Scheme of the Government of India. Hence, no remedial action is applicable.

3. Provide details of the following disclosures related to water

Parameter	FY 2026	FY 2025
Water withdrawal by source (in kilolitres)		
(i) Surface water	15085.00	14872.00
(ii) Groundwater	4244454.90	4913670.72
(iii) Third party water	15304.53	844628.21
(iv) Seawater / desalinated water	0.00	0.00
(v) Others: Wastewater from Other Organisation, Rainwater and Produced Water	0.00	0.00
Total volume of water withdrawal* (in kilolitres) (i + ii + iii + iv + v)	**4274844.43**	**5773170.93**
Total volume of water consumption (in kilolitres)	**4274844.43**	**5773170.93**
Water intensity per rupee of turnover (Water consumed / revenue from operations)	NA	NA

Water intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total water consumption / Revenue from operations adjusted for PPP)	NA	NA
Water intensity in terms of physical output	MA	NA
Water intensity (optional) –the relevant metric may be selected by the entity (Water consumed/ total project cost)	0.0204346224810628	0.004019557378

* Except for the **Development of Taluk Hospital, Feroke project**, all other projects included within the reporting boundary are currently under construction and have not yet commenced commercial operations. The Taluk Hospital, Feroke project achieved occupancy in **February 2026**, and operations commenced during the reporting period. Accordingly, absolute water performance data (such as total water consumption) has been reported wherever applicable. However, revenue or turnover data for the operational period is not available; therefore, turnover-based water intensity metrics have not been computed for this period.

4. Provide the following details related to water discharged

Parameter	FY 2026	FY 2025
Water discharge by destination and level of treatment (in KL)		
(i) To surface Water	0	0
No treatment		
With treatment (please specify level of treatment)		
(ii) To Ground Water	0	0

No treatment	0	
With treatment (please specify level of treatment)		
(iii) To Seawater	0	0
No treatment		
With treatment (please specify level of treatment)		
(iv) Sent to third parties	0	0
No treatment		
With treatment (please specify level of treatment)		
(v) Others	0	0
No treatment		
With treatment (please specify level of treatment)		
Total water discharge (in KL)	**0**	**0**

* Except for the **Development of Taluk Hospital, Feroke project**, all other projects included within the reporting boundary are currently under construction. During the construction phase, wastewater is reused within the project site wherever feasible to minimize external discharge. However, for the **Augmentation of Infrastructural Facilities at Calicut University project**, water discharge generated during construction has been recorded and managed through appropriate treatment/disposal practices.

For the **Taluk Hospital, Feroke project**, which achieved occupancy in February 2026, wastewater generated during operations is managed through appropriate treatment/reuse mechanisms in line with applicable environmental requirements.

5. Has the entity implemented a mechanism for Zero Liquid Discharge? If yes, provide details of its coverage and implementation.

The entity has not implemented a Zero Liquid Discharge (ZLD) system. However, the entity operates a treatment plant for drinking water to ensure safe and potable water supply for official, domestic, and kitchen use. The entity continues to explore the feasibility of advanced water recycling and treatment technologies for future implementation of ZLD, subject to regulatory requirements and cost-benefit analysis.

6. Please provide details of air emissions (other than GHG emissions) by the entity

Parameter	Unit	FY 2026	FY 2025
NOx	Kg	26802.90	65088.62
SOx	Kg	2706.17	6574.66
Particulate matter (PM)	Kg	838.00	2034.40
Persistent organic pollutants (POP)	Kg	0.00	0.00
Volatile organic compounds (VOC)	Kg	0.00	0.00
Hazardous air pollutants (HAP)	Kg	0.00	0.00
Others – please specify	Kg	0.00	0.00

*Source = CPCB (Central Pollution Control Board), 2010/2013
Emission Factor NOx = 9.6 (diesel), assuming it to be DG set of 56-560 capacity; Emission Factor NOx = 0.5 (petrol)
Emission Factor SOx = 0.97 (diesel); Emission factor SOx (petrol) = 0.064, assuming (sulphur content = 0.05%)
Emission Factor PM (diesel) = 0.3; Emission Factor PM (petrol) = 0.025

* No air conditioning systems are installed or operational at the project sites during the reporting period; therefore, emissions from air conditioning systems are not applicable.

*Overall approximately 21 DG sets available for all contractors. Please note none of these DG sets are in possession of KIIFB and all of them are owned by contractors.

7. Provide details of greenhouse gas emissions (Scope 1 and Scope 2 emissions) & its intensity

Parameter	Unit	FY 2026	FY 2025
Total Scope 1 emissions (Break-up of the GHG into CO2, CH4, N2O, HFCs, PFCs, SF6, NF3, if available)	tCO_2	**7296.73**	**16640.19**
Total Scope 2 emissions (Break-up of the GHG into CO2, CH4, N2O, HFCs, PFCs, SF6, NF3, if available)	tCO_2	**533.52**	**357.87**
Total Scope 1 and Scope 2 emissions per rupee of turnover	NA	NA	NA
Total Scope 1 and Scope 2 emissions per rupee of turnover adjusted for PPP	NA	NA	NA
Total Scope 1 and Scope 2 emission intensity in terms of physical output	NA	NA	NA
Total Scope 1 and Scope 2 emission intensity (optional)– the relevant metric may be selected by the entity. (Scope1+2 emissions/ total project cost)	tCO_2/Rs	0.000090961483437108	0.00002721662747

*Source = Department for Energy Security and Net Zero (DESNZ), formerly DEFRA & Central Electricity Authority (CEA)
Emission Factor for diesel = 2.58354; Emission Factor petrol = 2.07500
Emission Factor for electricity = 0.710

* Except for the **Development of Taluk Hospital, Feroke project**, all other projects included within the reporting boundary are currently under construction and have not yet commenced commercial operations. The Taluk Hospital, Feroke project achieved occupancy in **February 2026**, and operations commenced during the reporting period. Accordingly, absolute Scope 1 and Scope 2 GHG emissions have been reported wherever applicable. However, revenue or turnover data for the operational period is not available; therefore, turnover-based Scope 1 and Scope 2 GHG emission intensity metrics have not been computed for this period.

8. Does the entity have any project related to reducing Green House Gas emission? If Yes, then provide details.

The entity has not undertaken any specific projects aimed at the reduction of Greenhouse Gas (GHG) emissions during the reporting period. While sustainability and environmental considerations are integral to the entity's broader operational framework, no dedicated initiatives or programs exclusively focused on GHG mitigation have been implemented as of now. The entity remains committed to exploring and integrating such initiatives in the future, aligned with evolving regulatory requirements and sustainability goals.

9. Provide details related to waste management by the entity

Parameter	**FY 2026**	**FY 2025**
Total Waste generated (in metric tonnes)		
Plastic waste **(A)**	0.66	0.18
E-waste **(B)**	0.00	0.00
Bio-medical waste **(C)**	0.00	0.00
Construction and demolition waste **(D)**	258.96	631.59
Battery waste **(E)**	0.00	0.00
Radioactive waste **(F)**	0.00	0.00
Other Hazardous Waste. Please specify, if any. **(G) (other than above mentioned HW)**	0.00	0.00

Other Non-hazardous waste generated (H). Please specify, if any. **(Excluding Plastic waste, construction waste)** (Break-up by composition i.e., by materials relevant to the sector) – High-Volume-Low-Toxicity Waste, overburden, rock and tailing, other non-hazardous waste	1.92	2.23
Total (A+B + C + D + E + F + G+ H)	**261.54**	**634.00**
Waste intensity per rupee of turnover (Total waste generated / Revenue from operations)	NA	NA
Waste intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total waste generated / Revenue from operations adjusted for PPP)	NA	NA
Waste intensity in terms of physical output	NA	NA
For each category of waste generated, total waste recovered through recycling, re- using or other recovery operations (in metric tonnes)		
Category of waste		
(i) Recycled	3.48	0.63
(ii) Re-used	0.43	0.04
(iii) Other recovery operations	0.00	0.00
Total	**3.91**	**0.67**

For each category of waste generated, total waste disposed by nature of disposal method (in metric tonnes)		
Category of waste		
(i) Incineration	0.00	0.00
(ii) Landfilling	245.25	121.00
(iii) Other disposal operations	0.00	0.00

* Except for the **Development of Taluk Hospital, Feroke project**, all other projects included within the reporting boundary are currently under construction and have not yet commenced commercial operations. The Taluk Hospital, Feroke project achieved occupancy in **February 2026**, and operations commenced during the reporting period. Accordingly, absolute waste generation performance data has been reported wherever applicable. However, revenue or turnover data for the operational period is not available; therefore, waste intensity metrics per unit of turnover have not been computed for this period.

* All construction waste generated at the project site is collected, segregated, and sold to authorized third-party vendors for appropriate disposal or recycling, as per applicable regulations. No waste is processed, recycled, or reused internally within the project premises.

10. Briefly describe the waste management practices adopted in your establishments. Describe the strategy adopted by your company to reduce usage of hazardous and toxic chemicals in your products and processes and the practices adopted to manage such wastes.

Waste Management Practices and Strategy for Reducing Hazardous and Toxic Chemical Usage:

At the project site, all construction waste generated is carefully collected, segregated at source, and handed over to authorized third-party vendors for environmentally sound disposal or recycling, in full compliance with applicable environmental regulations. Currently, no waste is processed or recycled internally at the site. Emphasis is placed on minimizing waste generation and maximizing recovery through responsible construction practices.

Strategy to Reduce Usage of Hazardous and Toxic Chemicals:

The project operations involve negligible use of hazardous or toxic chemicals. As a precautionary and proactive measure, the company follows stringent protocols for the sourcing and handling of materials, guided by Safety Data Sheets (SDS) and applicable regulatory standards. Preference is consistently given to environmentally friendly, non-toxic alternatives to mitigate potential environmental and health risks.

Management of Hazardous Waste:

During the reporting period, no hazardous waste was generated at the entity site. Nevertheless, the company has established procedures and infrastructure to safely manage such waste should it arise in the future. These include designated storage areas, disposal through authorized agencies, and regular training for site personnel on safe handling and compliance. This preparedness ensures ongoing alignment with statutory environmental and occupational safety norms.

11. If the entity has operations/offices in/around ecologically sensitive areas (such as national parks, wildlife sanctuaries, biosphere reserves, wetlands, biodiversity hotspots, forests, coastal regulation zones etc.) where environmental approvals / clearances are required

S. No.	Location of operations/offices	Type of operations	Whether the conditions of environmental approval / clearance are being complied with? (Y/N) If no, the reasons thereof and corrective action taken, if any.
NA			

* The entity does not have any operations, offices, or project sites located in or around ecologically sensitive areas such as national parks, wildlife sanctuaries, biosphere reserves, wetlands, biodiversity hotspots, forests, or coastal regulation zones. Accordingly, no environmental approvals or clearances specific to such areas are applicable.

12. Details of environmental impact assessments of projects undertaken by the entity based on applicable laws, in the current financial year

Name and brief details of projet	EIA Notification No.	Date	Whether conducted by independent external agency (Yes/No)	Results communicated in public domain	Relevant Web link
NA for current financial year					

13. Is the entity compliant with the applicable environmental law/ regulations/ guidelines in India; such as the Water (Prevention and Control of Pollution) Act, Air (Prevention and Control of Pollution) Act, Environment protection act and rules thereunder (Y/N). If not, provide details of all such non-compliances

Yes, the entity is fully compliant with all applicable environmental laws, regulations, and guidelines in India, including the Water (Prevention and Control of Pollution) Act, Air (Prevention and Control of Pollution) Act, Environment (Protection) Act, and the rules framed thereunder. There have been no instances of non-compliance during the reporting period.

S. No	Specify the law /regulation / guidelines which was not complied with	Provide details of the non-compliance	Any fines / penalties / action taken by regulatory agencies such as pollution control boards or by courts	Corrective action taken, if any
1	Environmental Protection Act, 1996	Environmental Clearance application under process for 2 Projects listed as 6 & 7 in Annexure	Nil	The authorities inspected both the sites, the application is under process.

Annexure

List of Projects

S. No.	Column 1	Physical Status	SPV
1	Development of District Hospital Kozhencherry	88.76%	HITES
2	Development of District Hospital Palakkad	57.18%	HITES
3	Modernisation of Government Medical College, Kottayam - Phase II - Construction of Super Speciality Block	37.11%	HITES
4	Office Building of Kannur Municipal Corporation	78%	IMPACT
5	Development of General Hospital, Kottayam	18.70%	INKEL
6	GMC Thrissur,Mother and Child	69.57%	INKEL
7	GMC Thrissur,SSB	65.40%	INKEL
8	Development of Taluk hospital Kunnamkulam	52%	INKEL
9	TH Pathanapuram	73%	INKEL
10	Trivandrum medical college	Inaugurated, not operationalised	INKEL
11	Augmentation of Infrastructural Facilities at Calicut University	35%	KITCO
12	Establishment of International Research Institute for Ayurveda - Phase 1	80%	KITCO
13	Construction of Registration Complex at Nemom in Thiruvananthapuram District	82%	KSCC
14	Iritty hospital, Kannur	22%	KSEBL
15	Development of Taluk hospital Kayamkulam	66%	KSHB
16	Upgrading Kerala University into Centre of Excellence in Academics and Research:- Infrastructure works at	98%	KSITIL

	Karyavattom University Campus		
17	Development of Malabar Cancer Centre, Thalasseri (2nd Phase) in Kannur District	14.20%	WAPCOS
18	Development of Taluk Hospital, Feroke	Occupancy (February 2026)	WAPCOS

Disclaimer of Independent Third-Party Reviewer

The following section serves as a legal disclaimer for CareEdge Advisory, division of CARE Analytics and Advisory Private Limited (previously known as CARE Risk Solutions Private Limited); (hereinafter referred to as "**Independent Third-Party Reviewer**") in connection with the **Third-Party Post-issuance Review of Green Bond** issued by Kerala Infrastructure Investment Fund Board (hereinafter referred to as "KIIFB" / "Company" / "Issuer").

RELIANCE ON INFORMATION:
The Independent Third-Party Reviewer hereby declares that it has relied upon the information provided by the KIIFB on "as is" basis for the purpose of forming its opinion. Such opinion is based on various standards, assumptions, factors and events subject to uncertainty. The Independent Third-Party Reviewer does not independently verify the accuracy or completeness of the information submitted by the KIIFB.

NO ASSUMPTION OF RESPONSIBILITY:
The Independent Third-Party Reviewer expressly disclaims any responsibility for errors, omissions, or inaccuracies in the information provided by the KIIFB. The opinion contained herein were undertaken by the Independent Third-Party Reviewer as of the date noted herein; and the Independent Third-Party Reviewer does not assume any obligation to update or revise its opinion based on subsequent developments or changes in circumstances, as the case may be. This document will not be updated under such circumstances in future.

INDEMNIFICATION:
The KIIFB, its Trustees, Bankers, Purchaser of the bond, or their legal agent(s) shall indemnify and hold the Independent Third-Party Reviewer, its officers, employees, and agents harmless from any and all liabilities, claims, damages, costs, and expenses (including reasonable attorney's fees) arising out of or in connection with any non-compliance by the KIIFB with applicable laws, regulations, or any inaccuracies in the information provided.

NOT AN 'INVESTMENT ADVICE':
Nothing contained in this report should be construed as, or relied upon as, investment advice to buy or invest in this industry, sector or entities operating in this sector or industry. The Independent Third-Party Reviewer does not provide investment recommendations or endorses the purchase or sale of any securities or to enter into any transaction in this industry or sector in any manner whatsoever.

NOT AN ASSESSMENT OF PERFORMANCE OR CREDIT WORTHINESS:
The Third-Party Post-Issuance Review of Green Bond provided by the Independent Third-Party Reviewer is not to be construed as an assessment of (i) technical soundness of the proposed project(s), (ii) financial performance/ solvency, and/or; (iii) creditworthiness of the KIIFB. It is solely an opinion on the Environmental, Social, and/or Governance assessment related to the KIIFB Green Bond in accordance with the SEBI NCS Regulation, ICMA Green Bond Principles and LMA Green Loan Principles.

This disclaimer is subject to applicable Indian Laws, and any provision herein found to be unenforceable shall not affect the enforceability of the remaining provisions. The Third-Party Reviewer retains the right to amend this disclaimer as necessary and appropriate.

By accepting and relying on the Third-Party Post-Issuance Review of Green Bond, the recipient acknowledges and agrees to be bound by the terms and conditions set forth in this disclaimer.

Contact

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ANNEXURE E
Utilisation Certificate of Domestic Bonds

Independent Auditor's Certificate on the Utilisation of proceeds of issue of Domestic Bonds

To,
Board Members
Kerala Infrastructure Investment Fund Board,
2nd Floor, Felicity Square, M.G Road, Statue,
Thiruvananthapuram - 695001
Kerala, India

1. This certificate is issued in accordance with the terms of our engagement letter entered in this regard.
2. The Utilisation of proceeds of issue of Domestic Bond for the year ended March 31,2026 contains information with reference to the audited standalone financial statements of KERALA INFRASTRUCTURE INVESTMENT FUND BOARD ("The Board") for the year ended March 31,2026.

Management's Responsibility

3. It is the responsibility of the Management to provide the details of utilization of proceeds including the preparation and maintenance of all accounting and other relevant supporting records and documents. This responsibility includes the design, implementation and maintenance of internal controls relevant to the preparation and presentation of the utilization and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.
4. The Management is also responsible for providing the relevant supporting records and documents for our verification.
5. The Management is responsible for ensuring compliance of the terms and conditions of the Domestic Bond issued in accordance with the SEBI guidelines.
6. The management is responsible for compliance of SEBI LODR requirements.

7. The management is also responsible for ensuring accuracy of the data provided for verification.

Auditors' Responsibility

8. Our responsibility is to express a limited assurance conclusion on the accuracy of the amount spent on projects and/or other objects as per the disclosure documents of the respective bonds, out of the issue proceeds of Domestic bonds which have been accurately extracted from the audited standalone financial statements for the year ended March 31,2026.
9. Our responsibility is to verify and ensure the correctness of payments allocated to projects and/ or other objects as per the Bond disclosure documents during the year ended March 31,2026.
10. The proceeds from domestic bonds (series III to V), which are to be utilized for General Corporate Purposes (i.e. for activities as per the mandate of KIIF Act), have been either deployed to infrastructure projects directly or transferred to a consolidated pool account maintained by the board for incurring expenditure, including for project payments. Though, the specific amounts spent from bond series (III to V) towards particular projects or other purposes from the consolidated pool account are not separately tracked, the aggregate proceeds from domestic bonds (series III to V) are utilized only for activities as per the mandate of KIIF Act.
11. Given the Domestic Bonds Series III to V are issued for General Corporate Purposes as indicated above and utilized partly through the pool account, our verification of the precise deployment of these funds against each bond series is based on representations provided by the management. However, the deployment of proceeds from Bond Series III to V on an aggregate basis, for the period, which was audited by us, were only for activities as per the mandate of KIIF Act and are in line with the use of proceeds as per the respective bond disclosure documents.
12. In case of Domestic Bond series VI and VII, issued for General Corporate Purposes under the KIIF Act, the proceeds have been disbursed towards projects through the designated Issue Proceeds Accounts in its bank account with State Bank of India, Trivandrum City Branch having Account no: 44290443566 and 44832638304 respectively. The deployment of proceeds from Bond Series VI and VII on an aggregate basis,

for the period, which was audited by us, were only for activities as per the mandate of KIIF Act and are in line with the use of proceeds as per the respective bond disclosure documents.

13. The following table presents the summary of utilization as shared by the board.

Series	Proceeds	Utilisation	Unutilised Amount
III	59,60,848**	59,60,848	Nil
IV	5,00,00,158.66**	5,00,00,158.66	Nil
V	3,49,78,83,886.91**	3,49,78,83,886.91	Nil
VI	15,00,03,00,000.00	15,00,03,00,000.00	Nil
VII	15,00,03,00,000.00	4,60,66,15,723.04	10,39,36,84,277
Total	**33,55,44,44,894**	**23,16,07,60,617**	**10,39,36,84,277**

***The amount is the balance available i.e. the unutilized amount as on 31-03-2025. The amount is completely utilized during the period 01-04-2025 to 31-03-2026.*

14. The subject matter of this certificate pertains to the evaluation of fund utilization in accordance with Regulation 56(1)(a) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, for the year ended 31-03-2026. In view of the entity's control environment, the procedures performed were limited in scope. Our conclusions on the reporting criteria are therefore based on the procedures undertaken within this defined framework. In view of the nature, timing, and extent of the verification undertaken, and in accordance with the relevant Guidance Note issued by ICAI, a limited assurance is considered professionally appropriate in this context. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

15. We conducted our examination of the statements in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the Institute of Chartered Accountants of India. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India.

Opinion

16. Based on our examination above and information and explanation received from the management; we are of the opinion that the amount spent out of the issue proceeds of Domestic

bond series III issued on 08-10-2024, Domestic bond series IV issued on 27-12-2025, Domestic bond series V issued on 25-03-2025, Domestic Bond Series VI issued on 08-08-2025 and Domestic Bond Series VII issued on 21-01-2026 had been utilized for the purpose intended as per the respective Domestic Bond disclosure documents.

Restriction on Use

17. The certificate is addressed to and provided to Kerala Infrastructure Investment Fund Board for including it in the Annual Report of FY 2025-2026 and should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

For Suri and Co.,
Chartered Accountants
Firm Registration No: 004283S

S Gopikrishnan
Partner
Membership No: 238551
UDIN: 26238551XJZBOU1538
Place: Thiruvananthapuram
Date: 03-07-2026

4. REPORT ON THE FUNCTIONS OF KIIFB

The Kerala Infrastructure Investment Fund Board (KIIFB) serves as the State's nodal agency for financing and facilitating the development of infrastructure projects of strategic importance. Its core functions encompass resource mobilisation, project appraisal and financing, facilitating timely fund flow for approved projects, providing capacity-building and institutional support to Special Purpose Vehicles (SPVs), and monitoring the quality and progress of project implementation.

The Government of Kerala has envisaged the implementation of infrastructure projects with an aggregate investment of approximately ₹1,00,000 crore through financial support from KIIFB. To facilitate this, the Government issued comprehensive guidelines for the conceptualisation, appraisal, approval, and implementation of KIIFB-funded projects vide G.O.(Ms) No.69/2018/Fin dated 24/02/2018, as subsequently amended from time to time. These guidelines provide the institutional framework for the identification, preparation, appraisal, and execution of projects financed through KIIFB.

Based on the overall investment target announced by the Government and the project approvals accorded from time to time, KIIFB undertakes advance resource mobilisation through a prudent mix of financing instruments. This enables the Board to maintain adequate liquidity and ensure the timely release of funds for project implementation, thereby avoiding disruptions in the execution of infrastructure works.

The policy framework governing KIIFB, including matters relating to resource mobilisation, project financing and institutional governance, is approved by the KIIFB Board, chaired by the Hon'ble Chief Minister.

4.1 KEY ACTIVITIES OF FINANCE AND ADMINISTRATION (F&A) DIVISION

The Finance & Administration (F&A) Division of KIIFB oversees the institution's financial and administrative operations. It also includes the Institutional Finance Group, which manages fund mobilization and investment activities. Key highlights for FY 2025–26 are as follows:

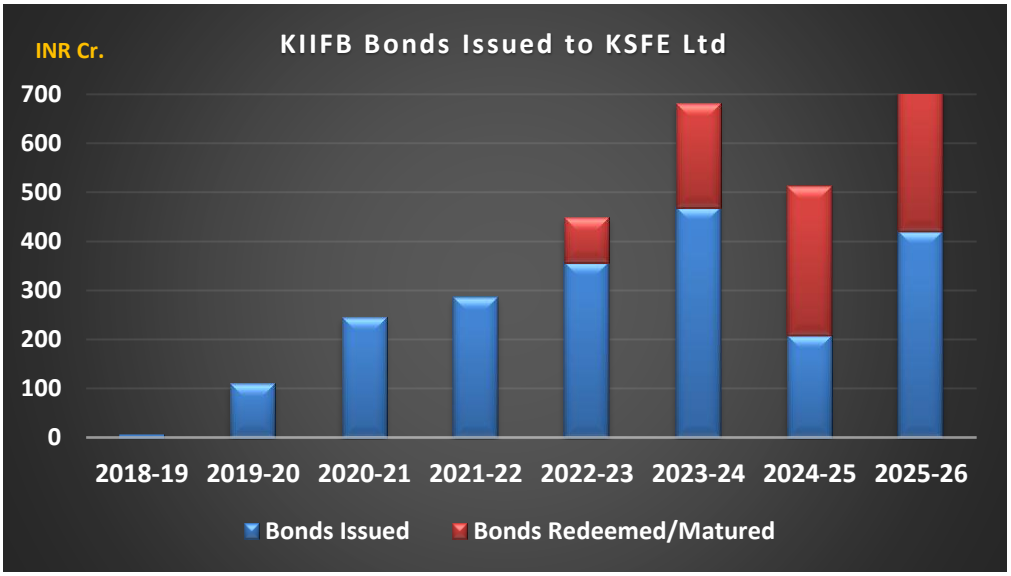
4.1.1 Fund Mobilisation during FY 2025-26.

The 52nd General Body meeting of KIIFB had accorded sanction for raising fund to the tune of INR 10,000 crore for meeting the anticipated expenditure towards projects disbursement during the financial year 2025-26. During the year, ₹9580.90 crore was mobilized from various financial institutions, including ₹891 crore from previously sanctioned but undrawn loans.

Total loans and bonds secured during the financial year amounted to ₹12,784.13 crore, while ₹6,46.57 crore was repaid.

(i) Bonds issued to KSFE Ltd (KSFE Pravasi Chitty)

KIIFB issued ₹420.57 crore in bonds to Kerala State Financial Enterprises Ltd during FY 2025–26, bringing the cumulative issuance to ₹2,101.60 crore. Bonds worth ₹323.37 crore matured or were redeemed during the year. As of March 31, 2026, outstanding bonds stood at ₹1,167.97 crore.



(ii) Receipts from Government during 2025-26

Particulars	Amount Received (in ₹ Cr.)
Share of MVT (as per KIIF Act)	**3,317.49**
Share of Cess on Petroleum (as per KIIF Act)	**526.60**
Total	**3,844.09**

(iii) Fund Availed during 2025-26

Borrowing/Lender	2025-26
Bonds to KSFE (Pravasi Chitty)	420.57
KNRKWB Loan (NORKA Dividend Scheme)	0.16
HUDCO (Term Loan 2)	250.00
HUDCO (Term Loan 4)	50.00
NABARD TL (Term Loan 3)	174.36
NABARD TL (Term Loan 4)	181.87
Domestic Bond 5	234.78
Domestic Bond 6	1,500.03
Canara Bank (Term Loan 3)	250.00
NABARD TL (Term Loan 6)	979.50
NABARD TL (Term Loan 7)	1,039.61
Kerala Financial Corporation (Term Loan 3)	500.00
Indian Overseas Bank (Term Loan 1)	1,500.00
Domestic Bond 7	1,500.03
Sagarmala (Term Loan 1)	1,000.00
Total	**9,580.90**

4.1.2 Legal Unit

The Legal Wing in KIIFB was formed *vide* Government Order GO(Ms) No. 16/2023/Fin dated 06/02/2023. The Legal Wing handles the conduct and monitoring of all litigations by or against KIIFB. Legal Wing prepares pleadings, petitions, appeals, affidavits, proceedings, applications or any other documents, as the case may be, in any suit, appeal, review, revision, writ petition or any other proceedings by or against KIIFB, before any Court of Law, judicial or quasi-judicial fora or other Statutory authorities etc. Legal Wing ensures that KIIFB is represented in Courts through its Standing Counsel. The present

standing counsel of KIIFB is Adv. S.Chandrasekharan Nair. Legal Wing works in close coordination between various divisions of KIIFB and office of the Standing Counsel. The daily postings of the various cases in which KIIFB is a party are duly tracked and documented, and necessary actions are initiated for collecting information from various divisions of KIIFB for filing affidavits, pleadings etc. within the prescribed time limits. The interim orders and directions of Hon'ble Courts are duly communicated to various divisions of KIIFB so as to ensure compliance from the part of KIIFB as a responsible litigant. Effective monitoring of cases is being made with the use of information technology by making use of the live video conferencing facilities provided by the Honourable Kerala High Court. A dashboard has also been created in the name of KIIFB on the e-Courts website of the Honourable Kerala High Court to track the progress of cases filed before the Honourable High Court.

There has been unflinching and constant endeavor from the part of Legal Wing in discharging its duties and responsibilities effectively and in a time bound manner ensuring that the best interests of KIIFB are adequately protected before the Courts of Law. Apart from the court cases management in the above manner, Legal Wing scrutinizes the statutory/contract documents, renders legal opinion in matters referred to it. Above all, the Legal Wing plays a critical role in safeguarding organizational interests through its expertise in handling cases, vetting contracts, and providing legal advice.

4.2 KEY ACTIVITIES OF PROJECT APPRAISAL DIVISION (PAD)

The Project Appraisal Division of KIIFB plays a vital role in ensuring the effective and timely execution of projects by providing end-to-end support to Administrative Departments and Special Purpose Vehicles (SPVs). It undertakes rigorous technical and financial appraisal of project proposals to assess their feasibility, strategic relevance, and alignment with state priorities. Post-approval, the Division monitors implementation through regular reviews, ensuring adherence to timelines, budgets, and quality standards. It also makes professional interventions and recommends mid-course corrections wherever necessary. Through continuous engagement, the Division ensures that KIIFB-funded projects deliver maximum impact and public value.

4.2.1 Projects Approved by KIIFB

As of now, KIIFB has approved a wide range of projects aimed at strengthening the infrastructure landscape of Kerala. These projects span various sectors and are structured to address both immediate developmental needs and long-term growth objectives. The total approved outlay reflects KIIFB's strategic investment approach, with a significant portion dedicated to core infrastructure development and a substantial allocation set aside for land acquisition to facilitate future projects.

The total outlay of projects approved by KIIFB till 31.03.2026 can be classified as below:

Table 1: KIIFB Approved Projects		
	No. of Projects	**Amount in Crore**
Infrastructure Projects	1233	₹ 77,151
Projects under Land Acquisition Pool	7	₹ 23,190
Total	**1240**	**₹ 1,00,341**

A. Infrastructure

KIIFB has been a pivotal force in driving transformative infrastructure development across the state. By strategically financing and executing projects in key sectors, such as transportation, educational infrastructure, healthcare, water supply and management, urban development, tourism, and energy management, KIIFB has fostered comprehensive growth. Its focused approach has improved connectivity, broadened access to technology and quality

education, strengthened healthcare facilities and ensured sustainable water resource management. Through these impactful initiatives, KIIFB continues to shape Kerala's future as a benchmark for balanced and inclusive development.

The sector-wise number of infrastructure projects approved, tendered, and awarded, along with their cumulative approved costs, are summarized in the table below:

Table 2: Status of KIIFB Approved projects - Department Wise						
	KIIFB Approved Projects		KIIFB Tendered Projects		KIIFB Started/Awarded Projects	
Department	No. of Projects Approved	Approved Amount (Rs.in Crore)	No. of Projects Tendered	Tendered Amount (Rs.in Crore)	No. of Projects Started/ Awarded	Work Contract Amount (Rs.in Crore)
PWD	536	₹ 47,345.61	324	₹ 13,105.79	294	₹ 11,304.43
Agriculture	1	₹ 21.43	1	₹ 22.00	1	₹ 22.00
Animal Husbandry	2	₹ 32.58	0	₹ 0.00	0	₹ 0.00
Ayush	3	₹ 205.53	2	₹ 58.66	2	₹ 79.26
Backward Classes Development Department	1	₹ 17.73	0	₹ 0.00	0	₹ 0.00
Coastal Shipping & Inland Navigation	19	₹ 3,488.48	7	₹ 170.66	6	₹ 192.13
Cooperation Department	1	₹ 16.18	1	₹ 16.18	0	₹ 0.00
Culture	17	₹ 502.12	8	₹ 256.46	8	₹ 290.74
Devaswom	2	₹ 138.51	1	₹ 116.41	1	₹ 116.41
Fisheries and Ports	27	₹ 652.65	23	₹ 434.99	23	₹ 409.74
Forest	13	₹ 636.78	13	₹ 375.34	12	₹ 272.87
General Education	158	₹ 3,223.09	129	₹ 2,467.96	119	₹ 2,155.45
Health & Family Welfare	118	₹ 7,496.34	98	₹ 5,132.18	92	₹ 4,682.77
Higher Education	70	₹ 2,351.33	52	₹ 1,396.40	40	₹ 1,089.45
Home	6	₹ 233.53	1	₹ 50.14	1	₹ 50.14
Industries	8	₹ 16,629.10	1	₹ 0.00	0	₹ 0.00
Information Technology	7	₹ 2,535.80	3	₹ 1,303.23	3	₹ 1,812.09
Labour & Skills	5	₹ 93.84	5	₹ 77.11	5	₹ 83.33
Local Self Government	30	₹ 849.27	8	₹ 362.64	6	₹ 327.88
Power	18	₹ 2,915.93	17	₹ 2,363.35	15	₹ 2,202.17
Planning & Economic Affairs Department	6	₹ 352.94	1	₹ 5.00	1	₹ 5.00
Registration	6	₹ 89.91	6	₹ 77.69	6	₹ 73.49

Revenue	5	₹ 104.86	5	₹ 66.45	3	₹ 39.05
SC/ST Development	10	₹ 182.23	7	₹ 101.42	6	₹ 87.74
Science & Technology Department	5	₹ 319.45	5	₹ 0.00	4	₹ 0.00
Sports & YA	42	₹ 987.65	29	₹ 586.04	26	₹ 534.04
Tourism	14	₹ 652.10	13	₹ 322.44	10	₹ 144.94
Transport	3	₹ 607.33	2	₹ 131.98	2	₹ 126.06
Water Resources	107	₹ 7,658.32	100	₹ 4,609.84	98	₹ 4,454.93
Total	**1240**	**₹ 1,00,340.61**	**862**	**₹ 33,610.34**	**784**	**₹ 30,556.12**

The projects approved by KIIFB are currently at various stages of development, including land acquisition, tendering, and construction. A majority of these projects have been completed and are now fully operational. Their successful implementation underscores KIIFB's commitment to strengthening public infrastructure and driving economic growth across Kerala. The completed projects are already delivering tangible benefits to the public in key sectors such as transportation, education, healthcare, and utilities.

At the same time, several major projects are in advanced stages of execution and are expected to be completed in the near future. These initiatives continue to transform the infrastructure landscape of the state. Below are the salient features of some key projects—either completed or under construction—highlighting their scope, impact, and current progress.

4.2.2 Highlights of selected projects

Roads & Transportation: Bridging Distances, Empowering Growth

Construction of Perumbalam Bridge in Alappuzha District

Government, through the Revised Budget Speech 2016-17 had announced the project 'Construction of Perumbalam Panavally Bridge in Alappuzha District' and accordingly Administrative Sanction was accorded vide G.O (Rt) No. 18/2018/PWD dated 01/01/2018 under KIIFB funding. Financial Sanction for the project was accorded by KIIFB for ₹95.86 Crore vide Proceedings Order No. PWD001-40-PA-01 dated 12.11.2018. Kerala Road Fund Board (KRFB) is designated as the Special Purpose Vehicle (SPV) for executing the project. Financial Sanction was further revised to ₹106.08 Crore vide Proceedings Order No. PWD001-40/APR-1/2023/KIIFB dated 25.05.2023. The component-wise split-up of the project is as follows:Main Civil Works - ₹97,12,98,012,

- Land Acquisition - ₹5,16,25,005,

- KWA Utility Shifting - ₹6,94,500
- KSEB Utility Shifting - ₹4,41,162.

Figure 1: Perumbalam Bridge

The bridge is constructed across Vembanadu Kayal connecting Alappuzha and Perumbalam island. The bridge has a total length of 1155.40 m comprising 27 PSC spans of 35m each and 3 central PSC Bow string spans of 55m each. The overall width of the proposed bridge at the central spans with PSC Bow String girders is 12 m whereas that of remaining spans is 11 m. The carriageway width of the entire bridge is 7.5 m with 1.5 m wide footpaths on either side. Approach roads of length 72 m and 126 m in Vaduthala and Perumbalam sides respectively are proposed with the carriageway width of 7.50m. Connecting roads are proposed for a length of 228m in Vaduthala side and 184m in Perumbalam side with a carriageway width of 5.5m. Service roads are proposed on the Vaduthala side with two stretches of 55 m length each and a width of 3.5 m, and on the Perumbalam side with one stretch of 100 m length and a width of 3.5 m.

For decades, around 12,000 residents of Perumbalam island relied entirely on boats for basic commuting, trade, and medical access. The Perumbalam Bridge has brought major social, economic, and transport benefits to the Perumbalam island. It is one of Kerala's longest bridges across a lake/backwater stretch. Main benefits of the Perumbalam Bridge include Direct Road connectivity, better emergency healthcare access, Economic growth, Tourism development, public transport expansion and Boost to regional infrastructure. The bridge now provides direct road access between Perumbalam Island and the mainland across Vembanad

Lake.

Figure 2: Perumbalam Bridge

Anakkampoil Kalladi Meppadi Tunnel Road (Wayanad Tunnel)

The Anakampoil - Kalladi - Meppadi tunnel was announced as a KIIFB project in the revised budget speech for 2016-17. Based on the same, KIIFB has sanctioned Rs.2134.50 Crores for the project. Konkan Railway Corporation Limited is the implementing agency of the project. The proposed project covers 8.735 km including 8.11 km long four-lane twin tunnel and 625 m long approach road on both sides.

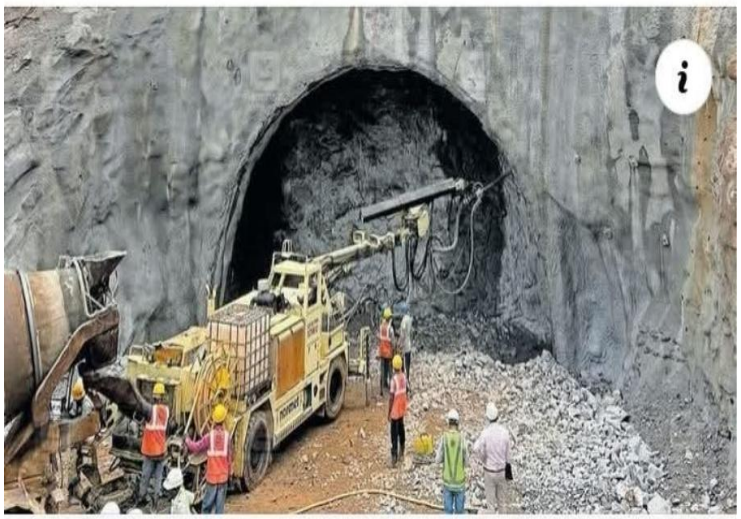
This project is formed by connecting two existing roads i.e. Anakkampoyil – Muthappanpuzha - Marippuzha road and Meppadi-Kalladi-Chooramala road with a tunnel road. The 8.11 km long tunnel connecting Aanakampoyil and Meppadi is proposed as twin tube tunnels with uni-directional bi-lane traffic.

The shape proposed for the tunnel section is D-shape. The finished width of the road is 10.00 m at road level (8.0m pavement and 1.0m footpath on both sides) in each direction and height is 7.6 m. Minimum footpath width along with the crash barrier have been considered as 1.0 m. Since the length of the tunnel is approximately 8.11 km long, Lay byes with width 14.0m in each direction have been proposed at every 750m interval to cater for a refuge to park vehicles in case of any emergencies.

The work was as tendered as 2 packages

Package I – Construction of Bow String Steel Arch Major Bridge (2 Nos) across Iruvanjippuzha in Kozhikode District on EPC basis including Four Lane approach Road, Box Culverts, VUPs for direct Connectivity Between Anakkampoyil – Kalladi – Meppadi from Km 0.000 to Km 0.460 (Project Length=0.460 km)

Package II - Construction of Twin Tube Unidirectional Tunnel (2-Lanes in each Traffic Direction) in the Kozhikode and Wayanad Districts of Kerala State on EPC Basis including Four Lane approach Road for direct Connectivity



Between Anakkampoyil – Kalladi – Meppadi from Km 0.460 to Km 8.735 - (Project Length=8.275 km). The work was inaugurated by the then Hon'ble Chief Minister of Kerala, Pinarayi Vijayan, on 31-08-2025, and the blasting works were subsequently inaugurated by him on 31-03-2026.

The project has been designed with international standards of safety systems, ventilation, lighting and fire safety systems. In addition to the tunnel, adjacent roads and related infrastructure will be developed along the route to enhance overall connectivity.

Future provisions include the establishment of electric vehicle (EV) charging stations and roadside resting areas, making the corridor sustainable, commuter-friendly, and future-ready. When the tunnel road becomes reality the distance between Kozhikode and Wayanad will be reduced by 30 Km and the traffic congestion of the Thamarasseri Churam will also be drastically reduced.

The Wayanad Tunnel Project is poised to be a transformative infrastructure initiative with far-reaching economic, social, and environmental benefits for Kerala, particularly the Wayanad district and surrounding regions.

1. Improved Connectivity and Reduced Travel Time

The tunnel will significantly enhance connectivity between Wayanad and the rest of Kerala, especially Kozhikode and other key commercial hubs. By reducing travel time and providing

a more direct route through the Western Ghats, it will ease daily commuting and long-distance transportation.

2. Boost to Trade and Economic Growth

Wayanad is known for its agricultural produce, including spices, coffee, tea, and other plantation crops. Faster and more reliable transportation will reduce logistics costs, minimize spoilage, and improve market access. This will strengthen the agricultural economy and encourage new investments in trade and allied sectors.

3. Promotion of Tourism

Wayanad is a major tourist destination. Improved accessibility through the tunnel will likely increase tourist inflow, benefiting hospitality, transport, local businesses, and employment generation. It can position Wayanad as a more convenient weekend and holiday destination.

4. Enhanced Road Safety

The current ghat roads are prone to congestion, landslides, and accidents, especially during monsoons. A well-designed tunnel can offer a safer, weather-resilient alternative, reduce accident risks and improve year-round reliability.

5. Regional Development and Employment Opportunities

The project will generate employment during construction and in subsequent economic activities triggered by improved connectivity. In the long term, it may stimulate industrial growth, logistics hubs, and infrastructure development in the region.

6. Reduced Environmental Impact on Ghat Roads

By channelling a portion of traffic through the tunnel, pressure on existing forest roads may decrease, potentially reducing vehicular congestion, emissions from idling traffic, and road expansion pressures in ecologically sensitive areas—provided the project is implemented with strong environmental safeguards.

Improvements to Thottilpalam – Thalayad Hill highway stretch (From 28th Mile to Thalayad Town) in Kozhikkode District

The high-range regions of Kerala have historically experienced limited transportation connectivity, leading to the isolation of communities and restricted access to urban and economic centres. To address these challenges, the Government of Kerala envisioned the development of a Hill Highway along the eastern corridor of the state to improve connectivity between remote hill areas and urban hubs. The project aims to promote socio-economic development and facilitate the efficient movement of people, goods, and services.

The Hill Highway, with a total length of 1,180 km, extends from Parassala in Thiruvananthapuram district to Nandarapadavu in Kasaragod district, passing through thirteen districts of Kerala, excluding Alappuzha. Of the total length, 793.68 km is funded by the Kerala Infrastructure Investment Fund Board (KIIFB), while the remaining stretches are being developed under other government schemes or overlap with National Highway alignments. The KIIFB-funded Hill Highway project was announced in the Budget Speech for 2017–18 with an allocation of ₹3,500 crore. Accordingly, Administrative Sanction was issued vide G.O. (Rt) No. 942/2017/PWD dated 10-07-2017. The Kerala Road Fund Board (KRFB) was designated as the Special Purpose Vehicle (SPV) for executing the KIIFB-funded stretches of the highway.

Out of the total proposed length of 1180 km, a stretch of 113.753 km passes through Kozhikode District. The 6.79 km long 28th Mile–Thalayad Road, located within the Balussery Assembly Constituency of Kozhikode district, forms an integral part of this ambitious Hill Highway initiative. Based on the DPR submitted by KRFB, KIIFB initially accorded Financial Sanction for an amount of ₹41.25 crore, which was later revised to ₹50.32 crore as per Proceedings Order No. PWD013-29/APR-1/2023/KIIFB dated 04-04-2023. This stretch connects the Thalayad–Malappuram section on the southern side to the 28th Mile–Peruvannamuzhi stretch on the northern side, where Hill Highway works are progressing rapidly.

Following the issuance of Financial Sanction by KIIFB, the Project Director of KRFB granted Technical Sanction, completed the tender procedures, and entered into an agreement with the contractor M/s Asmas Construction Private Limited. Under the project, the entire 6.79 km stretch from 28th Mile to Thalayad was developed as part of the Hill Highway network,

including the reconstruction of the existing narrow Thalayad Bridge into a 12 m-wide structure to accommodate increasing traffic demands. The upgraded road has been developed with a RoW of 12 m, including a 7-m wide carriageway along with 1 m wide paved shoulders on either side of the carriage way. As part of the project, drainage facilities, culverts, retaining walls, interlocking pavements, and concrete shoulders have been constructed at required locations. Necessary side walls, and additional protection structures have also been provided wherever required.

Road safety has been given significant importance in the project. Safety features such as signboards, road markings, road studs, and crash barriers have been installed along the corridor. Interlocked footpaths have also been constructed in major town areas to enhance pedestrian convenience and safety.

With the completion of this project and nearby Hill Highway stretches, the improved road network is expected to support the overall development of hill village panchayats including Koorachundu, Kayanna, Panangad, Kattipara, and Puthuppadi, while promoting tourism and growth in agricultural, commercial, and industrial sectors. The Thalayad–28th Mile Road will also serve as an important connectivity corridor to major tourist destinations such as Kakkayam, Thonikkadavu, Kariyathumpaara, Thusharagiri, and Kakkadampoyil.

The road improvement works are currently nearing completion, with only minor side protection works and remaining safety measures pending, which are expected to be completed shortly. The project was formally inaugurated on 07-03-2026.

Improvements to Cherpulasseri Town in Palakkad District

The project has been executed in conformity with applicable IRC standards and is expected to substantially alleviate traffic congestion within Cherpulassery town, enhance the safety and convenience of both vehicular and pedestrian traffic, and mitigate issues relating to water stagnation during monsoon periods. The project was completed on 19-01-2026.

The completion of the project has significantly improved the urban mobility and infrastructure profile of Cherpulassery, a town of considerable cultural and commercial importance, home to Ayyappankavu Temple and widely known as the “Sabarimala of Malabar”.

Kechery - Akkikavu Bypass in Thrissur District

Kechery-Akkikavu Bypass Road is an important MDR plying through Kunnamkulam and Manalur LACs in Thrissur District. The road starts from Kechery in Thrissur - Kuttippuram State highway and ends at Akikkavu Junction in the same Road. Total length of the road is 9.88 kms. The bypass enables travellers proceeding from Thrissur towards North Kerala to avoid the congested Kunnamkulam town area by saving precious travel time in adddition to saving 4 km travel distance.

The project was announced in the Revised Budget Speech 2016-17 (Para 135) to be executed under KIIFB funding. Subsequently, administrative sanction was issued vide G.O (Rt) No. 1324/2016/PWD dated 27/09/2016 & G.O (Rt) No. 329/2017/PWD dated 14-03-2017 by designating Kerala Road Fund Board (KRFB) as the Special Purpose Vehicle (SPV) for executing the project.

Figure 1: Kecheri Akkikkavu Bypass

Based on the Detailed Project Report (DPR) submitted by the SPV, KIIFB has accorded Financial Sanction for ₹32.66 Crore as per Proceedings Order No. PWD003-12/APR-5/2020/KIIFB dated 15-02-2020 and the amount has revised to ₹62.41 Crores as per Proceedings Order No. PWD003-12/APR-8/2026/KIIFB dated 26-02-2026.

Under this project, 31 existing culverts were reconstructed, and one culvert was widened and rebuilt. The existing road surface from Kechery Junction (0/000) to Akkikavu Junction (9/880) was upgraded to DBM & BC standards and improved to a width of 9 m for the entire stretch.

Figure 2: Kecheri Akkikkavu Bypass

In addition, concrete drains were constructed on both sides of the road wherever adequate width was available, while concrete Irish drains were provided in narrow stretches. Retaining walls and side protection walls were also constructed at various locations where the road passes through agricultural fields. Cover slabs were installed over drains within the limits of the approved revised estimate amount. Furthermore, to ensure safe and smooth traffic movement, IRC-standard illuminated road markings, road studs, sign boards, name boards,

and crash barriers have been installed.

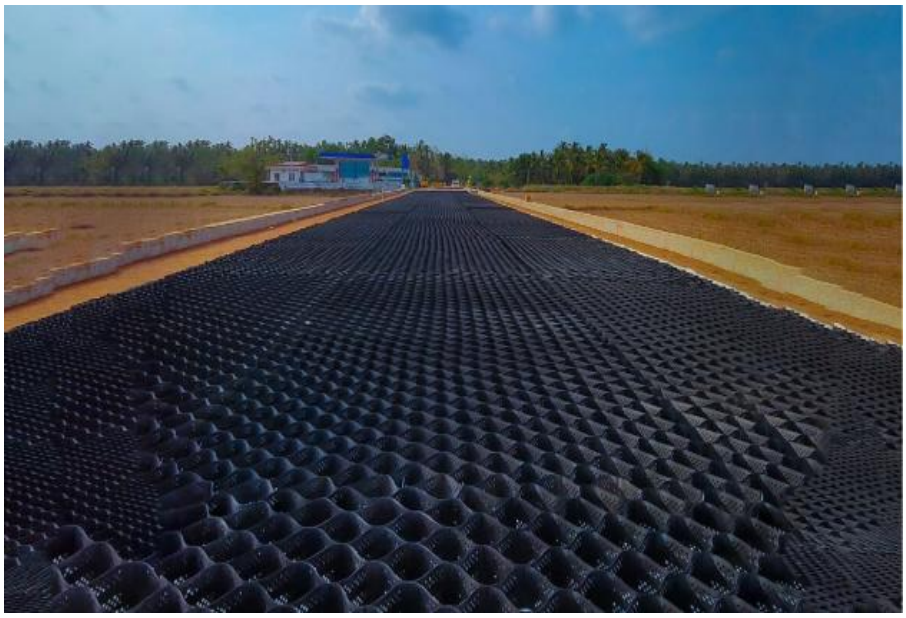


Figure 3: Kecheri Akkikkavu Bypass – Geocells

The bypass road also has the distinction of being the first PWD project in the State to utilize Geo-textile and Geo-cell technology. Along the 1.90 km stretch passing through paddy fields, the subgrade was strengthened using modern Geo-cell and Geo-textile technology. After conducting and verifying laboratory tests, geo-textile reinforcement was laid for strengthening the ground over an approximate length of 1.280 km and width of 9 metres before completing the road construction.

As part of the project, a solar-powered automatic traffic signal system was installed at Pannithadam Junction through M/s. Keltron at a cost of ₹19.39 lakh. Considering the increasing number of road accidents at the junction, along with the signal system, "Yellow Box Marking" (Keep Clear Marking) was also introduced to improve road safety. This marks the first implementation of such road markings on PWD roads in the State. During the road construction phase 0.54 hectares of Public Works puramboke land was cleared and merged with the road.

Kechery – Akkikavu Bypass Road Project was completed in all respects on 15.07.2025 manner that reduces the traffic congestion of Kunnamkulam town while ensuring better travel convenience and road safety. The Bypass Road was inaugurated on 27-10-2025.

Kulangarth - Nambithankundu - Valook - Vilangad Road in Kozhikode District

Kulangarth – Nambithankundu – Valook Vilangad Road is an important Major District Road (MDR) situated in Kozhikode district. The road plays a vital role in connecting the rural and hilly regions of Nadapuram and Kuttiady areas with nearby commercial and institutional centers. The road begins from State Highway 38 at Kulangarth and terminates at Vilangad, passing through various panchayats including Kunnummal, Naripatta, and Vanimel. The total project length planned as around 21 km.

The project is being funded by KIIFB based on the announcement in th Reply to Revised Budget Speech 2016-17. The improvement work was conceived due to the deteriorated condition of the roadway and the increasing transportation demand in the region which serves as an important connectivity corridor for local-residents, farmers, traders, students, and commuters. It also provides access to educational institutions, hospitals, markets, and commercial centres located at Kakkattil, Kallachi, Naripatta, Valook, and nearby areas.

The existing road condition prior to improvement was poor. The carriageway width was only about 3.8 m in most stretches, except for the first 3 km where the width was 5.5 m due to earlier widening works. The road surface consisted of 20 mm chipping carpet that had deteriorated over time. The pavement surface was distressed at several locations with uneven riding quality, potholes, edge failures, and inadequate drainage. Many stretches of the road were at a lower level than the adjacent ground, causing waterlogging during the rainy season.

The project primarily aimed at widening and strengthening the road to modern standards. The

proposed carriageway width was fixed as 5.5 m with 0.75 m shoulders on either side. The right of way was proposed to be increased from an average of 8 m to 10 m through free surrender of land by adjacent landowners, thereby avoiding major land acquisition issues.

The road passes mainly through hilly terrain, and several portions of the alignment have steep gradients, sharp curves, valleys, and vulnerable slopes. Due to these terrain conditions, the project included significant safety and protection measures such as retaining walls, crash barriers, metal beam guard rails, and flexible crash barriers. The DPR specifically noted that one side of the road corridor often consists of deep valleys, necessitating proper retaining structures for long-term stability and user safety.

One of the major components of the project is pavement reconstruction. Based on detailed traffic studies and geotechnical investigations, the existing pavement was found inadequate to carry future traffic loads. Therefore, full-depth pavement reconstruction using Granular Subbase (GSB), Wet Mix Macadam (WMM), Dense Bituminous Macadam (DBM), and Bituminous Concrete (BC) was proposed. The designed pavement composition includes 250 mm GSB, 250 mm WMM, 55 mm DBM, and 30 mm BC, resulting in a total pavement thickness of 585 mm.

The road improvement proposal includes extensive drainage and cross-drainage works. Existing culverts and drainage structures were found inadequate and in damaged condition. The project therefore proposed reconstruction of several culverts and extension of others.

Concrete side drains, Irish drains, and drain-cum-utility ducts have been proposed at various stretches depending on terrain and settlement conditions. Drainage improvement was

considered essential because poor drainage had significantly contributed to pavement deterioration in the existing road.

The project also includes utility shifting works. Since electric poles, telephone lines, and Kerala Water Authority pipelines were located within the proposed widening area, suitable provisions were included in the estimate for their relocation. In addition, reconstruction of compound walls and adjustment of approach roads were included wherever necessary to ensure smooth integration with adjoining properties and local roads.

The stretch of this road from Ch. 7/700 to Ch. 9/310 overlaps with the Hill Highway alignment, and the development works within this section have already been executed under the scope of the Hill Highway project. Additionally, two bridges located on the side road near the alignment between Ch. 18/160 and Ch. 21/000 are currently in the design stage, and the final bridge finish levels have not yet been finalized. Therefore, the scope of the present road work has been restricted up to Ch. 18/160.

The total amount spent for developing the road including the amount for shifting the utilities

is Rs.52.78 Cr. The work was completed on 07/03/2026 and was officially inaugurated in 10.03.2026.

Enhancement in Hospital Infrastructure: Redefining Kerala's Healthcare Standards

Kerala, a global model in healthcare, is the top-performing state in India regarding public health indicators. Kerala's healthcare model is extensively studied and praised for its infrastructure development, high life expectancy, and effective disease control systems. The state's emphasis on universal healthcare, preventive medicine, and a robust public health network has led to these achievements.

A key strength of Kerala's healthcare system is its solid public health infrastructure. The state boasts an extensive network of more than 1200 health institutions under modern medicine, including 885 Family Health Centres,152 Block family health centres, 88 Taluk Hospitals, and 14 Medical Colleges. The health gains made in Kerala can be attributed to several factors, including strong emphasis from the state government on public health and primary health care (PHC), health infrastructure, decentralized governance, financial planning etc.

Infrastructure development in Kerala's health sector is the primary necessity to address its rapidly aging population, high burden of non-communicable diseases, and to reduce the out-of-pocket financial burden on marginalized communities relying on overloaded public facilities. Considering this fact, the State Government had announced a comprehensive infrastructure development of medical institutions such as Medical Colleges, Cochin Cancer Research Centre, Malabar Cancer Research Centre, Taluk hospitals, general hospitals, district hospitals and other infrastructure development works in primary/family health centres during the financial year 2016-17 and assured KIIFB funding for their timely implementation.

From time to time, Government issued sanction orders for the execution of these works by utilising KIIFB fund and based on the same, KIIFB has accorded a total amount of Rs.7497.5 crore towards funding sanction for the infrastructure development of above-mentioned medical institutions through the special purpose vehicles (SPVs) designated by the Government. During the period from April 2025 to March 2026, KIIFB could complete a number of 13 projects as mentioned below:

Cochin Cancer Research Centre

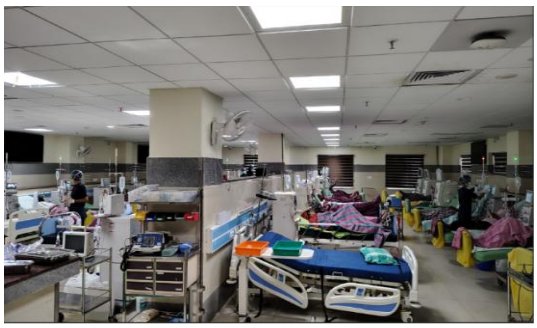
KIIFB has accorded funding sanction for Rs.384.34 crore for the establishment of adequate facilities across four buildings with a total built-up area of 6.2 lakh sq.ft., viz., Hospital Block (2LG+G+5), Services Block (2LG+G+3), Administration Block (2LG+G+4) and Pain & Palliative Care Block (2LG+G+2). The institute is equipped with 451 beds, 12 operation theatres (including hybrid and major OTs), advanced radiation oncology (LINACs, CT simulators, brachytherapy), nuclear medicine (PET-CT, SPECT-CT), day-care chemotherapy (52 beds), BMT, medical, surgical, and paediatric ICUs, HDU, and specialized wards. Outpatient services cover multiple oncology specialties, supported by clinical, pathology, and research labs, blood bank, pharmacy, radiodiagnosis (MRI, CT, X-ray, mammography, ultrasound), and endoscopy. Academic and research infrastructure includes classrooms, seminar halls, and a digital library. Comprehensive support facilities include CSSD, stores, laundry, kitchen, staff dining, and AHU services and parking for 550 cars. In addition, an amount of Rs.65.19 Crore was approved for the procurement of medical equipment and furniture, including high-end equipment such as LINAC, Patient Immobilization System, Slide and Block Cabinets, Mould Room Tools, CT Simulator, Brachytherapy Equipment, Patient Positioning Systems, Water Phantom, and dosimeter accessories, ensuring world-class facilities. The project was inaugurated on 09-02-2026.

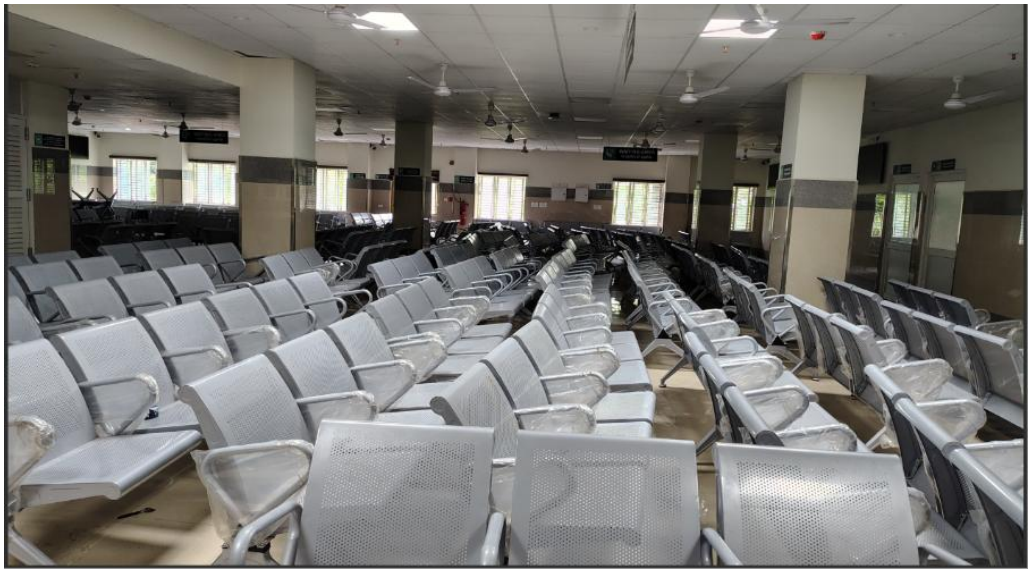
Taluk Hospital, Adimali

KIIFB sanctioned Rs.12.54 crore with an objective to design a building (GF+2+Terrace) in the hospital with the concept of "State of the art OP, Casualty and Diagnosis Facility" with outpatient department ranging from General Medicine to Specialties like Gynaecology, Dermatology and Psychiatry. Well-equipped Casualty and Trauma care facility as well as Diagnosis facilities like X-ray etc. necessary Laboratories depending upon the demand of the Hospital. In addition to the site development including road, drain etc, the building is also equipped with collection chamber, Sump & Pump Room, Plumbing& Electrical Work, ELV, HVAC, Fire Fighting & Lift and Building Signages. For the procurement of high-end equipment, KIIFB has also sanctioned Rs.85 lakh. The completed project was inaugurated on 27-10-2025.

District Hospital, Kannur

As part of infrastructure development works of the Hospital, KIIFB invested Rs.63.49 crore for the construction of Super Specialty Block (G+4 having an area of 6272.5 sqm), Site Development, renovation of Surgical Block, renovation of Mother & Child Care Block and renovation of Administrative Block. The Super Specialty Block is equipped with Consultation rooms, Cath lab, CCU, Pharmacy, Cardiac ICU, Neuro ICU, URO ICU, Post-Operative wards & Operation Theatres etc, Dialysis Unit, General Ward, in- patient room, General ward, in-patient room, Mumpty, Machine room, OHT & Solar panels. Rs.10.70 has also been sanctioned for the procurement of medical equipment and hospital furniture. The project has been completed and inaugurated on 11-08-2025.

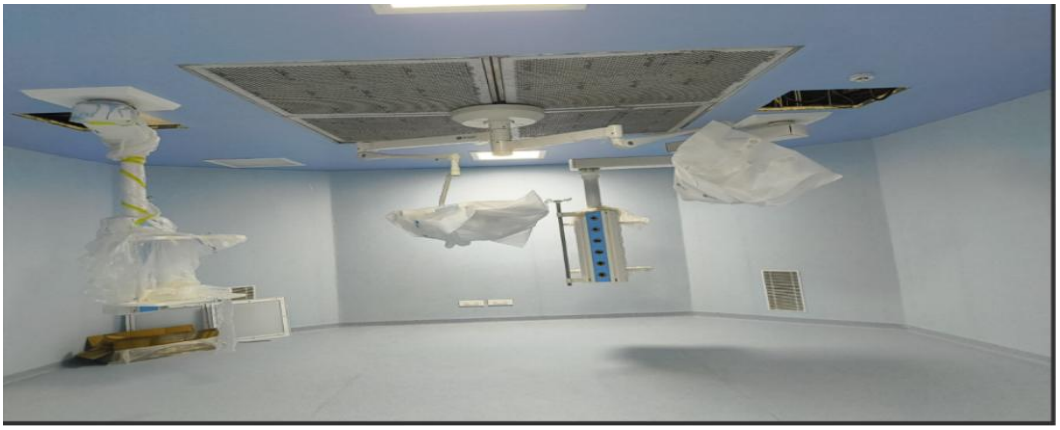




Taluk Hospital, Kundara

The Hospital building completed has been completed by utilizing Rs.38.66 crore, has been

equipped with 110 beds, a modern operation theatre complex, and specialized treatment facilities for Ophthalmology, Orthopaedics, Psychiatry, and Dental departments. The hospital also includes a pharmacy store, pay wards, blood bank, clinical laboratory facilities, Surgical ICU, Medical ICU, wards, mortuary, medical record room, RMO quarters, offices for the PRO, Medical Superintendent, and Nursing Superintendent, a canteen, and a police aid post. In addition, the hospital has been provided with advanced facilities such as a pneumatic tube system, medical gas piping system, specially equipped oxygen storage plant, and a Central Sterile Services Department (CSSD), comparable to those available in international-standard hospitals. The project has been completed and inaugurated on 9-01-2026. Furthermore, Kerala Infrastructure Investment Fund Board has also sanctioned ₹3.06 crore for the procurement of advanced medical equipment and furniture required for the hospital.



Taluk Hospital, Feroke

For the construction of a G+3 new block with facilities such as Ambulance drop, consultation room, injection/nebulization room, minor OT, X-ray-console, triage, observation room, resuscitation, reception, sample collection, pharmacy, medicine OPD, opthal OPD, optometry room, ortho OPD – procedure room, etc., Central laboratory, blood storage, ICTC, RNTCP, USG room, general OPD, pediatrics OPD, ENT. Dermatology OPD, snacks bar, staff lounge – male and female, Male ward and Female ward, KIIFB sanctioned Rs.20.35 crore and the project have been successfully completed. Also, Rs.1.18 crore was sanctioned for the procurement of high-end medical equipment and furniture for the hospital. The completed project was inaugurated on 31-08-2025.

Taluk Hospital, Chittur

Construction of a six storied building of area 10,159.43 sq.m, a Mortuary of 271.56 sqm, a covered car parking and a Substation and a ramp which extends up to 5th floor were proposed for the Hospital. For the purpose, KIIFB sanctioned Rs.53.95 crore. Facilities in the proposed building include Casualty, Casualty Waiting & MRI Waiting, Registration, Triage, Trauma ICU, Minor OT, Injection Room, Resuscitation, Procedure Room, Plaster Room, ECG, Laboratory, MRI Scan, CT Scan, X-Ray, Ultrasound, and Nurse Station, Consultation Rooms (ENT, General Surgeons, Dental, Psychiatry/Dermatology, Ophthalmology), OP Ticket Counter and Back Facilities, Minor Procedure Room, Audiologist Room, Dirty Linen Room, TB Testing Rooms, ICTC Lab, Central Medical Store, Vaccine Storage/Logistics, Cold Chain Room, Refraction Room, Doctors Launge, Stores And Sterile Store, Superintendent Office And Conference Room, Blood Bank, Dialysis Unit, Staff Rooms, Burns Ward, General Ward Male, Dining Rooms, Dirty Linen, and Rooms for Patients, ENT and Ophthalmology Ward, Diarrhea Ward, Pediatric Ward, General Ward Female, Isolation

Ward, Dining Room and Rooms for Patients, Surgical ICU, General ICU, Surgical Ward Male & Female, Post- Operative Ward, Dining Rooms and Rooms for Patients, Nurse Station, etc, CSSD & Equipment Store, CSSD Sterile Store, OT Complex, Instrument Preparation, Post-Operative/Observation Rooms, Anesthesia and Pre-Anesthesia Room, OT Preoperative Ward, Relative Discussion Room, Clean Linen Store/ Equipment Store, Laundry, AHU and Service Area. The project has been completed and handed over to the hospital on 01-07-2025. Further, Rs.10.29 crore has been sanctioned for the procurement of high-end medical equipment.

Taluk Hospital, Alathur

Demolition of four existing buildings, construction of a new OP block (G+2) and renovation of existing casualty were proposed for the Hospital and for the purpose, KIIFB sanctioned Rs.15.07 crore. The facilities in the new building include Registration, General OP, RSBY, Surgery OP, Medical Storage, Ultrasound, X-Ray with Console, Sample Collection, Plaster Room, Immunisation Room, General physician Room, Ortho OP, Electrical Room, Staircase (2 nos.), Lift, Toilets, RNTCP Lab, ENT OP, Dental OP, General OP, Dental Treatment Room, Audiologist, Dermatology OP, General Lab with Blood Storage, Pathology/Biochemistry Labs, Sample collection and result delivery, Electrical Room, Staircase (2 nos.), Lift, Toilets, Pediatric OP (2 Nos), PMR, ICTC Lab, Nurse Superintend Room, Staircase (2 nos.), Lift, 1 Minor OT (Including Semi-Sterile Doctors and Staff Change Room and Clean Stores), Duty Doctor’s Room, Record Room, Casualty Area with Police

Room and Registration Area, Observation Ward (5 beds), Triage (4 beds), Decontamination Room and Resuscitation Room and Connecting Corridor to the new block. The completed project was inaugurated on 31-01-2026 and currently partially functioning. Furthermore, Rs.77 lakh has been sanctioned for the procurement of high end medical equipment and hospital furniture.

Taluk Hospital, Ottapalam

For obtaining approval of KIIFB, construction of a new hospital block (G+2), provision for

future vertical expansion of two more floor, site Development, Medical gas system, substation, septic tank, sump & pump room etc. were proposed and for the same, KIIFB sanctioned Rs.13.52 crore. Facilities include Casualty registration, waiting minor OT, Observation room, triage, Radiology, doctor room, nurses lounge etc, Gynaec OP, Ortho OP, Paediatric OP, General medicine, Dental OP, Plaster room, Dental treatment room, Immunization etc., ICTC lab, RNTCP lab, general lab, Pathology lab, Psychiatric OP, Dermatology OP, Ophthalmic OP, refraction room and PMR unit. The project has been completed and handed over to the hospital on 09-09-2025. For the procurement of medical equipment and hospital furniture, KIIFB also sanctioned Rs.66.81 crore.

Taluk Hospital, Malayinkeezhu

KIIFB has sanctioned Rs. 19.64 crore for the construction of a hospital building over six floors with a total area of 3073 square metres. The facilities include casualty, trauma care, operation theatre, pharmacy, OP rooms, male and female wards, and post-operative wards. In addition, KIIFB has also sanctioned Rs. 36.27 crore for the procurement of necessaey medical equipment. The project has been completed and handed over on 22-04-2026.

Taluk Hospital, Parassala

KIIFB sanctioned Rs.38.61 crore for the construction of a G+4 building having an area of 6923 m2 with facilities such as Reception, Waiting area, Record room, Back office, Causality, Department of radiology, Public Toilets, Server room, Electric room, Out-patient dept. of all departments, Waiting area, Public Toilets, Staff toilet, Substation, Electric room, Server room, Pharmacy, Nurses room, Doctors room, Isolation ICU, General ICU-Female, General ICU-Male, Surgical ICU, Service utility, Doctor's& nurse room, Laboratory, Electric room, Server room, Public Toilets, Pre-OT, Change room, OT-3, Post -OT, Stretcher bay, CSSD, Soiled

room, Chartprep, Pharmacy, Store, Anaesthetist, Service utility, Doctor's& nurse room, Electric room, ELV IDF room, Administration Department, 2 stair head room and Solar. The project has been completed and handed over to the hospital on 24-04-2026. An additional amount of Rs.4.65 crore has also been sanctioned for the procurement of necessary medical equipment.

Thus, through KIIFB, governments continue its commitment to strengthen Kerala's public healthcare system and ensure access to advanced medical services across the state.

Transforming Education in Kerala: Empowering Futures through Educational Infrastructure Development

Developments in General Education Sector

General Education Sector Kerala, long celebrated for its progressive outlook on education, has taken a giant leap forward in modernizing its public education system through a series of comprehensive infrastructure development initiatives. Spearheaded by the Education Protection Mission, announced during the 2017–18 Budget Speech by the then Hon'ble Finance Minister, this mission set a transformative agenda for improving the quality, accessibility, and digital readiness of government and aided schools across the state. With robust funding support from the KIIFB and execution through various Special Purpose Vehicles (SPVs), this initiative has set a national benchmark in school modernization.

At the heart of the Education Protection Mission was the establishment of 44,705 high-tech classrooms in over 4,500 government and aided schools. Each classroom was equipped with a laptop, ceiling-mounted multimedia projector, projection screen, HDMI cables, USB speakers, and high-speed broadband internet connectivity. This initiative was implemented by KITE (Kerala Infrastructure and Technology for Education), the designated SPV, with financial backing from KIIFB. The integration of Information and Communication Technology (ICT) tools into classrooms revolutionized the teaching-learning experience, encouraging interactive, student-centered pedagogy.

Simultaneously, 11,257 high-tech labs were established in over 12,000 primary schools, each equipped with essential digital learning tools such as laptops and projectors. Recognizing the critical role of teachers in ensuring the effectiveness of this digital transformation, over 77,000 educators were trained in ICT tools and smart classroom management techniques. These efforts contributed to bridging the digital divide, enhancing learning outcomes, and promoting technological literacy across Kerala's student population.

The collective impact of these innovations has been profound—approximately 2.1 million students have directly benefited, making Kerala the first state in India to equip all public schools with high-tech classrooms.

In addition to high-tech classroom upgrades, the 2017–18 Budget also announced the establishment of Centres of Excellence—one in each Legislative Assembly constituency.

Under this program, 139 schools were selected for upgradation under the ₹5 crore category. Of these, 139 schools have been completed. KITE served as the main SPV for this initiative. Additionally, two schools were reassigned to KITCO, those are under construction.

To ensure inclusivity, the Government of Kerala launched another scheme targeting schools with student strength above 1,000 that were not covered under the Centres of Excellence program. A maximum of ₹3 crore was allocated to 385 such schools, with project execution distributed among SPVs including KITE, WAPCOS, INKEL, and KILA. Out of the 385 Schools, 236 Schools under 3 Cr category was completed.

The current status of 3 Cr School projects is as follows:

KITE: Out of 94 Schools, 93 schools completed and handed over. One School was found non-feasible.
WAPCOS: Out of 50 Schools, 49 schools were completed, 1School is under construction
KILA: Out of 200 Schools, 56 schools completed, 107 Schools are under construction
INKEL: Out of 39 schools, 37 schools completed, One School is under construction and One School was terminated
KITCO: Out of 2 Schools, 1 school is under construction and DPR of another school is under appraisal.
Additionally, under the ₹1 crore funding category, out of the 446 Schools assigned to SPV KILA, 266 schools were completed and 94 works are ongoing.

The details of School projects -Special Purpose Vehicle (SPV) wise may be seen below.

SPV	**Funding Category**	**Total Schools (vide AS order)**	**FS issued by KIIFB**	**Completed**	**Work in progress**
KILA	1 Cr	446	431	266	94
	3 Cr	200	191	56	107
WAPCOS	3 Cr	50	50	49	1
INKEL	3 Cr	39	39	37	1
	3 Cr	94	94	93	0

KITE	5 Cr	139	139	139	0
	3Cr	2	1	0	1
KITCO	5Cr	2	2	0	2
Total		**972**	**947**	**640**	**206**

Completed Projects

SGMGHSS Kolathur

Government, through the Budget Speech 2017–18, announced the "Betterment of Infrastructural Facilities in 229 Schools" (217+10+2) as a KIIFB-funded project. Subsequently, technical sanction was accorded for an amount of ₹2.97 crores.

The project envisages the development of the school's infrastructure to augment facilities and provide world-class educational opportunities to the general public. The primary objective is to improve the school's infrastructure and establish it as a Centre of Excellence in academic and extracurricular activities.

The scope of work includes the construction of a Lower Ground Floor and Ground Floor with a total built-up area of 663 sqm, while provisions for the First and Second Floors have been considered for future expansion. The new building is intended to serve as the Higher Secondary Block.

The facilities include 4 classrooms, a principal's room, staff room, girls' room, and other essential amenities.

SMGHSS Kunnamathanam

Government, through the Budget Speech 2017–18, announced the "Betterment of

Infrastructural Facilities in 229 Schools" (217+10+2) as a KIIFB-funded project. Subsequently, technical sanction was accorded for an amount of ₹3.06 crores.

The project envisages the development of the school's infrastructure to augment facilities and provide world-class educational opportunities to the general public. The primary objective is to improve the school's infrastructure and establish it as a Centre of Excellence in academic and extracurricular activities.

The scope of work includes the construction of a Ground Floor and First Floor with a total built-up area of 900.24 sqm.

The facilities include 6 classrooms, a principal's room, staff room, office room, lab, library and other essential amenities. The project is completed on 28.02.2025.

TMGHSS Peringanad

The Government of Kerala has undertaken several initiatives for the rejuvenation of government schools across the state. Through the Budget Speech 2017–18, the Government announced the "Betterment of Infrastructural Facilities in 229 Schools" (217+10+2) as a KIIFB-funded project.

The Kerala Infrastructure Investment Fund Board (KIIFB) is the funding agency for this infrastructure project. Subsequently, technical sanction was accorded for an amount of ₹3.09 crores.

As per the contract documents, the scope of work included the new construction/vertical extension of the Higher Secondary School (HSS) Block (G+2) and the HSS Lab Block. However, due to site conditions, the construction of the HSS Lab Block was excluded from the project scope.

The proposed facilities include 4 classrooms, a principal's room, staff room, girls' room, and other essential amenities.

The school was handed over to the client on 30.11.2025.

GUPS Palavila (GED003-03-13)

GUPS Palavila was established in 1900 and it is managed by the Department of Education. It is located in ATTINGAL block of THIRUVANANTHAPURAM district of Kerala. This school was included in KIIFB's 1 Crore funding and completed on 25.11.2025 under the SPV

KILA. 3 classrooms in Ground Floor and 3 clssroom in first floor and 3 classrooms in second floor are completed.

GHSS Kadambur School (3 Cr)

Palakkad district's Ottapalam Assembly Constituency, GHSS Kadambur School is one of the schools being constructed under the ₹3 crore category of KIIFB projects. With more than 1,500 students studying in the school, the institution previously faced difficulties due to old and weakened buildings and an insufficient number of classrooms for the smooth functioning of the school. The lack of basic facilities such as a physics lab and computer lab had also become an obstacle to providing quality education to the students at this school.

In connection with the Government's Public Education Protection Mission, the Hon'ble Finance Minister had announced in the 2018–19 State Budget Speech a scheme to provide ₹3 crore each through KIIFB for infrastructure development in 166 schools across the state with more than 1,000 students. Based on this, the General Education Department issued administrative sanction orders for allocating ₹3 crore each from the KIIFB fund for infrastructure development in these 166 schools.

Accordingly, the DPR (Detailed Project Report) of GHSS Kadambur School was submitted to KIIFB by the project implementing agency, and on 01.03.2021, KIIFB granted financial sanction for ₹2,98,46,046/- and later revised to Rs. 3,50,13,116/-. Although the DPR for this project was initially prepared by INKEL, the Government later entrusted the project implementation to KILA, and the project was completed under the supervision of

KILA.

The project envisaged a new academic block with a total area of 1145.16 sq.m., consisting of 9 classrooms spread across three floors. Construction of the building began on 01.10.2023. The ground floor includes 2 classrooms, a staff room, office room, and boys' toilet. The first floor includes 2 classrooms, a physics lab and computer lab for the High School section, and a girls' toilet. The second floor includes 5 classrooms and a boys' toilet.

The construction of this school building has been completed on 15-12-2025, and inaugurated. With this, the shortage of classrooms in the school will be resolved, and it is expected to attract more students to the High School section.

GHSS Paivalike Nagar School (3 Cr)

Kasaragod district's Manjeshwaram Assembly Constituency, GHSS Paivalike Nagar School is one of the schools being constructed under the ₹3 crore category of KIIFB projects. With more than 1,400 students studying in the school, the institution previously faced difficulties due to old and weakened buildings and an insufficient number of classrooms for the smooth functioning of the school. The lack of basic facilities such as a science lab and staff room had also become an obstacle to providing quality education to the students of this school.

In connection with the Government's Public Education Protection Mission, the Hon'ble Finance Minister had announced in the 2018–19 State Budget Speech a scheme to provide ₹3 crore each through KIIFB for infrastructure development in 166 schools across the state with more than 1,000 students. Based on this, the General Education Department issued administrative sanction orders for allocating ₹3 crore each from the KIIFB fund for infrastructure development in these 166 schools.

Accordingly, the DPR (Detailed Project Report) of GHSS Paivalike Nagar School

was submitted to KIIFB by the project implementing agency, and on 25.02.2021, KIIFB granted financial sanction for ₹2,97,94,509/-. Later, a revised financial sanction amounting to ₹3,85,93,760/- was also approved by KIIFB. Although the DPR for this project was initially prepared by INKEL, the Government later entrusted the project implementation to KILA, and the project was completed under the supervision of KILA.

The project envisaged a new academic block with a total area of 1317.66 sq.m. (14,178 sq.ft.), consisting of 8 classrooms, a chemistry lab, staff room, and office room spread across three floors. Construction of the building began on 27.07.2023. The ground floor includes a chemistry lab, HSS staff room, office room, HM room, and boys' toilet. The first floor includes 4 classrooms, HS staff room, and girls' toilet. The second floor includes 4 classrooms and a boys' toilet.

The construction of this school building has now been completed and inaugurated on 22-10-2025 . With this, the shortage of classrooms in the school will be resolved, and it is expected to attract more students to the Higher Secondary School section.

GHSS Perdala School (3 Cr)

Kasaragod district's Kasaragod Assembly Constituency, GHS Perdala School is one of the schools being constructed under the ₹3 crore category of KIIFB projects. With more than 1,000 students studying in the school, the institution previously faced difficulties due to old and weakened buildings and an insufficient number of classrooms for the smooth functioning of the school. The lack of basic facilities such as a science lab and conference hall had also become an obstacle to providing quality education to the students of this school.

In connection with the Government's Public Education Protection Mission, the Hon'ble Finance Minister had announced in the 2018–19 State Budget Speech a scheme to provide ₹3 crore each through KIIFB for infrastructure development in 166 schools across the state with more than 1,000 students. Based on this, the General Education Department issued administrative sanction orders for allocating ₹3 crore each from the KIIFB fund for infrastructure development in these 166 schools.

Accordingly, the DPR (Detailed Project Report) of GHS Perdala School was submitted to KIIFB by the project implementing agency, and on 25.02.2021, KIIFB granted financial sanction for ₹2,98,53,077/-. Later, a revised financial sanction amounting to ₹3,89,69,240/- was also approved by KIIFB. Although the DPR for this project was initially prepared by INKEL, the Government later entrusted the project implementation to KILA, and the project was completed under the supervision of KILA.

The project envisaged a new academic block with a total area of 1311.95 sq.m. (14,117 sq.ft.), consisting of 12 classrooms, a science lab, and a conference hall spread across three floors. Construction of the building began on 14.04.2024. The ground floor includes 6 classrooms and a boys' toilet. The first floor includes 6 classrooms and a girls' toilet. The second floor includes a science lab, conference hall, and boys' toilet,stairs in all floors.

The construction of this school building has now been completed and inaugurated on 05-12-2025. With this, the shortage of classrooms in the school will be resolved, and it is expected to attract more students to the High School section.

GHSS Mathil (3 Cr)

Kannur district's Payyanur Assembly Constituency, GHSS Mathil School is one of the schools being constructed under the ₹3 crore category of KIIFB projects. With more than 1,000 students studying in the school, the institution previously faced difficulties due to old and weakened buildings and an insufficient number of classrooms for the smooth functioning of the school. The lack of basic facilities such as a science lab and computer lab had also become an obstacle to providing quality education to the students of this school.

In connection with the Government's Public Education Protection Mission, the Hon'ble Finance Minister had announced in the 2018–19 State Budget Speech a scheme to provide ₹3 crore each through KIIFB for infrastructure development in 166 schools across the state with more than 1,000 students. Based on this, the General Education Department issued administrative sanction orders for allocating ₹3 crore each from the KIIFB fund for infrastructure development in these 166 schools.

Accordingly, the DPR (Detailed Project Report) of GHSS Mathil School was submitted to KIIFB by the project implementing agency, and on 01.03.2021, KIIFB granted financial sanction for ₹2,99,06,615/-. Later, a revised financial sanction amounting to ₹3,89,77,710/- was also approved by KIIFB. Although the DPR for this project was initially prepared by INKEL, the Government later entrusted the project implementation to KILA, and the project was completed under the supervision of KILA.

The project envisaged a new academic block with a total area of 1275.21 sq.m., spread across three floors. Construction of the building began on 17.09.2023. The ground floor includes 3 classrooms, a computer lab, science lab, and girls' toilet. The first floor includes 3 classrooms, a language room, library, and boys' toilet. The second floor includes 3 classrooms, a maths lab, social science lab, and boys' toilet ad stairs headroom.

The construction of this school building has now been completed on 31-12-2025. With this, the shortage of classrooms in the school will be resolved, and it is expected to attract more students to the High School section.

GVHSS Edayannur (3 Cr)

Kannur district's Mattannur Assembly Constituency, GVHSS Edayannur is one of the schools being constructed under the ₹3 crore category of KIIFB projects. With more than 1,000 students studying in the school, the VHSE department previously had only limited facilities. The lack of necessary laboratories for VHSE students had become an obstacle to providing quality education to the students of this school.

In connection with the Government's Public Education Protection Mission, the Hon'ble Finance Minister had announced in the 2018–19 State Budget Speech a scheme to provide ₹3 crore each through KIIFB for infrastructure development in 166 schools across the state with more than 1,000 students. Based on this, the General Education Department issued administrative sanction orders for allocating ₹3 crore each from the KIIFB fund for infrastructure development in these 166 schools.

Accordingly, the DPR (Detailed Project Report) of GVHSS Edayannur was submitted to KIIFB by the project implementing agency, and on 01.03.2021, KIIFB granted financial sanction for ₹2,98,89,575/-. Later, a revised financial sanction amounting to ₹3,89,60,050/- was also approved by KIIFB. Although the DPR for this project was initially prepared by INKEL, the Government later entrusted the project implementation to KILA, and the project was completed under the supervision of KILA.

The project envisaged a new academic block with a total area of 1311.95 sq.m., spread across three floors. Construction of the building began on 06.01.2024. The ground floor includes an office room, staff room, classroom, VHSE lab, and boys' toilet. The first floor includes 3

VHSE labs and a girls' toilet. The second floor includes 4 classrooms and a boys' toilet.

As part of the construction work, the remaining soil is currently lying in front of the building. The Panchayat authorities are taking steps to remove the soil.

Following this, the construction of the school building will be formally completed and inaugurated on 31-07-2025. With this, the shortage of classrooms in the school will be resolved, and it is expected to attract more students to the Vocational Higher Secondary section.

GUPS Paramba (3 cr)

Malappuram district's Nilambur Assembly Constituency, GUPS Paramba School is one of the schools being constructed under the ₹3 crore category of KIIFB projects. With more than 1,500 students studying in the school, the institution previously faced difficulties due to old and weakened buildings and an insufficient number of classrooms for the smooth functioning of the school. The lack of basic facilities such as classrooms and a program hall had also become an obstacle to providing quality education to the students at this school.

In connection with the Government's Public Education Protection Mission, the Hon'ble Finance Minister had announced in the 2018–19 State Budget Speech a scheme to provide ₹3 crore each through KIIFB for infrastructure development in 166 schools across the state with more than 1,000 students. Based on this, the General Education Department issued administrative sanction orders for allocating ₹3 crore each from the KIIFB fund for infrastructure development in these 166 schools.

Accordingly, the DPR (Detailed Project Report) of GUPS Paramba School was submitted to KIIFB by the project implementing agency, and on 25.02.2021, KIIFB granted financial sanction for ₹2,98,80,647/-. Later, a revised financial sanction amounting to ₹3,89,97,110/- was also approved by KIIFB. Although the DPR for this project was initially prepared by INKEL, the Government later entrusted the project implementation to KILA, and the project was completed under the supervision of KILA.

The project envisaged a new academic block with a total area of 1250.91 sq.m., consisting of 10 classrooms, a program hall, Office room, and staff room spread across three floors. Construction of the building began on 05.07.2023. The ground floor includes an Office room, program hall, and boys' toilet. The first floor includes 4 classrooms, a staff room, and a girls' toilet. The second floor includes 6 classrooms and a boys' toilet.

The construction of this school building has now been completed on 02-03-2026. With this, the shortage of classrooms in the school will be resolved, and it is expected to attract more students to the school.

GVHSS Omannur (3 Cr)

Malappuram district's Kondotty Assembly Constituency, GVHSS Omannur School is one of the schools being constructed under the ₹3 crore category of KIIFB projects. With more than 1,500 students studying in the school, the institution previously faced difficulties due to old and weakened buildings and an insufficient number of classrooms for the smooth functioning of the school. The lack of basic facilities such as physics, biology, and chemistry labs had also become an obstacle to providing quality education to the students of this school.

In connection with the Government's Public Education Protection Mission, the Hon'ble

Finance Minister had announced in the 2018–19 State Budget Speech a scheme to provide ₹3 crore each through KIIFB for infrastructure development in 166 schools across the state with more than 1,000 students. Based on this, the General Education Department issued administrative sanction orders for allocating ₹3 crore each from the KIIFB fund for infrastructure development in these 166 schools.

Accordingly, the DPR (Detailed Project Report) of GVHSS Omanoor School was submitted to KIIFB by the project implementing agency, and on 01.03.2021, KIIFB granted financial sanction for ₹2,96,59,504/-. Although the DPR for this project was initially prepared by INKEL, the Government later entrusted the project implementation to KILA, and the project was completed under the supervision of KILA.

The project envisaged a new academic block with a total area of 1294.46 sq.m., consisting of 3 Higher Secondary labs, 4 Higher Secondary classrooms, and 6 High School classrooms spread across three floors. Construction of the building began on 23.12.2023. The ground floor includes 3 Higher Secondary labs and a boys' toilet. The first floor includes 4 Higher Secondary classrooms and a girls' toilet. The second floor includes 6 High School classrooms and a boys' toilet.

The construction of this school building has been completed and inaugurated on 31-12-2025. With this, the shortage of classrooms in the school will be resolved, and it is expected to attract more students to both the High School and Higher Secondary sections.

GHSS Kottodi (1 Cr)

GHSS Kottodi, located in Kasaragod district, is one of the schools constructed under the ₹1

crore category of KIIFB-funded school infrastructure development projects. The project was undertaken with the objective of improving the educational infrastructure and providing better facilities for students studying in the school.

Government, through the Budget Speech 2018–19, announced the project "Betterment of Infrastructure Facilities in 446 Schools – ₹1 Crore Category" under KIIFB funding. Subsequently, Administrative Sanction was issued entrusting KILA as the Special Purpose Vehicle (SPV) for executing the school projects at a total cost of ₹446 crore. Financial Sanction for the project at GHSS Kottodi was accorded for ₹1,21,44,667/-.

Accordingly, the infrastructure development works at GHSS Kottodi were taken up under the KIIFB project. The project included the construction of a new academic block comprising 3 classrooms on the ground floor, each having an area of 6.10 m × 6.10 m, along with a storeroom, boys' toilet, and staircase room. The first floor consists of 3 classrooms of the same size, a girls' room, girls' toilet, staircase, and head room.

The construction works were completed successfully, and the building was inaugurated on 30.04.2025. With the completion of the project, the school has gained improved classroom facilities and essential infrastructure, thereby creating a better learning environment for students and supporting the overall development of the institution.

GLPS Thuvvur (1 Cr)

GLPS Thuvur, located in Malappuram district, is one of the schools constructed under the ₹1 crore category of KIIFB-funded school infrastructure development projects. The project was undertaken with the objective of improving the academic infrastructure and providing better facilities for students studying in the school.

Government, through the Budget Speech 2018–19, announced the project “Betterment of Infrastructure Facilities in 446 Schools – ₹1 Crore Category” under KIIFB funding. Subsequently, Administrative Sanction was issued entrusting KILA as the Special Purpose Vehicle (SPV) for executing the school projects at a total cost of ₹446 crore. Financial Sanction for the project at GLPS Thuvur was accorded for ₹1,28,57,950/-.

Accordingly, the infrastructure development works at GLPS Thuvur were taken up under the KIIFB project. The project included the construction of a new academic block comprising 3 classrooms and a toilet block on the ground floor, and 3 classrooms along with a toilet block and staircase room on the first floor.

The construction works were completed successfully on 30.12.2025 and the building was inaugurated. Rectification works are presently pending completion. With the completion of the project, the school has gained improved classroom facilities and better basic infrastructure, thereby providing a more conducive learning environment for students and supporting the overall development of the institution.

GHSS Marayamangalam (1 Cr)

GHSS Marayamangalam, located in Palakkad district, is one of the schools constructed under the ₹1 crore category of KIIFB-funded school infrastructure development projects. The project was undertaken with the objective of improving the academic infrastructure and

providing better facilities for students studying in the school.

Government, through the Budget Speech 2018–19, announced the project “Betterment of Infrastructure Facilities in 446 Schools – ₹1 Crore Category” under KIIFB funding. Subsequently, Administrative Sanction was issued entrusting KILA as the Special Purpose Vehicle (SPV) for executing the school projects at a total cost of ₹446 crore. Financial Sanction for the project at GHSS Marayamangalam was accorded for ₹1,29,19,390/-.

Accordingly, the infrastructure development works at GHSS Marayamangalam were taken up under the KIIFB project. The project included the construction of a new academic block comprising 4 classrooms on the ground floor and 4 classrooms on the first floor, along with a common verandah on each floor and a staircase.

The construction works were completed successfully, and the building was inaugurated on 30.12.2025. With the completion of the project, the school has gained improved classroom facilities and better educational infrastructure, thereby providing a more conducive learning environment for students and supporting the overall development of the institution.

Commenced Projects

GHSS Chittar

Government, through the Budget Speech 2017–18, announced the "Betterment of Infrastructural Facilities in 229 Schools" (217+10+2) as a KIIFB-funded project. Administrative Sanction was accorded vide G.O. (Rt) No. 977/2018/GEDN dated 06/03/2018 for an amount of Rs. 4,55,63,761.38 (including GST). The Financial Sanction (FS) approved by KIIFB was Rs. 3.90 crores, while the Technical Sanction amount approved was Rs. 3.27 crores.

The site was handed over to the contractor on 22.04.2026, with a project duration of 9 months. However, the work was hindered due to massive rock conglomeration and an unexpected water spring at the foundation level. Consequently, the contract period was extended until 30.08.2026. The current physical progress of the project is 40.03%.

Developments in Higher Education Sector

Among the several states in India, Kerala occupies an enviable position in terms of several indicators of social and human development. Kerala's higher education sector is undergoing a transformative shift. The unprecedented national rankings and accreditations secured by several institutions across the State are reflective of the progress. The importance of higher education further increases in the era of international competition and globalisation. As a first step, the existing infrastructure of higher education institutions needs to be developed.

In the era of liberalisation, privatisation and globalisation, several reforms are being proposed on financing higher education. Higher education everywhere is financed by the state to a substantial extent. As part of this, Government have announced infrastructure development of such institutions by utilising KIIFB fund during the financial year 2016-17. Based on the same, Higher Education Department has issued orders for identified projects in the state, and several other projects are in the pipeline.

The augmentation projects include construction of academic buildings, equipment, hostels, translational research centres and centres of excellence in universities, buildings, furniture, lab facilities etc for Arts & Science Colleges, Polytechnic Colleges and engineering colleges. Till this date, KIIFB has invested an amount of Rs.2351.33 crore for 52 projects in the State and out of this, 41 projects are completed and balance projects are in the various stages of their execution. For the period from April 2025 to March 2026, 'Augmentation of infrastructural facilities at Govt. College, Thalsery Chokli' and 'Transforming Mananthawady campus into a world-class academic institution as part of upgrading Kannur University as Centre of Excellence' are completed.

Augmentation of infrastructural facilities at Govt. College, Thalsery Chokli

KIIFB has accorded financial sanction for infrastructure development works at Government College Thalassery, Chokli, for an amount of Rs.9.043 crore. The sanctioned project aims at strengthening the academic and support infrastructure of the institution to enhance the quality of higher education. The scope of the project includes Construction of an Academic Block (B+G+2) with a total plinth area of 2137.61 sq. m, construction of a Canteen-cum-Amenity Block (G+2) with a plinth area of 708.132 sq. m and construction of a Hostel Block (G+1) with a plinth area of 1428.41 sq. m. During the execution stage of the project, the financial sanction was revised to Rs14.16 crore, taking into account the enhanced requirements and scope of development, thereby achieving comprehensive campus infrastructure development, significant improvement in the physical and academic environment for students and faculty and Support for modernization and long-term quality enhancement in alignment with the State's higher education development goals.

Canteen building

Academic Building 1

Ladies' Hostel

Transforming Mananthawady campus into a world-class academic institution as part of upgrading Kannur university as Centre of Excellence

In alignment with the Government of Kerala's Nava Kerala Mission, specifically the "Creation of Centers of Excellence in Education" scheme, Kannur University is prioritizing the transformation of its Mananthavady Campus into a world-class academic institution. This initiative, aimed at democratizing higher education in North Malabar, is funded by KIIFB with a sanctioned amount of Rs. 2,57,66,082/-. The establishment of a new 561.80 sqm academic block equipped with comprehensive electrical works (LT connection), fire protection and detection systems, and HVAC systems. It also involves road and parking works, land development, RCC sump and pump room, a septic tank designed for 50 users, and comprehensive water supply and sanitary systems. The upgraded facilities will position the university as a sought-after partner for international research collaborations, successfully transitioning the campus from a regional centre to a prestigious destination for the global academic community.

Thus, KIIFB exemplifies how financial innovation can support a state's sustainable development objectives in higher education sector. By bridging the gap between academic growth and environmental responsibility, it has redefined infrastructure governance in Kerala.

Thrissur Zoological Park, Wildlife Conservation and Research Centre, Puthur

Puthur Zoological Park, located in Thrissur and spread across 340 acres, is envisioned as one of the largest zoological parks in Asia and the first designer zoo in India. The Kerala Infrastructure Investment Fund Board has sanctioned ₹331 crore for the development of this ambitious project under the Forest and Wildlife Department.

Designed with modern facilities and a strong emphasis on animal welfare and habitat conservation, the park aims to provide a naturalistic environment for wildlife while offering visitors an enriching and educational experience. The project includes open enclosures, safari zones, and eco-friendly infrastructure to ensure the sustainable management of resources.

The formal inauguration of the project was conducted by the Hon'ble Chief Minister on 29 October 2025. Now in its final stage of completion, the park was opened to the public on 28 February 2026 and officially inaugurated by the Hon'ble Forest Minister and the Hon'ble Revenue Minister, marking a significant milestone in Kerala's wildlife conservation and eco-tourism initiatives.

Areial view of Puthur Zoological Park

The Master Plan was devised by Shri. John Coe, M/s Jon Coe Designs Private Limited, Australia. The project is proposed to be carried out in two phases. Rs. 122.21 Crore was availed from KIIFB for Phase I & Rs. 208.57 Crore has been sanctioned by KIIFB for phase II, for implementing the work through CPWD. The upgradation of access road to Puthur Zoological Park which forms part of Thrissur – Mannamangalam MDR (chainage: km 4/500 (NH 544 crossing) to 8/200 (Payyapillimoola) has also included in the second phase of the project.

Overall Progress of the Project

The formal inauguration of the project was carried out by the Hon'ble Chief Minister on 29 October 2025. Following the completion of major development works, the park was officially opened to the public on 28 February 2026 by the Hon'ble Forest Minister and the Hon'ble Revenue Minister.

At present, the project is in its final stage of completion. Minor works related to the bird enclosures are still pending due to the non-availability of China-made nets required for the aviary structures; these works are expected to be completed at the earliest upon procurement of the materials. In addition, access road development works are currently in progress, with the physical progress estimated at around 60 percent.

Puthur Zoological Park represents a major transformation in the concept of zoological parks in India. By integrating wildlife conservation, environmental education, tourism, and modern ecological design, the park aims to establish new standards in animal care and visitor experience. Its large natural habitats, eco-friendly infrastructure, and focus on sustainable development distinguish it from traditional zoos. As one of Kerala's most ambitious environmental and tourism projects, the park has significant potential to emerge as a landmark center for wildlife conservation, scientific research, and eco-tourism in South Asia.

KIIFB's Transformative Role in Elevating Kerala's Sports Sector

KIIFB has emerged as a transformative force in Kerala's sports sector, playing a significant role in nurturing and promoting sporting talent across the state. Through strategic investments and targeted initiatives, the Kerala Infrastructure Investment Fund Board has contributed substantially to the growth and advancement of sports by facilitating the development of essential infrastructure such as stadiums, synthetic tracks, swimming pools,

football turfs, and modern training facilities.

Some of the key aspects that highlight KIIFB's pivotal role in strengthening Kerala's sports ecosystem include:

Infrastructure Development:

KIIFB has allocated substantial funding for the construction, renovation, and modernization of sports infrastructure throughout Kerala. These initiatives include the development of stadiums, sports complexes, indoor arenas, and training centers, providing athletes with high-quality facilities to train, practice, and compete effectively.

Promotion of Sporting Events:

By investing in world-class sports infrastructure, KIIFB has indirectly encouraged the organization and hosting of sporting events across the state. Such events create valuable opportunities for local athletes to demonstrate their talent while also attracting participants and spectators from other regions, thereby fostering a dynamic and vibrant sports culture in Kerala.

Community Engagement and Social Impact:

KIIFB's investments in sports infrastructure extend beyond competitive sports and positively impact the wider community. Accessible and well-maintained sports facilities encourage greater public participation in sports and physical activities, promoting healthier lifestyles and improving the overall well-being of Kerala's residents. These spaces also strengthen community interaction and social inclusion.

Empowering Athletes:

Through the provision of state-of-the-art infrastructure and improved support systems, KIIFB empowers athletes to realize their full potential. Modern training environments and better facilities enable sportspersons from Kerala to compete more effectively at national and international levels, enhancing the state's reputation in the sporting arena.

By aligning infrastructure development with broader social and developmental objectives, KIIFB continues to play a crucial role in building a stronger sporting culture in Kerala while

supporting youth development, public health, and athletic excellence.

Details of some sports project completed in the financial year 2025-2026:

Construction of I.M. Vijayan Indoor Stadium & Sports Complex at Laloor, Thrissur District

In the Budget Speech for 2016–17 (para 124. 125. 126), the Government announced the 'Construction of I.M. Vijayan Indoor Stadium & Sports Complex at Laloor, Thrissur District for implementation under KIIFB funding in a land of 14.07 acres which is owned by the Thrissur Municipal Corporation.

Administrative Sanction has been accorded for the construction of I.M. Vijayan Indoor Stadium & Sports Complex at Laloor, Thrissur District for an amount of Rs.70.56 Cr vide Government Order G.O.(Rt) No. 95/2017/S&YA dated 15.05.2017 crore and appointed KITCO as the SPV for the project implementation. Accordingly, Financial Sanction issued for an amount of Rs. 56.01 Cr vide Order No. APR-3/143/2017/KIIFB dated 21.12.2017. Later, Technical Sanction for an amount of ₹50,18,56,580 was accorded on 18.06.2018 vide Order No. 21/KIIFB/2018–19.

The Stadium Complex comprises the following facilities:

- Indoor Stadium
- Pavilion Gallery
- Seating Gallery
- Swimming Pool with Changing Rooms
- Administrative Block
- Pump Room
- FIFA-standard Synthetic Football Turf
- ITF-standard Acrylic Tennis Court
- Security Cabin

The work was tendered and awarded to the lowest bidder M/s South Indian Constructions Private Limited, with the agreed PAC of Rs. 46,39,96,609/-. The work order was issued on 18.02.2019, stipulating a construction period of 24 months, covering civil,

electrical, and plumbing works. The site was handed over to the contractor on 04.03.2019. In addition, the works related to synthetic football turf and tennis court was awarded to M/s Great Sports Tech Limited, Hyderabad, for an amount of ₹4,66,87,043/-.

Facilities for each building as detailed

Indoor Stadium Details: The Indoor Stadium is a two-storey building with a total built-up area of 85,318 sq. ft., accommodating the following facilities like 4 Ticket Counters, 2 Dormitories, 4 Guest Rooms, Gymnasium, VIP Lounge, 4 Office Rooms, Medical Room, Sports Goods Store Room, Provision for 4 Lifts, 53 Toilet Units for men, women, and persons with disabilities, Electrical Room & Fire Control Room.

Pavilion Gallery Building

The Pavilion Gallery Building is a three-storey structure with a total built-up area of 13,769 sq. ft, consisting of Storeroom, Conference Hall, Media and Selectors' Hall ,Open Gallery, Office Rooms, Provision for Lift, Toilets for men, women, and persons with disabilities, Electrical Room Fire Control Room & Medical Room.

Swimming Pool Complex: includes Practice Pool of size 25 m × 12.5 m, balancing tank, filtration System and Separate Changing Rooms and Toilets for men and women.

Sports Facilities: FIFA-standard Synthetic Football Turf of size 105 m × 68 m and ITF-standard Acrylic Tennis Court of size 36.57 m × 18.28 m have been completed.

Administrative Block: It is a two-storey building with a total built-up area of 2,961 sq. ft., comprising: Mini Conference Hall, 2 Office Rooms, 2 Guest Rooms &Toilets.

Water Supply and Sanitation Facilities: An Overhead Water Tank with a capacity of 45,000 litres has been constructed to meet the water supply requirements of the complex. An underground water storage tank with a capacity of 4,75,000 litres, along with an associated pump room, has been constructed for water collection and storage.

The work was inaugurated by the Hon'ble Minister of Sports & Youth Affairs on 03 November 2025.

MRC Krishnan Memorial Indoor Stadium, Thrikkaripur, Kasargod

Kerala has a proud tradition of producing world-class athletes and strengthening sports infrastructure to meet international standards essential for sustaining this legacy. The availability of a high-quality sports institute is a crucial prerequisite for the growth and development of sports activities in the state. A modern sports facility enables the scientific development of sports and provides a structured platform where athletes can receive professional training from skilled coaches across multiple sports disciplines. Such facilities also play a vital role in preparing sportspersons to compete at national and international levels.

The Kerala Infrastructure Investment Fund Board plays a crucial role in strengthening and advancing the sports ecosystem in the state. Through targeted investments and strategic interventions, KIIFB supports the development of modern sports infrastructure, thereby creating an enabling environment for athlete development and public participation in sports.

In the Budget Speech for 2016–17, an allocation of approximately ₹500 crore was announced for the development of district-level stadiums. M/s. KITCO and M/S SKF was appointed as the SPV for the project implementation. The SPV M/S KITCO has prepared the Detailed Project Report (DPR) for establishing the District Stadium at Kasargode viz, the MRC Krishnana Memorial Stadium at Thrikarippur, which was subsequently appraised and granted financial sanction for an amount of Rs.33.80cr. MRC Krishnan Memorial stadium is among one of the district stadiums developed & completed on 31.05.2025 under KIIFB funding.

The stadium is situated approximately 2 km away from Nileshwar Town of Kasaragod District, adjacent to Nileshwaram – Chayyom Road, which is in the south-western corner of Kasaragod District. The stadium falls under Thrikkarippur constituency and provides an excellent connectivity to all major towns due to its location. This project focussed on the

development of infrastructure, and improvements in basic amenities to elevate the facility to international standards of sporting excellence, without compromising on essential aspects such as safety, hygiene, and user comfort.

The development includes the construction of Indoor stadium G+1 having ground floor area of 3325.86 sqm & first floor area-1484 sqm, Pavillion Building G+2 (GF- 938 sqm, FF-460.14 sqm, SF- 460.14 sqm) Kabbadi court (10.00 X 13.00m) , Swimming pool (25mx50m) with filtration plant & mini Football Court (60.00 x 35.00 m).

The stadium is supported by a comprehensive set of infrastructure and utility systems designed to ensure safe, efficient, and uninterrupted operations. These include a reliable water supply system comprising borewell, overhead storage tanks to meet the water requirements. Sewage management is addressed through well-designed toilet facilities within the indoor stadium and septic tanks that ensure effective and hygienic disposal of wastewater. In addition, land development works has also been undertaken to improve accessibility across the stadium. The stadium is also equipped with fire protection systems and elevator systems in compliance with safety standards.

The productive use of KIIFB funding at MRC Krishnan Stadium, Kasaragod, has resulted in the development of a well-equipped and modern sports complex in the district. This infrastructure can meet the evolving athletic requirements and deliver high-quality sporting outcomes. This initiative underscores the Government's strong commitment to sustainable infrastructure development and the promotion of excellence in the sports sector.

C.K. Omkarnathan Indoor stadium at Wayanad

The proposed district stadium in Wayanad aims to boast world-class facilities suitable for hosting both international and national gaming events.

Date of completion: 30/08/23

Key features include:

An indoor court with maple flooring with a seating capacity of 5000 viewers,

Olympic-size swimming pool(50mx25m)

Practice pool (25mx12m) complete with changing rooms.

An administrative block, and comprehensive site development works.

The Kerala Infrastructure Investment Fund Board (KIIFB) plays a crucial role in promoting and strengthening sports talent across the state through a comprehensive and inclusive

approach. At the core of its efforts is the development of modern sports infrastructure, including stadiums, training centers, and other advanced sporting facilities that provide athletes with the resources and environment needed to enhance their performance and skills.

Beyond infrastructure development, KIIFB also contributes indirectly to the growth of sports by encouraging community participation and grassroots-level engagement in physical activities. By creating accessible sports spaces and supporting initiatives that promote active lifestyles, KIIFB helps cultivate sporting talent from an early age and fosters a strong sports culture throughout Kerala.

This integrated approach not only supports the development of individual athletes but also contributes to broader social benefits such as improved public health, community well-being, and social harmony. By embedding sports into the everyday lives of people, KIIFB is playing an important role in the holistic development of Kerala's society and its future sporting potential.

Report of Projects in LSGD Sector

Modern Gas Crematorium in Ezhome GP.

In the Budget speech 2017-18, it was announced that an amount of Rs.100 crore is sanctioned from KIIFB for establishing 'Modern Electrical crematoriums' and vide GO (Rt) No.3382/2017/LSGD dated 24/10/2017, inprinciple Administrative sanction has been issued for an amount of Rs.123 crores for the scheme 'Installing Electrical Crematoriums' in 150 LSGIs for the year 2017-18.

Vide G.O.(Rt)No.3711/2017/LSGD dated 18/11/2017, the scheme has been modified to 'Installing Gas Crematoriums' instead of Installing Electrical Crematoriums. M/s.IMPACT Kerala has been entrusted as the SPV for the project.

Construction of Modern Gas Crematorium in Ezhome Gramapamchayath in Kannur district comes under this Administrative sanction. KIIFB has issued Financial Sanction for the construction of a Gas Crematorium in Ezhome Grama Panchayat for an amount of Rs.1,98,72,947/- @ 18% and
Technical Sanction was issued for an amount of Rs.1,84,93,804/- including 18% GST.

The work was tendered and awarded to M/s.Unique Builders & Developers, Kannur for an amount of Rs.1,70,61,126/- (excluding GST) on 09.07.2024.

The crematorium function with LPG as fuel adhering to environmental norms. Suchitwa Mission approved design and specifications of the cremator is followed. The projects includes crematorium building having 189 sqm built up area having a space for single cremator unit, office area, rest rooms, supply and installation of single Gas furnace, etc providing an aesthetic environment around to change the typical atmosphere of a crematorium.

The project has been completed, and the work was inaugurated on 31/10/2025.

Establishment of Modern Gas Crematoriums

In the Budget speech 2017-18, it was announced that an amount of Rs.100 crore is sanctioned from KIIFB for establishing 'Modern Electrical crematoriums' and vide GO (Rt) No.3382/2017/LSGD dated 24/10/2017, inprinciple Administrative sanction has been issued for an amount of Rs.123 crores for the scheme 'Installing Electrical Crematoriums' in 150 LSGIs for the year 2017-18.

Vide G.O.(Rt)No.3711/2017/LSGD dated 18/11/2017, the scheme has been modified to 'Installing Gas Crematoriums' instead of Installing Electrical Crematoriums. M/s.IMPACT Kerala has been entrusted as the SPV for the project

The crematorium function with LPG as fuel adhering to environmental norms. Suchitwa Mission approved design and specifications of the cremator is followed.

The projects include supply and installation of single Gas furnace to multiple units, areas for conducting rituals, body bathing area, sufficient rest rooms, and providing an aesthetic environment around to change the typical atmosphere of a crematorium

Following Gas Crematorium projects have been commenced during the period 01-April-2025 to 31-March-2026 and is under progress.

Construction of Modern Gas Crematorium in Vallathol Nagar GP

KIIFB has issued financial sanction for the project for an amount of Rs.3.083 Cr and TS has been issued for Rs.3.03Cr. The project was tendered and awarded to Mr. Sri.K.Balakrishnan for a contract value of Rs.2,52,69,806/- (excluding GST).

The construction of Modern Gas Crematorium in Vallathol Nagar GP, Thrissur district, awarded on 08-Sep-2025 and work is in progress.

elevation after completion (Model)

Work in progress

Construction of Modern Gas Crematorium for Haripad Municipality

KIIFB has issued financial sanction for the project for an amount of Rs.1.664 Cr and TS has been issued for Rs.1.65Cr. The project was tendered and awarded to M/s.ULCCS for a contract value of Rs.1,86,14,669/- (excluding GST).

The construction of Modern Gas Crematorium in Haripad Municipality, Alappuzha district, awarded on 13-Mar-2026.

Office Building for Kottarakkara Municipality

To improve the facilities and to offer better civic services for the people, the Government of Kerala has accorded Administrative Sanction for Rs.100 Cr for the construction of office building for the newly formed 29 municipalities/corporations vide GO(Rt)No.210/2019/LSGD dated 31/01/2019 and designated IMPACT Kerala Ltd as the Special Purpose Vehicle (SPV) for executing the projects. Kottarakkara Municipality office building has been proposed to be constructed under this Administrative Sanction.

KIIFB has issued financial sanction for the project for an amount of Rs.15.39 Cr and Technical Sanction has been issued for Rs.15.38 CrThe project was tendered and awarded to M/s.ULCCS for a contract value of Rs.13,36,56,687/- (excluding GST)

The work is awarded on 25-Feb-2026. The building consists of space for General Administration, Health, Revenue and Engineering wings, councillors, etc. A Council Hall and Meeting Hall are also included. Provisions for firefighting, ladies and gents toilet blocks, lift, etc are also provided. Ample parking space is also provided. The total area of the building is 3100 sqm.

Urban Rejuvenation and Beautification Scheme: Thiruvananthapuram : Arividam Playscape at Jawahar Bala Bhavan, Thiruvananthapuram

In principle sanction was accorded vide G.O.(Rt)No.1698/2023/LSGD Dated, Thiruvananthapuram, 21-08-2023 for the scheme for a total amount of Rs.300 crores and out of which KIIFB assistance of Rs.100 Crore was sanctioned this year, to implement the scheme in the three major cities Thiruvananthapuram, Kochi and Kozhikode. Project “Arividam Playscape at Jawahar Bala Bhavan” comes under this Administrative sanction.

KIIFB has issued financial sanction for the project for an amount of Rs.4,20,80,000/-. Technical Sanction was later accorded for ₹4,20,13,607/- (Arividam). Tender was floated via the e-tender portal, awarding the Arividam work to M/s B. Subramonium & Co. on 17/09/2025 and site handed over on 17/01/2026.

Scope of the project comprises of construction of knowledge vault, Water play area, Nature

walk, Nature play area and Sea hawk. As on date,10% of work completed and on going works are construction of retaining wall (90% work completed) and water play area (75% work completed).

The project is expected to be completed by 31-10-2026.

Urban Rejuvenation and Beautification Scheme: Kozhikode : Paithrikam – Pond Rejuvenation and heritage Aesthetic- Bilathikulam

In principle sanction was accorded vide G.O.(Rt)No.1698/2023/LSGD Dated, Thiruvananthapuram, 21-08-2023 for the scheme for a total amount of Rs.300 crores and out of which KIIFB assistance of Rs.100 Crore was sanctioned this year, to implement the scheme in the three major cities Thiruvananthapuram, Kochi and Kozhikode. Project “Paithrikam – Pond Rejuvenation and heritage Aesthetic-Bilathikulam” comes under this administrative sanction.

KIIFB has issued financial sanction for the project for an amount of Rs.70,83,375/-. Tender was floated via the e-tender portal, awarding the project to M/s ULCCS for a contract value Rs.71,21,221/- (excluding GST). Site was handed over on 29.09.2026 and work is in progress.

The project aims to uplift the Bilathikulam pond and temple premise by narrating the temple's story through murals and colour palettes. It seeks to enhance aesthetics, fostering community engagement and social connection. The design will improve functionality to create a welcoming environment while ensuring safety and preserving the site's heritage by preventing antisocial activities. The total land area being rejuvenated is 0.4 acres.

Infrastructure Development for Sustainable Tourism Growth

Setting up of a Three-Star Beach Resort at Muzhuppilangad in Kannur district

Kerala Government had announced the "Setting up of a Three-Star Beach Resort at Muzhuppilangad in Kannur district" as a project funded by KIIFB in the Budget speech 2016-17. The Administrative Sanction for the work was issued by the Tourism Department via order G.O (Rt) No.62/2017/TSM dated 08.02.2017 for ₹45.60 Crores. Financial Sanction of ₹51.86 Crores was issued from KIIFB. Subsequently, the work was tendered and awarded. The proposed project involves the development of a Three-Star Beach Resort at Muzhuppilangad, a renowned coastal destination in Kannur District, under the Dharmadom Legislative Constituency. The project is undertaken by the Tourism Department, with M/s KTDC as the Special Purpose Vehicle (SPV) and implementing agency.

Muzhuppilangad is famous for its 5 km long pristine drive-in beach, the only one of its kind in Kerala. The beach's calm, shallow waters, protected by black rocks, make it ideal for swimming and leisure. The location also offers scenic views of Dharmadam Island (Pacha Thuruth), enhancing its tourism potential. The project aims to leverage this natural advantage to promote high-end tourism in North Kerala.

Cottage 3

The land area identified by KTDC is 10 acres, with a total built-up area of 5,591 sqm. The major components of the project include the construction and commissioning of the following: a Main Block (G+1) featuring reception, lobby, offices, restaurants, kitchen, conference hall, board room, health club, and children's indoor games; 4 Cottage Blocks (G+1) with 32 standard rooms; 2 Suite Blocks (G+1) with 8 luxury suites; Staff & Manager Quarters (G+1); an Ayurveda/Spa Block (G); a Drivers' Dormitory; a Swimming Pool; STP and Water Treatment Plant; internal roads including the approach road to the beach; electrical, plumbing, fire protection, and lift systems (1 no.); transformer, DG set, HT & LT electrification, MV panels; compound wall and drainage works; furniture and kitchen equipment; a main gate; and hardscape and landscape development.

Cottage 2

The resort will be equipped with electrical systems offering 100% power backup, plumbing, fire protection, and fire alarm systems, as well as wastewater recycling for gardening and cleaning. The air-conditioning system will include split ACs for the cottages and suites and package units for the main block.

The resort is envisioned as a high-end three-star property, targeting premium domestic and international tourists. Special emphasis is placed on superior architectural design, high-quality interior finishes, premium furniture and furnishings, and unique facilities that align with the scenic beachside setting.

In conclusion, the project aims to establish a landmark three-star beach resort

at Muzhuppilangad, enhancing tourism infrastructure in Kannur while promoting sustainable and premium coastal tourism under KTDC's management. The project was inaugurated on February 25, 2026.

KIIFB PROJECT- THALASSERY HERITAGE PROJECT- PHASE 1- Pazhassi circuit- Kottiyoor siva temple- Tourist amenities in iritty, Kannur district)

Government, through the budget speech 2019-20 (para no 84) have announced Thalassery Heritage Project as a project under KIIFB funding. Vide G.O. (Rt) No.353/2019/TSM dated 24/10/2019, Administrative sanction for the Thalassery Heritage Project has been accorded for .145.541 crore and entrusted Ms Kerala Irrigation Infrastructure Development Corporation (KIIDC) limited as special purpose vehicle. Over 61 heritage destinations are covered within the project, spreading across three districts, Kannur, Kozhikode and Wayanad, with Thalassery in Kannur as the centre. The components of the project are connected through circuits of unique storytelling experience, and they are Harbour town circuit, Pazhassi circuit, Folklore circuit, and Cultural circuit.

As SPV, KIIDC submitted the Detailed Project Report (DPR) to KIIFB for ₹126.093 crore. Subsequently, KIIFB approved the project in two phases as per references (2) and (3):

Phase I: 14 projects with an approved amount of ₹40.95 crore.

Phase II: 14 projects with an approved amount of ₹37.212 crore.

Kottiyoor, also known as Southern Kaasi (Varanasi) is believed to be the place where series of great sacrificial rites were performed by Daksha. The temple has exquisite wood carvings.

The gopuram of Kottiyoor temple or Manaththana deserves special mention, since it is here that the valuable thiras and traditional costumes are kept under safe custody.

The ancient Kottiyoor Siva Temples, a prominent pilgrimage destination in North Kerala, are located in the serene hilly region of the Western Ghats. Two temples—Akkare Kottiyoor and Ikkare Kottiyoor—are situated on opposite banks of the Bavali River. Akkare Kottiyoor remains open only for twenty-eight days during Vaishakhamahotsavam (May–June), during which period Ikkare Kottiyoor remains closed. Together, these temples constitute the Kottiyoor Temple complex.

Vide Order No. TSMO05-01/APR-3/2020/KIIFB dated 09/08/2020, fund for an amount of Rs 2,27,77,686.75/- was allotted for the subject work by KIIFB. Vide Order KIIDC/890/Thalassery Heritage-Phase1- Kottiyoor Siva Temple/2020, technical sanction was accorded to the work for an amount of Rs. 1,78,80,000.00/-, including GST@12%.

Vide agreement No. 254/KIIDC/2020-2021 Dated 26/02/2021, the work was awarded to Sri. Saji Varghese, Maroth House, Karachal P O, Meenangadi-673591 for an amount of Rs. 1,74,91,971.97/- with Twelve month from the date of handing over the site.

The major components of the project include the construction of dormitory and clock room, ticket counter, tourist pilgrim shelter, landscaping and electrification. Kottiyoor temple will function as one of the anchor destinations in Pazhassi circuit. Being called as the “Dakshina Kashi”, Kottiyoor will be one of the main attractions of the circuit. A gallery is proposed to exhibit history and rituals of the temple along with a Heritage knowledge centre that will display the Hindu mythological resources. The gallery space can also exhibit the stories of native traditions and works of local people around the region. This can act as a knowledge centre, and tourists can spend quality time understanding the culture and traditions. In the proposed street, certain necessary amenities and facilities are proposed such as a ticket counter, waiting shelter, dormitory to accommodate the guests. The structures are ensured to be universally friendly and is designed in traditional architectural language inspired from the temple itself. The proportion of the roof and spaces follow the traditional principles, and all the trees will be preserved and maintained.

In conclusion, the aim of the Thalassery Heritage Project at Kottiyoor Siva Temple was to

conserve and showcase the unique cultural, spiritual, and architectural heritage of Kottiyoor while enhancing the overall experience of pilgrims and tourists. The project sought to create essential tourism infrastructure in harmony with the traditional architectural character of the temple, ensure universal accessibility, preserve the natural environment, and promote sustainable tourism development within the Pazhassi Circuit. The subject works has been completed successfully and inaugurated on July 29, 2025, by Honourable Tourism Minister Sri. P. A. Muhammad Riyas.

KIIFB- Thalassery Heritage Project- Conservation of Oorpazhachikkavu (Cultural Circuit)

Government, through the budget speech 2019-20 (para no 84) have announced Thalassery Heritage Project as a project under KIIFB funding. Vide G.O. (Rt) No.353/2019/TSM dated 24/10/2019, Administrative sanction for the Thalassery Heritage Project has been accorded for .145.541 crore and entrusted Ms Kerala Irrigation Infrastructure Development Corporation (KIIDC) limited as special purpose vehicle. Over 61 heritage destinations are covered within the project, spreading across three districts, Kannur, Kozhikode and Wayanad, with Thalassery in Kannur as the centre. The components of the project are connected through circuits of unique storytelling experience, and they are Harbour town circuit, Pazhassi circuit, Folklore circuit, and Cultural circuit.

As SPV, KIIDC submitted the Detailed Project Report (DPR) to KIIFB for ₹126.093 crore. Subsequently, KIIFB approved the project in two phases as per references (2) and (3):

Phase I: 14 projects with an approved amount of ₹40.95 crore.

Phase II: 14 projects with an approved amount of ₹37.212 crore.

The main deity of Oorpazhachikavu is Oorpazhachi Dhaivam, locally known as Dhaivathareeswaran, who is believed to be the deified feudal Nair warrior Meloor Dayarappan. According to the traditional lore Oorpazhachi Thottam, Meloor Dayarappan ruled as a Kshatriya king for twelve years over a territory extending from ancient Kannur to Wayanad. Oorpazhachikavu is one of the thirty-five prominent Theyyams collectively known as Muppathaivar, and the presence of this ancient sacred grove at Edakkad imparts significant historical and cultural importance to the region.

Vide Order No. TSM005-02/APR-3/2020/KllFB Dated: 01.12.2020 KIIFB has accorded sanction for the project “KIIFB-KIIDC Thalassery Heritage Project- Conservation of Oorpazhachikkavu (Cultural Circuit)” for an amount of Rs. 1,78,54,784/- . Vide Order KIIDC/223/2022 Thalassery Heritage-Phase1- Oorpazhassikavu/2020 dated16.09.202, technical sanction was accorded to the work for an amount of Rs. 1,75,95,406.00/-, including GST@18%.

Vide Agreement No. 367/KllDC/2023-24dated 01/04/2023, the subject work " KIIFB-KIIDC Thalassery Heritage Project- Conservation of Oorpazhachikkavu (Cultural Circuit)” was awarded to " Sri Saji Varghese, Maroth House, Karachal Post, Meenangadi, Alübalavayal 67359" with the duration of completion as 09 months after execution of the Agreement.

The major components of the project include the conservation of pond and kulipura, stone pavers, roof work for kulipura & temple shelter, temple shelter, electrification and landscaping. Roofing works were executed for both the Kulipura and the temple shelter. The existing pond is also to be restored. Along with the structure, the surrounding landscape is to be enhanced with planters, and lighting. The project aims at conserving the temple premises and providing facilities to welcome the increasing inflow of tourists. The

subject works has been completed successfully and inaugurated on 06.03.2026.

Thalassery Heritage Project – Phase II – Pazhassi Circuit – Puralimala Temple

Government, through the budget speech 2019-20 (para no 84) announced Thalassery Heritage Project as a project under KIIFB funding. Administrative sanction was accorded for Rs 145.541 crore and entrusted Ms Kerala Irrigation Infrastructure Development Corporation (KIIDC) limited as Special Purpose Vehicle (SPV). Over 61 heritage destinations are covered within the project, spreading across three districts, Kannur, Kozhikode and Wayanad, with Thalassery in Kannur as the centre. The components of the project are connected through circuits of unique storytelling experience, and they are Harbour town circuit, Pazhassi circuit, Folklore circuit, and Cultural circuit.

KIIFB approved the project in two phases:

Phase I: 14 projects with an approved amount of ₹40.95 crore.

Phase II: 14 projects with an approved amount of ₹37.212 crore.

“Puralimala Temple” situated in Kannur district at Mattannur constituency comes under the Pazhassi circuit of Thalassery Heritage projects and was given Financial Sanction of Rs 65,26,536.00/- by KIIFB.

Work was awarded Sri. Biju M (Veda Engineering Constructions), Venumadam, Muzhakunnu for an amount of Rs. 62,79,215.13/-.

History says that the King Pazhassi Raja’s first revolutionary battle against the British took place here. It is here that Pazhassi stayed with the Kurichyar community to hide from the British. This hill station has many legendary tales to narrate. According to mythology the deity of Parassinikadavu reached Parassinikadavu Temple from Kunnathurpadi via Puralimala. It is also believed that Puralimala is formed by a part of maruthwamala that is believed to have fallen from the hands of Lord Hanuman while taking it to Lanka as mentioned in the epic Ramayana. The major components of the project include nadapanthal, waiting shed, toilet, office, pathway, water tank, landscape, plumbing and electrical works.

The aim of the work is to provide essential infrastructure and visitor amenities by constructing

the nadapanthal, waiting shed, toilet block, office, pathways, and water tank, along with landscaping, plumbing, and electrical works, so as to improve accessibility, comfort, and overall functionality of the premises while ensuring safe, efficient, and sustainable services for the users. Adequate plumbing and electrification works are included to ensure safe, efficient, and sustainable

services. The subject works has been completed successfully and inaugurated on 26.02.2026.

Thalassery Heritage Project – Phase II – Pazhassi Circuit – Renovation of Pazhassi Smrithi Mandapam at Mattanur in Kannur District.

Government, through the budget speech 2019-20 (para no 84) announced Thalassery Heritage Project as a project under KIIFB funding. Administrative sanction was accorded for Rs 145.541 crore and entrusted Ms Kerala Irrigation Infrastructure Development Corporation (KIIDC) limited as Special Purpose Vehicle (SPV). Over 61 heritage destinations are covered within the project, spreading across three districts, Kannur, Kozhikode and Wayanad, with Thalassery in Kannur as the centre. The components of the project are connected through circuits of unique storytelling experience, and they are Harbour town circuit, Pazhassi circuit, Folklore circuit, and Cultural circuit.

KIIFB approved the project in two phases:

Phase I: 14 projects with an approved amount of ₹40.95 crore.

Phase II: 14 projects with an approved amount of ₹37.212 crore.

“Pazhassi Smrithi Mandapam” situated in Kannur district at Mattannur constituency comes under the Cultural circuit of Thalassery Heritage projects and was given Financial Sanction of Rs 2,64,51,319.91/- by KIIFB.

Work was awarded to Sri. Ameer Ali. N, Nedungat House, Melmuri Post, Malappuram for an amount of Rs. 19,662,998.00 /-.

Pazhassi Raja Smrithi Mandiram, located at Pazhassi, Mattannur in Kannur, is a memorial dedicated to Pazhassi Raja at his ancestral place. Constructed in the model of Kuthambalam, this museum is built above a pond, which was once part of the Padinjare Kovilakom of Pazhassi Raja. The Smrithi Mandapam is situated at Pazhassi, 3.60km west from Mattannur town. The outer side of the smrithi mandapam wall has beautiful mural paintings depicting the life of Pazhassi Raja. Several letters and documents of communication with the Britishers are displayed inside the museum. A single stone statue of Pazhassi Raja is another notable attraction in the smrithi mandapam. The proposal consists of renovation of Smrithi Mandapam, Compound wall, Mural painting, Open Air Theatre, Food court, Garden Benches, Ramp, Garden lights, Children's play area etc.

The said smrithimandapam constructed by Mattannur Municipality is in a dilapidated condition. Moreover, the detailed records on biography of Pazhassi Raja, historical documents, paintings etc. arranged in the smrithimandapam is not in a systematic manner. Hence the proposed project aimed to renovate the Smrithi Mandapam to facilitate the tourists as well as research scholars. A ticket counter, food court and an open theatre cultural centre also proposed near to the smrithimandapam as part of the project.

The project focuses to renovate and strengthen the smrithimandapam and restore the existing pond. A Food court is proposed near the Smrithi mandapam. Traditional food items, snacks, quick meals etc. will be served here. It will be an added advantage to the visitors for easiest delivery of quick meals, snacks etc. at cheap cost. An open-air theatre is arranged at rear side of the Smrithi mandapam for conducting cultural programmes. The walkway side compound wall is constructed to the theme of storytelling historical wall. Mangalore roof tiles are laid over the steel truss of storytelling wall to get traditional aesthetics. Provision of landscaping is aimed at improving the visual appeal and environmental quality of the area through planned green spaces, pathways, seating, and lighting, while harmoniously integrating the built elements with the natural surroundings. The subject works has been completed successfully and inaugurated on 02.03.2026.

Thalassery Heritage Project – Phase II – Folklore Circuit – Vadakara Thazhe Angadi.

Government, through the budget speech 2019-20 (para no 84) announced Thalassery Heritage Project as a project under KIIFB funding. Administrative sanction was accorded for Rs 145.541 crore and entrusted Ms Kerala Irrigation Infrastructure Development Corporation (KIIDC) limited as Special Purpose Vehicle (SPV). Over 61 heritage destinations are covered within the project, spreading across three districts, Kannur, Kozhikode and Wayanad, with Thalassery in Kannur as the centre. The components of the project are connected through circuits of unique storytelling experience, and they are Harbour town circuit, Pazhassi circuit, Folklore

circuit, and Cultural circuit.

KIIFB approved the project in two phases:

Phase I: 14 projects with an approved amount of ₹40.95 crore.

Phase II: 14 projects with an approved amount of ₹37.212 crore.

“Vadakara Thazhe Angadi” situated in Kozhikode district at Vadakara constituency comes under the Folklore circuit of Thalassery Heritage projects and was given Financial Sanction of Rs 1,43,16,803.00/- by KIIFB.

Work was awarded to Sri, Remith. R for an amount of Rs. 1,17,71,339/-. Thazhe Angadi (Down town) is the largest market for Malabar Antique. It was established in the year 1989 in the old town of Vadakara, an ancient commercial centre of Malabar for coconut, areca nut and a collection of old ghazals etc. The goods came from nearby villages, especially eastern part of Vadakara. Products flow to the collection outlets which are dried packed and transported to other states. The street consists of nearly 14-15 antique shops that showcase wooden carved decorated products. The present condition shows the dominance of Muslim community who are accompanied by Hindus, Setus and very few Christians. The heritage character of old Tharavadu houses can be seen at present. The major components of the project include the drainage and electrical duct, kiosk, Street wall design and electrification.

The streets, after development, will reestablish the heritage and architectural importance of the site. The design intervention includes providing pedestrian walkway, streetlights, landscaping, green strips and planter box. The straightness and slight curves of the streets are used efficiently to present the heritage and architectural treasure of the site to the tourists. The project has achieved 20% physical progress.

Thalassery Heritage Project – Phase II – Pazhassi Circuit – Kadirur Surya Narayana Temple.

Government, through the budget speech 2019-20 (para no 84) announced Thalassery Heritage Project as a project under KIIFB funding. Administrative sanction was accorded for Rs 145.541 crore and entrusted Ms Kerala Irrigation

Infrastructure Development Corporation (KIIDC) limited as Special Purpose Vehicle (SPV). Over 61 heritage destinations are covered within the project, spreading across three districts, Kannur, Kozhikode and Wayanad, with Thalassery in Kannur as the centre. The components of the project are connected through circuits of unique storytelling experience, and they are Harbour town circuit, Pazhassi circuit, Folklore circuit, and Cultural circuit.

KIIFB approved the project in two phases:

Phase I: 14 projects with an approved amount of ₹40.95 crore.

Phase II: 14 projects with an approved amount of ₹37.212 crore.

"Kadirur Surya Narayana Temple" situated in Kannur district at Thalassery constituency comes under the Pazhassi circuit of Thalassery Heritage projects and was given Financial Sanction of Rs 2,95,48,944.00/- by KIIFB.

Work was awarded to M/s Rubicon Project Management Pvt Ltd, KINFRA Industries Park, Nellad P.O, Kochi-686 669 for an amount of Rs. 2,36,62,827.70/-.

Suryanarayana temple is one of the oldest and the second largest Surya temple after Konark in Orissa. The myth goes that while Lord Rama was proceeding towards Lanka in search of Goddess Sita, he consecrated the idol of Lord Subramanya and Lord Siva. Hearing about this, the Vedic Brahmins who were residing there had a wish to worship Rama and they went on meditation. Rama then appeared before them and blessed them. He felt the presence of Lord Surya (the son of God) and incarnated an idol of Lord Surya as Sree Suryanarayana. In 1789 AD, during the rule of Tippu Sultan, his forces plundered the temple. For months, Kadirur was the temporary camp for them. Believed to be built around 13th Century, the main deities in the temple are Lord Vishnu, Lord Ganapathi, and Lord Siva. The major components of the project include the construction of oottupura, kulappura, pavement and toilet block, Saraswathi mandapam, pond reviving and electrification.

The aim of this project is to conserve and protect the existing temple and pond while enhancing the surrounding landscape to better accommodate public use. The intervention seeks to balance heritage conservation with sensitive landscape development, ensuring that the cultural, historical, and spiritual significance of the site is retained and respected. The oottupura is proposed as a dedicated dining facility designed to accommodate devotees/visitors in a hygienic and organized manner. Adequate plumbing and electrification works are included to ensure safe, efficient, and sustainable services. The project was inaugurated on 12.03.2026.

KIIFB PROJECT- THALASSERY HERITAGE PROJECT – PHASE 2- Thalassery Heritage Project-Makreri Sopana Sangeetha Museum at Kannur, District.

Government, through the Budget speech 2019-20 (para no 84) have announced Thalassery Heritage Project as a project under KIIFB funding. Administrative Sanction was for the Thalassery Heritage Project has been accorded for Rs. 145.541 crore vide G.O. (Rt.) No.353/2019/TSM dated 24/10/2019 and entrusted M/s Kerala lrrigation Infrastructure Development Corporation (KIIDC) Limited as Special Purpose Vehicle and an amount of 77.23 crores was accorded by KIIFB vide Order No: TSM005-02/APR-3/2023/KIIFB Dated: 03-02-2023 for 28 Thalassery Heritage Projects. Out of these 28 projects, fund has been approved for some projects by KIIFB including the amount for museum components also.

Tourism Department assigned Interactive Museum of Cultural History of Kerala

(Keralam Museum) as the nodal agency for implementation of museum works under Thalassery Heritage Projects vide G.O (M.s) No. 16/2019/CLAD dated 04.06.2019. Thereby, KIIDC authorized Keralam museum for preparation of DPR and estimates for the execution of museum works. Accordingly, Keralam museum submitted the DPR and estimate for implementation of museum work for KIIFB-Makreri Temple- Sopana Sangeetham The main work at Makreri has been completed, and the museum component has been entrusted to Keralam Museum for execution, considering that the establishment of a museum is a specialized activity requiring expertise in various domains such as technology, design, curation, research, history, and content development.

Museum Theme

Music has the power to create an emotional journey within us of space and time. Music being a listening experience over the years had led to the incorporation of this music tradition to other performing art forms which led to the widespread popularity and acceptance in every sect of society. An artform becomes an instrument that links us with the divine spirit. Music, the universal art of Human, communicates more profoundly from heart than any other art form like poetry, dance or painting. The subtle experience of sound and the emotive aspect of music have been a spiritual, aesthetic experience creates intangible memories in mind. The concept of Dhwani, the sound and when becomes musical, its naada, which are audible to the inner ear and visible to the inner eye in a higher sense. Every society nurtures its artistic value in resonance with the changing times and at the same time maintaining its own link with tradition, for which Kerala is an excellent example. Kerala always exhibited a willingness in accepting and assimilating foreign cultures which it had witnessed without losing its authenticity of traditional belief systems. The main aim of this work is to make the visitor understand the concept and significance of Sopanasangeetham in correlation to the development and relevance of this genre of music and which in turn can help in nurturing it to an internationally and widely accepted form of music.

Design concept

The Makreri Sopanam Sangeetham is carefully preserved, maintaining its authenticity and heritage value. Every element reflects the traditional rhythm and spiritual depth associated with the space. The significance of Dakshinamurthy Swami is subtly emphasized through the

design and detailing, ensuring that the divine essence and cultural importance of the deity are beautifully expressed in the overall architectural language.The existing museum structure and the Makreri temple are built on the basis of traditional kerala architecture, hence the spatial design experience has been created to blend with the existing architecture of the complex Proposed materials for the museum spatial experience aligns with the materials used in the existing building. Thus, mild steel and wood-based materials are the major material components. Display panels are given in the museum to make the visitors understand the concept and significance of the temple and Sopanasangeetham. Visual representations and detailed descriptions of the instruments used in Sopana Sangeetham are showcased in the museum. A 43” Large Format LED Display Panel are provided to showcase the video films on Thyagaraja Akhanda Sangeetha Yagnam held in Makreri Temple, eleven characteristics of Sopana Sangeetha. and different musical instruments used in Sopana Sangeetha. Special museum-grade headphones are used to ensure that the sound is audible only to the visitors without causing any disturbance to the nearby persons. Interactive audio port is used to play different ragas of Sopana Sangeetham. Visitors heard the sound through museum standard headphones. Interactive Push buttons are used for content selections. Multi-Screen video wall media players are used to exhibit 24 feet large video wall with interactive capabilities. Interactive hand gestures sensors are used for content navigation. The subject works has been completed successfully and inaugurated on 13.04.2025.

KIIFB-Construction of pathway at Paris Street, Thalassery, Kannur District.

Government, through the budget speech 2019-20 (para no 84) announced Thalassery Heritage Project as a project under KIIFB funding. Administrative sanction was accorded for Rs 145.541 crore and entrusted Ms Kerala Irrigation Infrastructure Development Corporation (KIIDC) limited as Special Purpose Vehicle (SPV). Over 61 heritage destinations are covered within the project, spreading across three districts, Kannur, Kozhikode and Wayanad, with Thalassery in Kannur as the centre. The components of the project are connected through circuits of unique storytelling experience, and they are Harbour town circuit, Pazhassi circuit, Folklore circuit, and Cultural circuit.

KIIFB approved the project in two phases:

Phase I: 14 projects with an approved amount of ₹40.95 crore.

Phase II: 14 projects with an approved amount of ₹37.212 crore.

“Paris street” situated in Kannur district at Thalassery constituency comes under the Harbour Town circuit of Thalassery Heritage projects and was given Financial Sanction of Rs 92,10,856.33/- by KIIFB.

Work was awarded to M/s Remith Ramesh for an amount of Rs. 28,16,323/-.

Paris Street, located in the historic urban core of Kannur town in Kerala, represents an important component of the region’s colonial and mercantile heritage. The street forms part of the traditional trading network that evolved along the Malabar Coast through centuries of maritime commerce and cultural exchange. Owing to its architectural character, historic commercial importance, and continued urban relevance, Paris Street is considered one of the notable heritage precincts of Kannur. The major components of the project include the drainage work, paving work and electrification.

The streetscape from Paris hotel, the most famous food destination in Thalassery to Odathil Mosque, will be redeveloped by providing pedestrian walkway, streetlights, landscaping, green strips and planter box. The streets, after development, will re-establish the heritage and architectural importance of the site. The project has achieved 93% physical

progress.

IT Sector Projects

Construction of Executive International Hostel Block at DUK Campus in Technopark Phase IV Trivandrum

The Digital University of Kerala (DUK) campus is set to receive a major infrastructure boost with the construction of the Executive International Hostel as the Phase II expansion of the existing hostel facility. The project involves the construction of a Ground plus Six-storey RCC structure over end-bearing pile foundations, designed to meet the growing residential needs of students, researchers, and executive programme participants.

With an overall capacity of 238 beds, the new International Hostel will offer double-bedded rooms with attached toilets, modern furniture, LED lighting, and ceiling fans. Interiors will feature granite flooring in corridors, vitrified tile flooring in rooms, and acrylic-painted walls—ensuring a comfortable, contemporary living environment.

Executive International Hostel building comprises a (G+6) floors with double bedded rooms. The ground floor will house key common facilities including a Student Activity Centre, Indoor Games Area, Gymnasium, and a Medical Officer's Room. In line with evolving campus needs, the building will also include isolation rooms for health emergencies and studio apartments for married students. Typical floors will be designed with a central corridor layout, incorporating double-bedded rooms with attached toilets, space for cupboards and kitchenette units, and additional common toilet facilities to meet peak demand. The total build area of the international hostel building is 4350 Sqm.

Located away from the city, the DUK campus depends heavily on hostel accommodation. With expanding academic programmes, including Executive Development Programmes (EDP) and Faculty Development Programmes (FDP) for industry and government—which are residential in nature—the Phase II hostel expansion is a critical step in supporting the University's growth and global engagement.

M/s IIITM-K is the Special Purpose Vehicle (SPV) for the project. KIIFB has accorded financial sanction of Rs.26.39 crore, reaffirming the Government's commitment to strengthening higher education infrastructure and Kerala's digital innovation ecosystem.

The project has been tendered and is now moving towards implementation.

The Executive International Hostel is poised to become a key enabler of academic excellence, international collaboration, and campus life at the Digital University of Kerala. The project is currently at the stage where, as intimated by KIIFB, necessary documents related to obtaining Government ratification for the tender accepted by the Internal Tender Acceptance Committee of IIITMK have been submitted to the Government, and the ratification order is awaited.

DIGITAL SCIENCE PARK – THIRUVANANTHAPURAM

The Government of Kerala, through the State Budget Speech for the year 2022–23, announced the establishment of four Science Parks across the State, including a Digital Science Park to be set up adjacent to the Digital University. This initiative forms part of the Government's efforts to strengthen the digital ecosystem, promote research and innovation, and enhance Kerala's position as a knowledge-based economy.

Pursuant to the above budget announcement, administrative sanction has been accorded for the setting up of the Digital Science Park at the Technocity Campus, Thiruvananthapuram, under the Kerala University of Digital Sciences, Innovation and Technology at a total estimated outlay of ₹1515 crore.

The Digital Science Park is being developed on 12.52 acres of land situated at Mangalapuram Panchayat in the Kazhakkoottam Legislative Assembly Constituency of Thiruvananthapuram District. The project site is located within the Technocity Campus and is adjacent to Technopark Phase IV, one of the major IT hubs in the State. The site is approximately 10 kilometres away from Technopark Phases I, II, and III, ensuring close integration with the existing IT ecosystem. The total land area available at the Technocity Campus for the project extends to 13.65 acres.

The Government has designated the Kerala University of Digital Sciences, Innovation and Technology as the implementing agency for the project. The Indian Institute of Information Technology and Management – Kerala has been identified as the Special Purpose Vehicle for the project. The construction activities related to the project are being coordinated by Kerala State IT Infrastructure Limited.

The proposal presently submitted under the project pertains to the construction of the Digital

Science Park Main Block, Service Block and Cafeteria Block. The total built-up area of the proposed buildings is 19,994 square metres. The Main Block has a built-up area of 18,956.31 square metres, the Service Block 587.895 square metres, and the Cafeteria Block 449.73 square metres.

The Main Block is designed to accommodate laboratory facilities across two floors, while software divisions and office-related facilities will be housed in three upper floors. In addition to this, a dedicated Service Block and Cafeteria Block are included to support the operational and functional requirements of the park.

The Digital Science Park is being developed to provide state-of-the-art infrastructure, access to skilled and multidisciplinary human resources, and opportunities for collaboration among institutions and enterprises functioning within the Park. The project is expected to facilitate interaction between academia, industry, research institutions and startups, thereby strengthening innovation and applied research in the digital technology sector.

In the present context, where technology plays an increasingly significant role across all sectors, the establishment of a Digital Science Park is expected to support the development and deployment of emerging digital technologies. By bringing together experts from diverse domains and providing advanced infrastructure and shared facilities, the Park is expected to accelerate research outcomes and foster innovation. The project is also envisaged to function as an incubation and growth platform for technology startups, contributing to employment generation, entrepreneurship development and economic growth.

The project is currently at the LOA stage; however, the LOA has not yet been issued as the revised Government Order for the Tender Acceptance Committee is still awaited from the Government.

Work Near Home

The Work Near Home project is an initiative conceived and implemented by the State Government with the objective of establishing workspaces that enable educated youth to work close to their homes. By creating a network of world-class coworking facilities across Kerala, the project aims to provide skilled professionals with the opportunity to work for companies located anywhere in the world while remaining in the state. Ultimately, the initiative seeks to transform Kerala into a prominent global employment hub.

For several years, Kerala's talented workforce has shown a strong tendency to migrate to metropolitan cities and overseas in search of better employment opportunities. This migration has contributed to socio-economic challenges such as brain drain from local communities, family separation, underutilization of educational infrastructure, and slower regional economic growth. It is in this context that the Work Near Home project assumes significant importance.

With the establishment of Work Near Home centres, local youth and knowledge workers will gain access to modern work environments within their own communities. This is expected to

stimulate local economic activity and promote balanced regional development.

KIIFB has accorded financial sanction of ₹37.5 crore for launching Work Near Home centres in ten locations as a pilot phase. The inaugural project under this initiative, the Kottarakkara Work Near Home Centre—completed through K-DISC—was dedicated to the public by the Hon'ble Chief Minister of Kerala on January 19, 2026. The centre, set up in the BSNL building at Kottarakkara, spans 9,250 square feet and offers 141 seats, along with a conference room and meeting room equipped to meet professional requirements.

Edathavalam Project for Sabarimala Pilgrimage

Sabarimala Temple is one of the largest annual pilgrimage centres in India, attracting nearly 40 to 50 million pilgrims every year from across the country and abroad. During the peak pilgrimage season from November to January, the heavy influx of devotees places considerable pressure on infrastructure and public amenities. Shortages of accommodation facilities, potable water, hygienic comfort stations, and parking spaces have been identified as major challenges affecting the pilgrimage experience.

To address these issues and improve crowd management, the Government initiated the Edathavalam Project as part of a comprehensive pilgrimage infrastructure development programme. The project aims to regulate the movement of pilgrims and reduce congestion at the shrine through a scientifically planned, time-based pilgrimage management system. By facilitating staggered entry to the temple at scheduled intervals, the system enables pilgrims to undertake darshan in a safer, more orderly, and convenient manner, while minimising waiting time and overcrowding.

Under the scheme, temporary transit and rest facilities known as “Edathavalams” are being established at key locations along the pilgrimage route. These centres provide essential amenities and resting spaces for pilgrims, thereby improving travel comfort and distributing pilgrim flow more effectively across the region.

The project is being implemented at seven major centres across the State. Financial sanction amounting to ₹126.94 crore has been accorded through the Kerala Infrastructure Investment Fund Board (KIIFB).

Project Packages

Package I comprises five Edathavalam locations:

Chirangara

Kazhakoottam

Nilakkal

Chengannur

Erumeli

Package II proposed location:

Maniyankode

The Edathavalam initiative represents a significant step towards modernising pilgrimage infrastructure in Kerala and ensuring a safer, more organised, and pilgrim-friendly experience for devotees visiting Sabarimala.

1.Erumeli Edathavalam (G+2 Building)

Components: Annadhanam , Viri Block & Guest House Building.

Project Cost incl 18% GST: Rs.16,34,92,327

RE approved Cost incl 18% GST: Rs.15,02,03,271.16

Total area 4251.08 sqm

LG+2 Building -Lower Ground floor caters as mess for the employees & provides parking for the pilgrims,

Ground floor comprises of the Annadhana mandapam.

First floor has separate dormitories for both men &women.

RCC roof slab is proposed for first floor roofing and Mangalore tiles with truss work roofing are proposed for second floor roofing.

Later the Guest House Building was descoped from Project due to non-feasibility of the proposed location.

The work was completed and inaugurated by the Hon'ble Minister of Devasom on 02-03-2026

Driving Sustainable Development in Kerala's Fisheries Sector: The KIIFB Approach

The fisheries sector has historically served as a cornerstone of Kerala's coastal economy, closely interwoven with the State's cultural heritage and economic development. With a coastline stretching over 590 kilometres and abundant marine biodiversity, Kerala contributes nearly 20% of India's total marine fish production. The sector remains a critical source of livelihood and employment, directly supporting more than 4.5 lakh people, while also generating substantial export revenue. In 2017–18, marine product exports from Kerala amounted to ₹5,919.02 crore.

Recognising both the immense potential of the sector and the urgent need for modernization and resilience-building, the Kerala Infrastructure Investment Fund Board (KIIFB) has played a transformative role through strategic and targeted investments. By prioritising infrastructure development, market modernisation, education, and coastal protection, KIIFB has laid a strong foundation for sustainable growth and socio-economic advancement within fishing communities.

KIIFB has committed a total investment of ₹652.65 crore towards fisheries-related development initiatives, focusing on both immediate requirements and long-term sustainability. These investments are distributed across four key sectors:

1. Educational Infrastructure – ₹67.76 Crore

KIIFB has supported the development and upgradation of educational infrastructure in 57 coastal schools across Kerala. This initiative is aimed at improving access to quality education within fishing communities, thereby creating enhanced opportunities and empowering future generations. Of the 57 schools sanctioned under the project, 54 schools have been completed

to date.

2. Fish Market Modernisation – ₹145.17 Crore

To enhance market conditions and promote hygienic fish handling practices, KIIFB has approved projects for the modernisation of 51 fish markets across the State. The initiatives include the construction of modern stalls, improved sanitation systems, and cold storage facilities, contributing to greater operational efficiency and improved standards in fish trading. Out of the 51 fish markets, 3 markets have been completed to date.

3. Shore Protection – ₹145.17 Crore

In response to the increasing threat of coastal erosion, KIIFB has undertaken critical shore protection initiatives across six vulnerable coastal regions. These projects involve the construction of groynes, breakwaters, and other protective infrastructure aimed at safeguarding coastal communities and preserving shoreline stability. Of the 6 shore protection projects, 5 have been completed so far.

4. Fishing Harbour Development – ₹294.55 Crore

KIIFB is facilitating the development of two modern fishing harbours intended to strengthen operational facilities for fishermen and improve the overall fisheries value chain. The projects are expected to enhance post-harvest management through improved logistics, storage, and handling infrastructure, while also enabling better access to broader domestic and international markets.

Through these comprehensive interventions, KIIFB continues to play a pivotal role in revitalizing Kerala's fisheries sector, promoting sustainable development, improving livelihoods, and enhancing the resilience of coastal communities across the State.

Puthenchanda Market – A Modern Hub for Local Traders

Project Cost: ₹2.15 crore

Inaugurated on: 05/11/2025

The newly constructed fish market is a G+1 structure with a total built-up area of 672 sq. m. The facility comprises 14 retail shops, a chiller room, a rental hall for daily vendors, toilet facilities, two rest rooms, and a 5 KLD Effluent Treatment Plant (ETP) for the effective treatment of effluents generated from the market, thereby ensuring improved hygiene and environmental sustainability.

East Kallada Fish Market, Kollam

Project Cost – Rs. 2.14 crore

The newly constructed fish market is a single storied building with a total built-up area of 461 sqm. Apart from the areas designed for fish and meat vending, separate spaces are

provided for freezer storage and preparation of rooms. Fish and meat stalls are equipped with stainless steel insulated display trolleys of varying sizes based on operational requirements. All civil and electrical work associated with the project have been completed. The market is also supported by a 5 KLD Effluent Treatment Plant (ETP) to ensure hygiene and effective wastewater disposal. The ETP works have been tendered, and the award of the contract is currently underway.

Kottiyam Fish Market

Project Cost: Rs. 2.26 crore

The newly constructed fish market consists of 2 buildings, constructed in two blocks with a total area of 506 sqm, is intended to accommodate facilities including fish stalls, butcher stalls, retail shops, and toilet facilities. All civil and electrical works associated with the project have been completed on 18-03-2026. The ETP works have been tendered, and the

award of the contract is currently in progress.

GUPS Agasarahole, Kasargode– Investing in Education

Project Cost: ₹1.06 crore

Completion Date: 11.07.2025

Inaugurated 19.01.2026 by Hon'ble MLA Uduma, Shri. C H Kunjambu

The completed school facility is a single-storey building comprising three classrooms, with a total built-up area of approximately 206 sqm.

GLPS Varkala

Project Cost – Rs. 1.80 crores

Inauguration date : 02.03.2026

The completed school building is a two-storeyed structure (G+2) with a total built-up area of

946 sq.m., comprising 10 classrooms in total, with 5 classrooms provided on each floor.

GFUPS Khizhur

Project Cost: Rs.1.25 crores

Completion date: 22.11.2025

Inaugurated on 19.01.2026 by Hon'ble MLA Uduma, Shri. C H Kunjambu.

The project involved the construction of a G+2 building comprising 2 classrooms on each floor, each equipped with the necessary toilet facilities, covering a total area of 388.68 sqm.

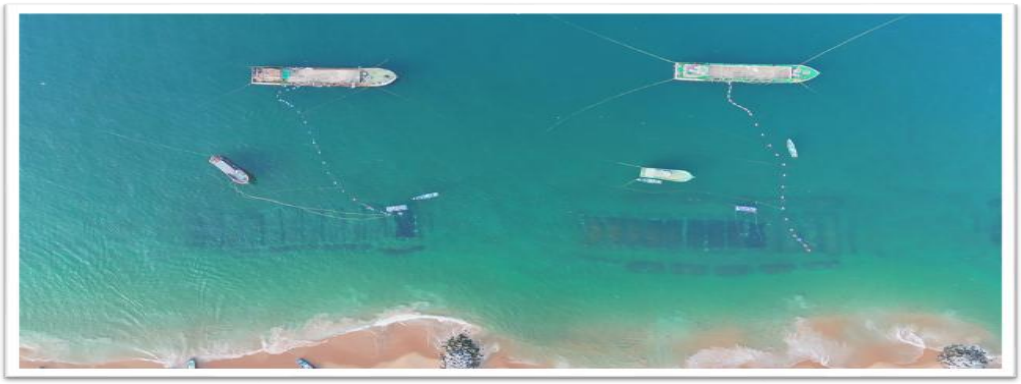
Shore protection works providing beach landing facility for traditional fishermen at Poonthura-Thiruvananthapuram

The coastline of Thiruvananthapuram District is identified to be one of the most vulnerable stretches in the state. Poonthura is one of the major hamlets of fishermen and a major Fish Landing Centre of the District. Due to severe erosion the beach in this stretch of coastline have vanished and fishermen are unable to land their crafts even during the fair weather. Sea wall constructed in this area is found to be ineffective to address the erosion, moreover the severe wave over topping has caused damage to many houses situated close to the seawall, some of them are totally collapsed. Hence, the project aims to restore the beach through the construction of a series of offshore breakwaters using sand-filled geotubes along with beach nourishment activities.

Total length: 700 m (5 segments each of 100 m)

Approved Project Cost: Rs.20.78 Crores

Completed Date: 31.03.2026



KIIFB's commitment to strengthening Kerala's fisheries sector extends far beyond infrastructure development, reflecting a truly transformative and forward-looking approach. By addressing critical challenges related to infrastructure, coastal safety, and education, KIIFB is fostering inclusive growth, enhancing economic resilience, and promoting long-term sustainability within coastal communities. As Kerala continues to confront emerging challenges such as climate change, fluctuating global market conditions, and socio-economic inequalities, KIIFB's strategic and visionary investments are ensuring that the State's fishing communities remain empowered and well-supported. With sustained investment and careful planning, the future of Kerala's fisheries sector appears increasingly resilient and promising.

Office Buildings-Registration Department Works

Construction of Nemom Registration Complex at Thiruvananthapuram

The Nemom Registration Complex in Thiruvananthapuram district is a project conceived by the Registration Department to make registration services more efficient for the people and to

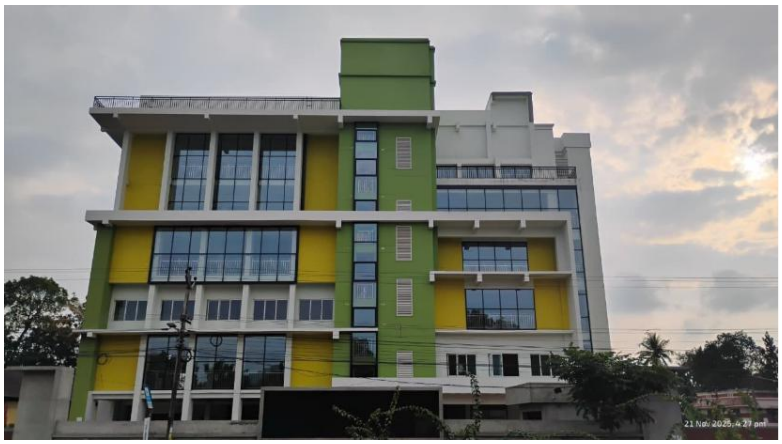
bring various registration offices under one umbrella. KIIFB has sanctioned a financial sanction of Rs. 22.14 crore for this project. Kerala State Construction Corporation has been appointed as the executing agency for the implementation of this project.

The building, designed by the Architectural Wing of the Public Works Department (PWD), is being constructed as an environmentally sustainable “Green Building.” The project has also been registered under GRIHA (Green Rating for Integrated Habitat Assessment). By adhering to green building standards, the project aims to reduce energy and water consumption during both the construction and operational phases, while ensuring efficient waste management practices.

The proposed structure will consist of seven floors (G + 6) with a total built-up area of 5,152 square metres.

The ground floor, with an area of 477 square metres is proposed to accommodate parking facilities, a recreation hall, canteen, electrical panel room, transformer and generator. The first and second floors, each having an area of 763 square metres are arranged to house office rooms for Sub Registrar offices, record rooms, a library, a co-operative society office and lounges. The third and fourth floors, each with an area of 757 square metres, are designed to include office rooms of District Register’s, record rooms, and training halls. The fifth floor, with an area of 697 square metres accommodates office rooms, an archive centre workshop, record rooms and DIG office. The sixth floor having an area of 622 square metres is arranged to house an archive centre. Separate toilet facilities for men and women are provided on all floors.

The work has been completed and inaugurated on 20/02/2026.



Construction of Sub Registrar offices at Parappanagadi - Malappuram

The Parappanangadi Registration Complex in Malappuram District is a project conceived by the Registration Department with the objective of enhancing the efficiency of registration services and bringing various registration offices under a single roof. Kerala Infrastructure Investment Fund Board (KIIFB) has accorded financial sanction of ₹2.55 crore for the implementation of the project. Kerala State Construction Corporation (KSCC) has been appointed as the executing agency for the project.

The proposed building has been designed with a foundation for G+2 floors, while the present construction is being carried out up to the G+1 level, with a total built-up area of 541.54 sq. m.

The ground floor, having an area of 267.35 sq. m, is proposed to accommodate the Sub Registrar's Office, Library, Auditor's Office, office space for staff, dining room, and toilet facilities. The first floor, with an area of 257.95 sq. m, is proposed for the record room. Toilet facilities for persons with disabilities have also been provided on the ground floor.

The work commenced on 29.09.2025. The piling work has been completed, and the pile cap and plinth beam works are currently in progress.

Labour Department-Upgradation of ITI's

Upgradation of Government ITI Malampuzha in Palakkad

As per GO(Rt).No.1568/2016/LB dated 23.12.2016, Administrative Sanction was issued for

‘Upgradation of 10 ITIs on par with International Standards’ and upgradation of ITI Malampuzha comes under this Administrative Sanction.

The Government of Kerala, Department of Industrial Training, as a part of its continued efforts,in its intention to transform the ambience and facilities in Government ITI, Malampuzha (Malampuzha Constituency) has created avenues for skill development of children in the region, providing facilities at par with international standards.

KIIFB has issued financial sanction for the project for an amount of Rs.14.28 Cr and entrusted KASE as the implementing agency for the project.The key components are construction of Main Building in three floors (LG+G+1) having an area of 4288.64 sqm, Levelling and resurfacing of the playground, Bituminous Road and ancillary works, Smart class room in the existing and proposed buildings etc .

The lower ground floor of the building is for Parking facility and the ground floor of the main building is provided with 2 class rooms, 2 workshops, seminar hall, stores, staff rooms, principal room, vice principal room, superintendent room, waiting rooms, record room.

The project has achieved 100% completion. The inauguration of the academic block was conducted by the Hon’ble minister for General Education, Labour and Skills, Shri. V. Sivankutty on 22.04.2025 in the presence of Hon’ble speaker Shri. A.N. Shamseer. The new building and associated facilities were handed over to the I.T.I. on 14.08.2025.

Transformative Water Resource Projects in Kerala: Enhancing Agricultural Sustainability and Drinking Water Security

Kizhakkanmala Drinking Water Supply Project

In the Budget Speech for 2017–18, the Government announced the 'Kizhakkanmala Drinking Water Project' for implementation under KIIFB funding, and KIIFB accorded financial sanction of ₹53.78 crore for the project. Kerala Water Authority (KWA) was designated as the Special Purpose Vehicle (SPV) for its implementation.

The project is being implemented to strengthen and augment the drinking water supply system in Neyyattinkara Municipality and the Grama Panchayaths of Kunnathukal, Vellarada, Ottasekharamangalam, Maranaloor, and Kattakada. The project also addresses the long-standing inadequacy of existing water supply facilities in these areas and aims to ensure a reliable and uninterrupted supply of potable water to the beneficiary population.

Under the project, surface water is sourced from the Neyyar River at Munnattumukk and treated at the Water Treatment Plant established at Kizhakkanmala. The treated water is conveyed to the proposed Kizhakkanmala Over Head Service Reservoir (OHSR) and further transmittedto Pazhamala OHSR, Aruvippuram GLSR, Dalumukham OHSR, Mylachal GLSR, and Chilambara OHSR. Distribution to the service areas is carried out through the existing water distribution network.

The scheme is designed to provide dependable drinking water supply

to Aryancode, Perumkadavila, and parts of Neyyattinkara Municipality, along with the Panchayaths of Kunnathukal, Vellarada, Ottasekharamangalam, Maranaloor, and Kattakada. To ensure efficiency and uniform service delivery, the intake structure, raw water pumping main, and treatment plant have been developed as common infrastructure components serving all the beneficiary local bodies.

A key highlight of the project is its energy-efficient design. As the Water Treatment Plant is located at an elevated site, treated water is conveyed to several service reservoirs by gravity, significantly reducing the need for pumping. This eliminates the requirement for multiple pumping stations, ensures effective water supply to hilly regions, and lowers long-term operational costs.

The Kizhakkanmala Drinking Water Supply Project was commissioned on 27th January 2026.

Comprehensive Drinking Water Supply Scheme to Edavanna Panchayath in Malappuram District

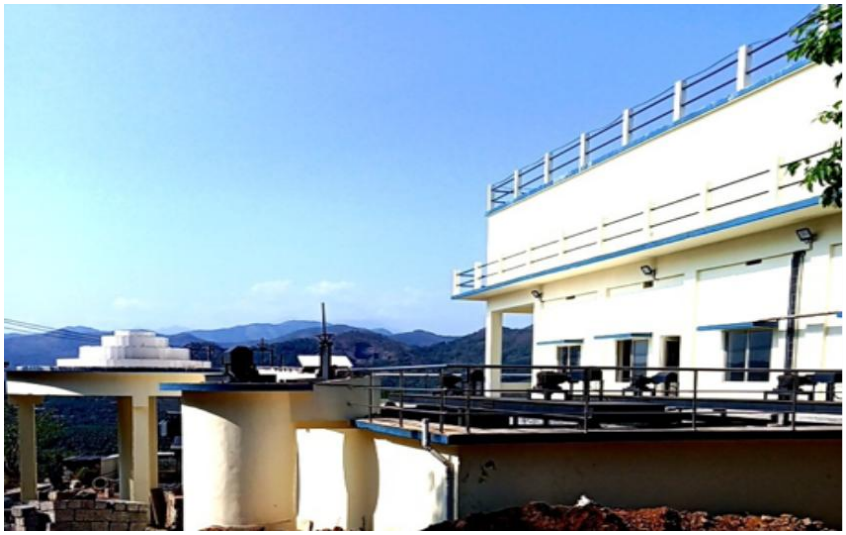
The Comprehensive Drinking Water Supply Scheme to Edavanna Grama Panchayath was undertaken with the objective of ensuring a reliable and sustainable supply of potable drinking water to the entire Panchayath area. The scheme envisaged the establishment of a separate water supply system utilizing the newly constructed intake well as the raw water source. Financial Sanction was accorded for an amount of Rs.47.21 cr and entrusted Kerala Water Authority as the implementing agency for the project.

Under the project, raw water is pumped from the intake well to the Water Treatment Plant (WTP) situated at Konganpara Hill in Edavanna Panchayath. After treatment, water is pumped to an Elevated Reservoir located at the same site for distribution to Zone I and Zone II of the distribution network. Zone III is supplied directly from the Clear Water Sump.

The scheme has been designed to meet the ultimate water demand projected for the year 2050. The total design capacity of the system is 9 MLD, based on a design period of 30 years commencing from 2020 and adopting a per capita water supply rate of 100 litres per capita per day.

The implementation of the project significantly improved access to safe and potable drinking water for the residents of Edavanna Panchayath. The scheme is expected to support public health, sanitation, and overall quality of life in the region while addressing the growing water demand of the Panchayath.

The project was successfully commissioned on 27 June 2025 and is now operational.



Water supply Distribution strengthening of Varappuzha Panchayath

The Varappuzha Panchayath Water Supply Improvement Project was undertaken with the objective of ensuring an adequate quantity of safe and potable drinking water to the residents of Varappuzha Panchayath through optimum utilization of the available water sources and the existing water supply infrastructure of Kerala Water Authority. The project was designed considering the topography, area-wise population density, and future water demand of the Panchayath, with emphasis on strengthening the distribution network and enhancing the production capacity of existing treatment facilities through renovation and modernization works.

Varappuzha Panchayath, situated in the coastal belt, faces severe limitations in both the quantity and quality of local drinking water sources. Consequently, the population is entirely

dependent on piped water supply provided by Kerala Water Authority. The majority of the inhabitants belong to economically weaker sections, predominantly fishermen and agricultural labourers. As per the 2011 Census, the Panchayath has a population of 26,750.

Government accorded Financial Sanction for the project amounting to Rs. 21.65 crore, and Kerala Water Authority was entrusted as the implementing agency. The project was executed with the long-term objective of meeting the drinking water demand of Varappuzha Panchayath up to the year 2050 through maximum utilization of the existing treatment plants, pumping mains, and reservoirs, thereby avoiding substantial future expenditure for source development works.

Major components of the project included strengthening and expansion of the water distribution network by laying 73,735 metres of pipelines of various diameters, interconnection with the newly constructed OHSR at Mennanthuruth, and integration with the existing distribution system. The improvements significantly enhanced the efficiency and reliability of water supply throughout the Panchayath.

The successful implementation of the scheme has considerably improved the standard of piped water supply in Varappuzha Panchayath, bringing the infrastructure to a level comparable with urban and metropolitan standards. In addition to improving public health and living conditions, the project also created opportunities for increased revenue generation through provision of new water connections and enhanced water supply to existing consumers.

The project was successfully commissioned on 21-06-2025 and is expected to provide sustainable and reliable drinking water supply to the Panchayath for the coming decades.

Kuttanad Drinking Water Project – Phase 2

In the Budget Speech for 2017–18, the Government announced the "Kuttanad Drinking Water Project – Phase II" for implementation under KIIFB funding, and KIIFB accorded financial sanction of ₹385.01 crore for the project. The Kerala Water Authority (KWA) was designated as the Special Purpose Vehicle (SPV) for implementing the project.

The Kuttanad Drinking Water Project – Phase II is currently under implementation with the objective of providing a safe, reliable, and continuous drinking water supply to all 13

Grama Panchayats in the Kuttanad Constituency. The project aims to address the acute shortage of potable water in the region, where surface water sources have increasingly become unsuitable for human consumption due to environmental degradation and pollution.

The scheme envisages the development of a comprehensive piped water supply system, designed in accordance with CPHEEO standards, with a service level of 100 litres per capita per day and provision for a 24×7 water supply system. The project has been planned to meet the ultimate water demand up to the year 2050, catering to a projected population of approximately 1.94 lakhs, including both resident and floating populations.

As part of the ongoing works, the project includes the following key components:

Augmentation of water treatment capacity at Neerettupuram through the construction of an additional 30 MLD Water Treatment Plant, supplementing the existing 14 MLD facility

Development of raw water intake and pumping systems, along with raw water and clear water transmission mains

Construction of clear water reservoirs, pumping stations, and transmission systems to serve multiple Grama Panchayats

Rehabilitation and strengthening of existing transmission pipelines and delivery infrastructure

Comprehensive renewal of the distribution network, including provision of house service connections and zoning of the supply system for efficient operation and management

The project adopts a dual transmission system from Neerettupuram to ensure reliable

conveyance of treated water to all beneficiary Panchayats, taking into account the flat terrain and dispersed settlement pattern characteristic of the Kuttanad region. The distribution network is being redesigned into multiple pressure zones, replacing old and deteriorated pipelines and significantly reducing water losses.

The project is currently under progress. Upon completion, it will ensure safe, adequate, and sustainable drinking water supply to the entire Kuttanad region, leading to significant improvements in public health, quality of life, and water security, while supporting sustainable development in this environmentally sensitive area.

WSS to Ayyappankovil panchayath in Idukki District

The source of the scheme is a 6.0 m diameter well-constructed at Thonithady on the bank of the Periyar River, from where raw water is pumped through a combination of 355.60 mm MS and 350 mm DI K9 pipelines over a total length of about 2.85 km to a 7 MLD capacity conventional Water Treatment Plant at Alady Kurisumala, using 260 HP vertical turbine pump sets. After treatment, the water is collected in an underground sump at the treatment plant site and distributed to Zone I, while a portion of the treated water is pumped through a 350 mm DI pipeline to a Ground Level tank at Alady Kurisumala using 120 HP pump sets for supply to Zone IV of Ayyappankovil Panchayath. From this GL tank, water flows by gravity to a sump-cum-booster at Kalthotty with a storage capacity of 1.84 LL, from where water is further pumped to meet the requirements of Kanchiyar and Kattappana Panchayaths.

For Kanchiyar Panchayath, treated water from the Kalthotty sump is pumped to the GLSR at Meppara through a 150 mm DI K9 pipeline using 45 HP pump sets for distribution in Zone

III, while a separate pumping arrangement conveys water to a 2.46 LL reservoir at Lebbakkada for supply to Zone II. For Kattappana Panchayath, water from the Kalthotty sump is pumped through a 300 mm DI pumping main of about 6.0 km length using 290 HP pump sets to the Nariyampara Top GLSR, from where it is distributed by gravity to three GLSRs located at Mulakaramedu (4.30 LL), Kochuthovala (3.14 LL), and Nariyampara Bottom (2.27 LL), serving Zones V, VI, and VII respectively.

To augment water supply to Kattappana Municipality, additional works are in progress, including laying of 500 mm DI clear water gravity mains and 200 mm DI pumping mains, construction of sump-cum-pumphouses, valve chambers, anchor blocks, and pipeline bridges across the Kattappana River, replacement of existing reservoirs with new steel tanks, re-arrangement and interconnection of pumping systems, provision of intermediate sumps and pump houses, electrification works, and commissioning of motor pump sets.

On completion, the integrated system will ensure efficient pumping, gravity-based distribution wherever feasible, and reliable drinking water supply to Ayyappankovil, Kanchiyar, and Kattappana Panchayaths and Municipality. The work currently under progress.

Carbon Neutral Coffee Park, Wayanad

For the upliftment of the coffee farmers in Wayand, setting up of Carbon Neutral Coffee Park with a provision of Rs.150 crore was announced in the 2019-20 budget speech. The Carbon Neutral Coffee Park aims to introduce coffee processing focussed on quality to transform Wayanad coffee from an undifferentiated filler commodity to a unique speciality product. The coffee park aims to be a profitable demonstration unit and centre of practice to reposition Wayanad Robusta on the world coffee map. Government has entrusted M/s Kerala Coffee Limited as the Special Purpose Vehicle to proceed with implementation of the Carbon Neutral Coffee Park project in Wayanad.

The launch of the Carbon Neutral Coffee Park marks a transformative milestone for Wayanad's agricultural landscape, designed to elevate the region's coffee from a low-value commodity to a world-class specialty product. By addressing the critical challenges of low productivity and the climate crisis, this comprehensive intervention enables smallholder farmers to move up the value chain through advanced wet processing and quality-focused

production. As global climate shifts increasingly threaten the delicate Arabica variety, Wayanad is strategically positioning its resilient Robusta as a premium alternative for the specialty market. The park will function as a profitable demonstration unit and a centre of practice, integrating sustainable processing techniques to secure better prices and improved livelihoods for thousands of local growers. Through this initiative, Wayanad is set to become a global leader in high-quality, climate-resilient coffee production, ensuring a sustainable future for the region's farmers while firmly placing Wayanad Robusta on the international specialty coffee

The project utilizes a "triple helix" innovation model—integrating academia, industry, and government—to achieve sustainable growth and climate resilience in a recognized global biodiversity and climate change hotspot. The program targets an initial reach of 2,000 farmers, scaling to 10,000 smallholder farmers within three years.

The Coffee Park is located on 19.91 acres in Puzhamudi,Kalpetta, the project utilizes eco-friendly design principles—such as steel and brick construction, bioswale filtration, and renewable energy via solar trees and biogas plants—to achieve a sustainable, carbon-neutral footprint. The park is structured into four functional zones: a Manufacturing Zone for large-scale processing, an Administration and Training Zone, a Tourism and Experience Zone featuring guest cottages and a deck walk, and ancillary support services.

Master Plan

Administrative Unit ManufacturingZone

With a total estimated cost of ₹112.05 Cr, the project covers extensive civil works and advanced machinery, including wet and dry mills, roasteries, and quality control labs. Beyond standard processing, the park incorporates a quality control lab, a coffee experience center, and an anaerobic digester for integrated waste management. The proposal includes Carbon Accounting, Product Certification and Carbon Trading and thus for ensuring scientific credibility, phased scaling, and long-term institutional capacity building. It also introduces a modern Electronic Warehouse receipt model to ensure that the financial benefits of centralized processing are efficiently transferred back to the farmers.

The governance model is inspired by successful cooperatives like Amul, aiming for an O&M strategy that eventually allows for farmer ownership through equity dilution. Revenue is generated through multiple streams, including internal fees for pulping and drying, direct retail and export of "Malabar Kaapi" roasted coffee, and ancillary sources such as compost sales and eco-tourism. Ultimately, the park seeks to serve as a replicable, farmer-led model that enhances local incomes while showcasing sustainable agricultural practices.

The entrusted Special Purpose Vehicle M/s Kerala Coffee Limited has initiated tender process of the project through the PMC M/s KIIFCON Pvt Ltd.

Science and Technology Department-Science Park Kannur

Through the Budget Speech for the year 2022-23, the Government announced the establishment of four Science Parks in the State with a total budget allocation of ₹1,000 Crore. These parks aim to leverage emerging opportunities in the fields of Science and Technology.

Of the four, one park will focus on Digital Technology, while the remaining three—under the Department of Science and Technology—are proposed to be located near the international airports at Thiruvananthapuram, Kochi, and Kannur. Accordingly Administrative Sanction was accorded for the establishment of Science Parks at Kannur, Kochi, and Thiruvananthapuram with funding from KIIFB, designating the Kerala State Council for Science, Technology and Environment (KSCSTE) as the Special Purpose Vehicle (SPV) for implementation.

The Science Park in Kannur, which will be built on 25 acres in Paduvilayi Village, near Panayathamparamba Junction. The project is being executed in strategic phases, with Phase 1 – Package 1 encompassing 36,000 Sq. m of development. This includes the construction of an Administrative Block (G+2, 3786 Sqm), two massive R&D Blocks (G+4) totalling over 30,300 Sqm, and a G+6 Residence Block (2,467 Sqm) to accommodate visiting scientists and staff. This phase also establishes the park's core infrastructure, including an approach road, service buildings, HVAC systems, and essential treatment facilities like WTP, ETP, and STP, alongside comprehensive land development such as campus roads, parking, and drainage. Future growth is secured through Phase 1 – Package 2, which will introduce Additional R&D Blocks (3, 4 & 5) and further expansion of services. The total outlay of the project is Rs.261.90 Crores.

Proposed Administration Block

Proposed Studio Block

Proposed Research and Development Block

The Science Park in Kannur is designed to drive scientific, technological, and economic advancements by fostering research, innovation, and industry collaboration. The need for such a facility arises from the increasing demand for cutting-edge research, technology transfer, and skilled workforce development in the Bioprocessing and Bioprospecting sectors. The park will serve as a hub for innovation by providing state-of-the-art research infrastructure, facilitating academia-industry partnerships, and accelerating the commercialization of research outcomes. It will address key gaps in advanced research, international collaboration, skill development, and industry consultancy services.

The Science Park in Kannur has been tendered in EPC mode, and the work has been awarded for an amount of ₹317.98 crore (including GST).

4.3 KEY ACTIVITIES OF INSPECTION AUTHORITY (Administrative)

The Administrative Inspection Wing (AIW) conducts inspections in the offices of various Special Purpose Vehicles (SPVs). During the inspection the tender documents, work awarding details, bill processing details etc. are verified. The deviations / irregularities / slackness etc. detected on execution, operation and management of projects and suggestions thereon are being intimated periodically to the Special Purpose Vehicles / Administrative Departments as well as the Technical Inspection Wing / Project Appraisal Division / Finance & Administration Division of KIIFB.

The AIW is also verifying all the Contract Documents in PFMS. As per the 'Contract File Approval' process, SPVs must upload the project documents from Tripartite Agreement, Technical Sanction and tender publication details to site hand over details in the Contract File. During the period from 01.04.2025 to 31.03.2026, AIW received 417 new contract files in PFMS for approval and 395 were approved. A total of 1843 Contract Files were received for re-confirmation and all of them have been reconfirmed. During the period 37 inspections were conducted. A total of 347 Bill Files were scrutinized and remarks offered.

Summary of Action Taken during the period from April 2025 to March 2026

Number of New Contract Files received	**417**
Number of New Contract Files approved	**395**
Number of re-confirmation file received and duly approved	**1843**
Number of Inspections conducted in Project sites & Offices of SPVs	**37**
Number of bill files scrutinized and remarks offered	**347**

The Administrative Inspection Wing also inspects various project sites to verify the status of the projects and to ensure the availability of Technical Personnel in the ongoing work sites in addition to the inspections in the offices of SPVs. During the period from 01.04.2025 to 31.03.2026 AIW has conducted inspections to examine the pendency in submission of final bills of completed projects and examine the execution of various projects based on the remarks of other wings in SPVs such as KWA, KSFDC and INKEL, KRFB & KSCC.

4.4 KEY ACTIVITIES OF INSPECTION AUTHORITY (Technical)

The Inspection Authority (Technical) is responsible for examining the technical aspects and providing technical services related to infrastructure projects funded by KIIFB. The functions can be broadly classified into five areas viz.

(1) Technical Examination & Quality Monitoring

(2) Internal Process Advisory Support

(3) Technical Support Services

(4) Information Management Services

(5) Capacity Building Services.

(6) Consultancy Support Services.

Various actions taken and activities carried out during 2025-2026 under the above six umbrellas are summarised below:

4.4.1 Technical Examination & Quality Monitoring

Technical wing of Inspection Authority conducts intensive technical examinations and inspections to evaluate the design, engineering, contractual and quality aspects of projects during planning and implementation. Necessary corrective actions are proposed based on the design, input materials, construction process and works procedures after conducting project specific evaluations. The physical progress is evaluated to analyse the lapses from SPV and contractor's side to take corrective actions in a time bound manner. Regular inspections are conducted to assess the effectiveness of Quality Management practices followed by SPV's to ensure that durable and functionally efficient infrastructure facilities are built, by strictly adhering to public works norms, good engineering practices and quality standards. The inspections also focus on correctness of measurements, accuracy of billing and other payment related aspects, to ensure that construction contractors do not obtain an undue advantage.

During this reporting period, Inspection authority (Technical) has conducted 2516 inspections, issued 91 Field Observation sheets, 1635 Observation Memos and 411 Technical Observation Notes. Closure Report has also been issued to 1515 OMs during this period. The details are as below:

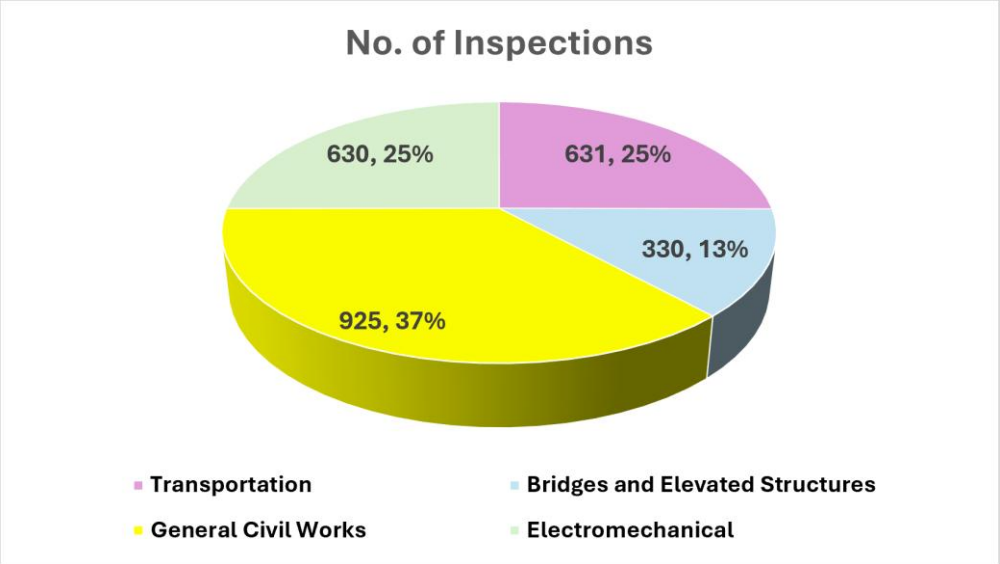
Department	No. of Inspections	No: of FOS issued	No: of TON issued	No: of OMs issued	No: of OMs closed	No: of IR issued
Transportation	631	29	149	342	300	6
Bridges and Elevated Structures	330	16	14	237	268	4
General Civil Works	925	17	131	588	495	3
Electromechanical	630	29	117	468	452	0
Total	2516	91	411	1635	1515	13

FOS - Field Observation Sheet

TON - Technical Observation Note

OM - Observation Memo

IR - Inspection Report



Mobile Quality Management Unit (KIIFB Auto Lab)

KIIFB QA/QC team ensures to give technical support in the quality relative aspects of projects from initial phase itself; also facilitates timely identification of flaws in construction and intimate the respective teams in TIW. Team make use of Autolab (Vehicle furnished with most advanced equipments) - lab on wheels for effective handling of site inspections including sample collections and site level investigations

Autolab has conducted a total of 261 inspections during the period 01.04.2025 to 31.03.2026

including 192 number of Transportation Engineering routine inspections, 63 General Civil Works Routine inspection, 6 Bridges and Elevated Structures Routine inspection, 36 number of Falling weight deflectometer test, 18 number of Retro reflectivity test for sign boards and Pavement marking, 24 roughness test and Traffic volume surveys for 5 road stretches.

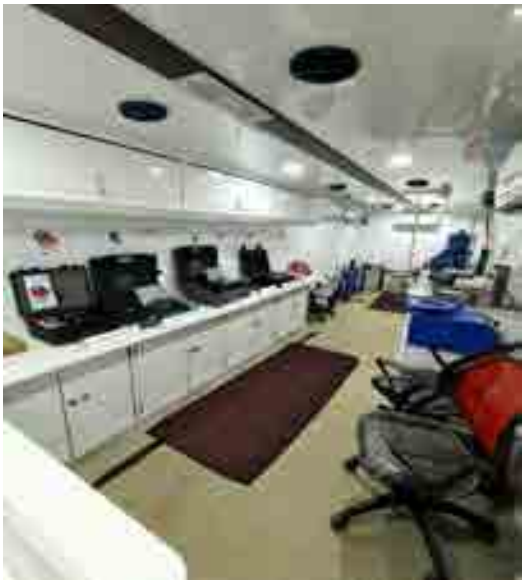


Fig 1. Asphalt laying site inspection with Chief Project Examiner at Vellikulagara to Vettilappara Road

Fig 2. Ultrasonic Pulse Velocity (UPV) Test at Wayanad Township Project

Fig 3. Rebound Hammer test at Azhikode Munambam Bridge

Fig 4. Geotextile quality test and factory visit at Raipur

Fig 5. FDR Core thickness test and UCS testing at Killy EMS road

Fig 6. Crack depth analysis at Govt HSS Puthanthodu,Chellanam

Fig 7 & 8. Crack depth analysis & Rebound hammer test at Aban junction Overbridge

Fig 9. Pile integrity Test demonstration at Zilla Court Bridge

Fig 10. FDD test at Kuttiyadi Bypass

Fig 11. Core thickness measurement at Killy EMS Road

Fig 12. Core cutting test at Cheruvathur Cheemeni Road

Fig 13. Asphalt Plant inspection at Kallanthodu Koolimaud Road

Fig 14. Granular layer testing at Malapuram Kodenchery Road

Fig 15 & 16. Periodic evaluation by FWD test at Pathanapuram Enath Road

Fig 17. Retro reflectiveness test - Pavement marking at Mattanur Irukkur Road

Fig 18. Retro reflectiveness test - Signboards at Peruvamparamba

Fig 19. ATCC Test at Attapadi Anaikatti Road

- **Quality/Progress monitoring studio**

Quality monitoring studio in KIIFB HQ visually monitor the field level operations during site inspections and assess the quality and physical progress of works. Technical support to field level inspection engineers is also given from this studio if expert opinion is required from Senior officials. During this period videos of 292 inspections and 363 quality testing were transmitted directly from sites, which are recorded and tagged.

- **Technical review support**

Technical Resource Centre continued to support projects with a view to facilitate its implementation based on updated site conditions, within the budgeted cost and complying with safety and quality requirements. Supports were provided to projects that required assistance at various stages as noted below.

i) Project development support

ii) Technical review and support for preparation of project execution documents (PED)

iii) Review of PEDs

The type of projects supported include hill highways, state highways, major district roads, roads implemented under FDR, grade separated junctions, junction improvements, etc.

Technical review and support for road projects include horizontal and vertical alignment, land acquisition, road safety, hydrology, pavement, utility impacts, cost, constructability etc.

Support services are provided by an experienced multidisciplinary team with assistance from

specialist project advisors.

KIIFB - TRC undertakes projects for review during each stage prior to fund release like concept stage or under appraisal, Technical or Design review stage for approval and then prior to Project Execution Stage. All the review activities are based on the Codes & Standards, i.e., Indian codal references or Local guidelines.

General Civil works including, buildings, stadiums, water resource, etc projects are reviewed based on DPR/ DAR, design basis report, Soil Investigation report, Architectural, Structural & MEP drawings and analysis model received from SPV and is primarily aimed for improving the overall functionality, compliance to byelaws, sustainability, and structural optimization. The review report highlights the possibility in design optimization, errors or omissions in design assumptions, sustainability and functionality improvements.

- **Independent Quality Audit (IQA)**

In order to strengthen the quality management system of all SPVs and to help them to follow a comprehensive check on all quality related aspects, audit by an independent agency is essential. This will help in timely identification of flaws in construction process and ensure the correctness of process and procedure in implementation of public works. Accordingly, third party quality audit process was made mandatory in all KIIFB projects as per the decision of the 38th GB of KIIFB. Further to the above decision, M/s RITES ltd, (a Government of India enterprise), a multi-disciplinary consultancy organization in the fields of transport, infrastructure and related technologies was designated as the agency for conducting Independent Quality Audit for all KIIFB Projects. In this report period, projects costing approximately 3235.95 Crores has been assigned to M/s RITES for conducting IQA. This includes 47 transportation projects costing 2337.68 Crores and 9 non-transport projects costing 898.27 Crores. Transportation projects costing less than 20 Crores and non-transportation projects costing less than 10 Crore have been assigned to the Quality Audit Cell (QAC) under Technical Resource Centre (TRC) of KIIFB for carrying out IQA.

- **Introduction of PMC for Projects**

In order to ensure completion of projects assigned to SPVs by confirming the standards stipulated by KIIFB, it was approved in the 40th GB to introduce Project Management Consultancy in KIIFB projects. Category of PMC agency shall be:

- Central Public Sector enterprises
- Accredited agencies in PMC category belonging to approved list issued by GoK.
- Reputed Project Management Consultants selected through competitive bidding.

Accordingly, M/S RITES, a public sector enterprise, is appointed as PMC agency for Transportation projects above 20 Cr and GCW above 10Cr. 15 projects costing Rs. 586.55 Crores under transportation sector and 26 projects costing Rs.1707 Cr. under non transportation sector was allotted to RITES for PMC services during this period.

The selection of Government of Kerala accredited agencies for the PMC services are completed and M/s HABITAT Technologies have been selected as PMC in building projects. 12 Projects costing 229 Crores is allotted to M/s HABITAT for PMC services.

KRDCL has been appointed as PMC agency for transport sector projects under KRFB and KMRL. A tripartite agreement has been executed with KRFB, KRDCL and KIIFB. The project Sreekaryam flyover amounting to 71 Crores.

A tripartite agreement was executed between KMRL, RITES and KIIFB engaging RITES as PMC agency for Road/Bridges projects under KMRL for an amount of 39 Crores.

1. Internal Process Advisory Support

One of the major functions of TIW is to provide Technical Advisory Service to other KIIFB divisions as well as SPV whenever cases requiring such services are referred to. Technical advisory services in respect of (1) Fund release advise (2) TS Advice (3) Deviation/Variation in contracts (4) Court cases (5) RTI support (6) Design Advisory (7) Miscellaneous Advisory are usually carried out by Technical Inspection Wing.

Major interventions during this period are:

- **Suspension of work**

Directions were given to concerned SPVs for suspension of work in 2 projects based on the observations of Technical Inspection Wing. The reason for suspension includes low progress and substandard quality in the works which were informed in advance to SPVs through various Field Observation sheets (FOS), Technical Observation Note (TON), Observation

Memos (OMs) and Inspection/ Inquiry reports. In order to closely monitor the compliance of directions and progress of works after the issue of notice on revocation, regular intensive inspection of these 2 works are conducted once in two weeks and status reports were presented to competent authority regularly.

- **Centage deduction for non-deployment of required technical personnel in KIIFB funded projects.**

KIIFB has formulated the criteria for technical staff requirement based on the project value by adopting the principles of best engineering practices and referring to the requirements stipulated by various governmental departments. Directions were issued to all Administrative Departments & SPVs to ensure the deployment of technical personnel as per the criteria given by KIIFB. In order to ensure the compliance of stipulations as per the guidelines issued and to provide a penal provision for noncompliance, the proposal to reduce the centage by an amount calculated on the factored portion of eligible centage based on the inputs from the inspection authority has been implemented as approved by KIIF Board.

- **Performance Evaluation of SPVs**

39th meeting of the KIIF Board has authorized CEO to carry out half yearly evaluation on performance of the SPVs in project implementation w.e.f July 01, 2020, using the structured template approved by Board. Accordingly, the performance review of SPVs has been conducted upto the period from 01.01.2025 to 30.06.2025. The report has been prepared after analysing the capacity of all SPVs on various managerial and professional parameters as per the template approved by the KIIF Board. The report for the period from 01.07.2025 to 31.12.2025 is in progress.

2. Technical Support Services

The Technical inspection wing support the scrutiny of designs & schemes if any cases referred from other departments. Also provide advisory services with a value for money perspective and ensure that principles of public work system are strictly followed with regard to:

- Functional Design vs Sectoral Standards
- Cost rationalization by reviewing scope, standard and specification.
- Review of Engineering Design & Value Engineering options

- Innovative options through introduction of new materials, process, and technologies
- Use of advanced tools for design optimization

Following were the major initiatives under this head during this period:

- Project Development Support Services
- Project Engineering Support Services
- Project Execution Support Services
- Organisational & Process Support to SPVs
- Technical Consultancy Services

Following various cells under Technical Resource Centre extend supports to SPVs in the above areas.

1. BIM/Virtual Design Cell (VDC)

Modern Infrastructure Management requires creation of a digital replica of project to be constructed, in the planning stage itself. Modelling skills in areas relating to BIM / VDC unit need to be acquired by all practicing professionals in Infrastructure sector. In order to equip the SPV professionals with the above techniques, necessary support are provided from this unit. BIM based modelling with Specification, Schedule and cost integration in 5D mode is proposed to be introduced in all major identified projects in KIIFB for monitoring, controlling, inspection planning, bill checking, and post completion asset management activities.

BIM would act as an instrumental tool for an agency like KIIFB to effectively monitor and inspect the project progress and quantify the visual progress to a cost-based valuation. Therefore, KIIFB envisages to use BIM as a comprehensive process for design development and project management, collaborating with all other stakeholders of the project to create a Virtual Design & Construction Model.

During this period, Virtual Design Cell has completed LOD 300 Level Detailing for 07 Projects, 2D layout preparation from BIM for 04 Projects and coordination works of 08 projects for which BIM modelling is being done by SPV directly.

2. Project Support cell (Transportation, Building, Electromechanical)

Project Support Cell is an important technical advisory initiative taken to do the technical review and PED preparation for projects under various stages viz Under Appraisal Projects, TS awaiting Projects, TS Issued & Work Not Awarded Projects, Work Awarded/ Just Started Projects under Transportation & Non-Transportation Sector. Major support areas include surveys and investigations.

- **Project Support Cell (Transportation)** - Technical review and support of road projects included surveys and investigations, road design -horizontal and vertical alignment, land acquisition limits, intersection improvements, road safety, pavement, utility impacts, cost, constructability, etc. The support extends to Hill highways, Major district roads, and projects selected for implementation under Full Depth Reclamation method.

In order to avoid scope deviations and other contractual and technical issues during execution, it has been decided by KIIFB to examine the Design Basis Report and other technical documents to be considered by the SPV for Technical Sanction.

In view of the above, change in certain process has been formulated in KIIFB and implemented through the PFMS system. This process has been introduced with the objective of avoiding large-scale deviations and variations during the design stage as well as during the execution stage of the project.

DBR establishes the finalized project scope, design parameters, quantities, specifications, and cost estimates, thereby minimizing variations during execution.

Circular in this regard was issued vide letter No.JRC28.PSC/6561/2025/KIIFB/PART-1 dated 07.03.2026, along with DBR and PED checklists for submission compliance.

DBR review has been carried out for 24 numbers of BES projects and 09 numbers of Road projects.

PED review has been carried out for 33 numbers of BES projects and 38 numbers of Road projects.

Support for PED preparation for 32 numbers of road projects were rendered during this period through PSC cell.

A few major projects for which PED preparation support was extended are given below:

1. Four laning of state highway Vazhayila - Pazhakutty – Kacherinada road.
2. Vattiyoorkavu Junction and connected roads
3. Coastal Highway: Palakkode Kunnaru city stretch
4. Hill Highway: Peerumedu Devikulam Road - TS4 (Kattappana Puliyanmala Road)
5. Hill Highway: Pookkottumpadam - Thampurattikkallu Munderi seed farm gate road.
6. Muvattupuzha Town Bypass Road (Murikallu Bypass Road)

Preparation of PED, including surveys & investigations and design of approach roads to bridges, was supported by CMD for 10 bridge projects.

List of projects are given below.

1. Thriprayar Bridge across Canoli canal in Cherpu- Thriprayar road in Thrissur district
2. Pullut Parallel Bridge across Kodungallur Kayal in Thrissur district
3. Chinganattukadavu bridge in Thrissur district
4. Chendamangalam Mattupuram bridge in Ernakulam district
5. Kumbalam-Thevara Bridge in Ernakulam district
6. Parakkadavu Bridge in Pathanamthitta district
7. Kattilkadavu Bridge in Kollam district
8. Keltron-Kumbalangi Bridge in Ernakulam district
9. Herbert-Nayarambalam Bridge in Ernakulam district
10. Kannankattukadavu Bridge in Kollam district

Project Support Cell (Buildings and Electromechanical Services) – Review or design support to SPV is initiated to ascertain design adequacy of the structure, compliance to codal provisions, identify service-related clashes or functionality issues and availability of detailed GFC drawings as per standards, thereby ensuring safety and economy of project.

The various types of projects that were reviewed by the team includes buildings for

educational (schools, colleges etc)/ institutional (hospitals) purposes, office/ market buildings, theatre complexes, stadia, water supply projects including schemes for supply, maintenance & conveyance of drinking water & overhead reservoirs, etc.

The team has performed design review of around 05 projects and review of PEDs of around 248 PED projects during the period. The timely intervention of the team has helped SPVs to achieve a safe & optimised design and also indirectly helped to avoid cost escalation due to delay in project implementation.

A few major projects for which design support was extended are given below:

1. Pattambi Indoor stadium
2. Construction of boys hostel at Nileswaram Campus for Kannur University, Kasargod.
3. Construction of New Hostels in University of Calicut
4. Construction of Boy's,Girl's and International Students Hostel at Kariavattom Campus.
5. International students hostel and girls hostel at cusat

3. Quality Audit Cell (QAC)

Implementation of quality management systems in SPVs is an essential prerequisite for successful completion of projects. Quality audit is a tool for analysing the level on compliance of requirements of quality management system. Being a new skill, SPVs are to be equipped with adequate technical capability in handling the quality audit process in project execution. The introduction of Independent Quality Audit (IQA) process in all packages approved by KIIFB through auditors empanelled/ approved by KIIFB is done through Quality Audit Cell. Third party quality audit process as a mandatory one for releasing payments against payment milestones exceeding 40 %, 80% and 100% value in all packages approved by KIIFB.

During this period, Quality Audit Cell has prepared various check lists such as DPR, Design, Procedure & Implementation by taking necessary inputs and suggestions from TIW Officers. The cell has also supported TIW for various activities such as data collection from SPVs, procurement of equipment, Project Awareness Events, Auto lab inspection, sampling, testing & report preparation, drone survey etc.

4. Sustainability Support Cell (SSC)

A sustainability support cell has been created in TRC to assist KIIFB divisions and SPVs by providing necessary technical inputs for implementing sustainable infrastructure technology option in different sectors. Major works of SSC during this period are creation of Sustainable Infrastructure Management (SIM) framework for KIIFB, work on compliance of Masala Bond covenants, Assistance to F & A for a proposal to float Green Bonds, Specific project level studies and Documentation etc. SSC team involved in Design Review Process and provides support for ESG division under KIIFB

Major interventions during this period are:

- **Implementation of alternate technology**

Vide GO under reference, government had issued orders for implementation of alternate technology options in KIIFB road works. Accordingly, rate analysis for 6 alternate technologies has been prepared with data from DSR & MORTH and inputs from advisory committee, viz, (i) Geo cells & Geogrids (ii) Full Depth Reclamation (FDR) (iii) Micro surfacing (iv) Segmental Blocks (v) Soil Nailing (vi) Hydroseeding.

Following new technologies are adopted during 25-26:

- Ultra-high performance fibre reinforced concrete (UHPFRC) has been proposed for Thirunavaya Thavanur Bridge project as part of new/alternate technology implementation.
- Azhikode Munambam bridge- Precast Segmental construction method.
- Peruman bridge-cast in situ segmental construction for extradosed bridge

13 roads across various divisions of KRFB was identified to be constructed using FDR technology. Contract awarded for Trivandrum (5 roads), Kollam (2 roads) Kozhikode(3 roads) and Thrissur (3 roads) divisions.

- **Isolation blocks**

In view of the Covid pandemic it was decided to set up 10 bedded Isolation wards for contagious diseases in 140 LAC using pre-engineered technology. KMSCL was appointed as

Special Purpose Vehicle for the project, and it was decided that KIIFB shall place a team of engineers as a Technical Support Unit in KMSCL through its technical resource centre for supervision and monitoring.

The Steering Committee of Government of Kerala approved the amount of Rs:1,24,95,829/- (Rupees One Crore Twenty-Four Lakhs Ninety-Five Thousand Eight Hundred and Twenty Nine only)- in principle for one location.

Due to the poor performance of the contractor, the contractor could not complete the work and M/s TDLCCS were able to complete only 55 Isolation wards as on September 2025. In this regard, Government has decided to terminate M/s TDLCCS on risk and cost basis and KIIFCON was appointed as the agency for executing the balance works of Isolation wards, on a deposit work mode. KIIFCON was entrusted to complete the balance work of 28 Isolation wards and snag work of 41 Isolation wards.

As on date, snag works of 24 Isolation wards have been completed and balance 17 Isolation wards is under progress. The balance work of 28 Isolation wards is under progress.

4. Information Management Services

- **Infrastructure Information Management (GIS)**

The integration of Geographic Information Systems (GIS) into Infrastructure Information Management at KIIFB significantly enhances efficiency across project planning, monitoring, and management. By unifying diverse datasets into a centralized spatial reference system, GIS facilitates the visualization of project assets in their true geographic context, driving evidence-based decision-making with an emphasis on quality and timely execution.

Operationally, the GIS team actively supports the Technical Inspection Wing (TIW) by delivering critical spatial intelligence for independent field verification and the precise tracking of construction progress milestones. Concurrently, the team provides vital spatial layers as required during the project planning and land acquisition stages, ensuring that location-specific constraints are evaluated early in the project lifecycle. Furthermore, GIS strengthens Environmental, Social, and Governance (ESG) mandates by embedding core

sustainability criteria into the decision-making pipeline from initial project identification through to final evaluation, fostering responsible and sustainable development.

As of April 2026, the KIIFB geodatabase maintains comprehensive spatial records for 366 road projects (111 completed) and 738 general civil works contract packages (392 completed). Monthly physical progress updates collected via the PMAS App are compiled to dynamically refresh the master geodatabase and extract actionable project insights. Packages are automatically flagged for management intervention and thematic mapping if they exhibit three months of stagnation, fail data validation, or violate preset quality, schedule, and financial criteria. This risk framework incorporates a Compliance Score that evaluates project adherence to administrative and scheduling standards by deducting weighted penalties from a baseline of 100 based on critical performance flags—such as approval delays, open observation memos, inspection gaps, multiple extensions of time, scope variations, and illogical progress trends—floor-clipped to a standard range of 0 to 100. Finally, an interactive HTML dashboard packages these multidimensional datasets outside the complexities of traditional geospatial software, enabling seamless, intuitive decision-making for executive leadership.

Supporting these digital workflows on the ground, in-house survey teams fulfil topographical requirements primarily by executing fresh field surveys using Total Stations and DGPS, while also conducting rigorous verifications of submitted data to ensure absolute compliance with mandated Terms of Reference. Through this systematic framework, field survey operations were successfully completed for 24 major infrastructure projects between April 2025 and March 2026—comprising 21 projects for KIIFB and 3 projects for KIIFCON—providing the foundational topographical datasets required for detailed road design development and the production of precision CAD drawings.

5. Capacity Building Services

Capacity Building Services aim in providing various Technical Support Services as below:

- Administrative support to Technical Support Units
- Trainings for internal technical personnel
- Trainings for SPV personnel & other project associated professionals

- Internship Programs
- Infrastructure awareness programs

These services are extended either through agencies or through Technical Resource Centre (TRC)

Technical Resource Centre & Coordination

KIIFB Technical Resource Centre is managed by CMD, under the technical co-ordination of Technical Inspection Wing (TIW) to facilitate all technical requirements of SPV's. In addition, technical assistance is imparted to SPVs and other divisions of KIIFB through Technical Resource Centre (TRC)

Technical Support to SPVs

Technical Supports were given to various SPVs by providing manpower, hardware and software for BIM Implementation etc.

Internship Programmes

12 Interns selected from the rank list was inducted and trained under various division of KIIFB (TRC/TIW/PAD) during the internship cycle of 2025 -2026.

Training programs

The Technical Inspection Wing conducted a total of 22 trainings (including various internal and external sessions) for TIW & TRC officials and SPVs during the period from April 2025 to March 2026, as detailed below:"

SLNo	Workshop/seminar attended
1	Industry Forum on Shared Cooling Infrastructure implementation in Kerala
2	Workshop on Coastal Engineering and Management
3	Kerala Urban Conclave 2025
4	Seminar on New Frontiers on Physical Modelling of Geotechnical Infrastructure Structures & 8th Prof.T.S.Ramanatha Ayyar Lecture 2025
5	Training on MIKE software

6	One-day Workshop on “Design Thinking Workshop”
7	Technical Workshop, “CETAAT TECHNOW 2026: Update and Upgrade
8	National Workshop on Designing for Safety: Guidelines for Buildings Construction in India
9	Hands-on Training on HEC-RAS Software
10	Two-day Workshop on climate-resilient infrastructure development
11	Two-day Workshop regarding "Enhancing Climate Resilience of Kerala's Road Network
12	Two-day Training on Sustainability Reporting for FY 2024–25
13	Online Training Course on IRC Codes of Practices for Bridge Engineers
14	Technical Workshop, ‘Geo Keralam’ Organised by Indian Geotechnical Society
15	Refresher Course on Planning, Design and Construction of Elevated Metro Structures
16	ABCD-Centre Transfer Workshop – “ADAPT & SHIELD for Climate Resilience
17	Three-Day Workshop on “Recent Trends in Highway Construction and Asset Management
18	Academia–Industry Conclave: *Future Ready Roads & Infrastructure*
19	City Mirror 2026 – National Seminar on Digital Twins for Future Ready Urban Development
20	10th GRIHA Regional Conclave
21	Training Program on "Troubleshooting Concrete Quality Issues: Causes, Consequences and Solutions
22	Bridge Design Training by Industry Expert-Mr. Prashanth Karunakaran, VP, GR Infra Projects

- **Internal Trainings Conducted by TIW to SPVs**

The Technical Inspection Wing (TIW) has successfully conducted a series of training programs for officials from SPVs, Project Examiners, Inspection Engineers of TIW, and field-level officials from the Technical Resource Centre (TRC) on " Troubleshooting Concrete

Quality Issues: Causes, Consequences and Solutions. These sessions were organized across various dates during May & June 2026. All the training sessions were led by Shri. Shyam Kumar Syama Prasad, Project Advisor at KIIFB-TRC. Shri. Prasad is a seasoned Concrete Technologist with over 31 years of experience in business management, plant operations, technical sales, quality management, strategy planning, and process improvement. He is well-versed in the design and development of high-performance concrete for hot weather conditions and specific international standards and is renowned for his training and troubleshooting expertise in concrete quality and RMC operations.

The training programs have contributed significantly to enhancing technical competence and awareness among the officials involved in infrastructure projects. TIW remains committed to continuing such capacity-building initiatives to uphold high standards in construction quality and sustainability.

Induction Program for New Joiners in KIIFB

An induction programme for new joiners of KIIFB, who joined between July 2025 and November 2025 across various departments, was conducted from 13 November 2025 to 19 November 2025 at the KIIFB Training Hall. The programme was organized under the guidance of Shri L. S. Murali, Deputy Chief Consultant, with coordination support from Shri Rajeev S., Lead Project Advisor.

A total of 34 new joiners (PAD – 10, TIW - 1, TRC – 18, Intern – 4) were notified to attend the four-day induction sessions. Attendance across the programme was as follows:

- **13 November 2025:** 32 participants
- **14 November 2025:** 26 participants
- **15 November 2025:** 27 participants
- **18 November 2025:** 28 participants
- **19 November 2025:** 24 participants

The programme comprised 24 sessions, which were handled by various Division Heads and Senior Officers of KIIFB. The sessions covered key functional areas of the organisation, providing the new joiners with an overview of departmental roles, responsibilities, and operational processes.

Another induction program was conducted in the prescence of CEO, KIIFB on 13th November 2025. During the first session, Shri Reji John, JFM presented the Organogram of KIIFB and explained the placement of new recruits within the organisational structure. This was followed by an ice-breaking session led by the HR Team, during which the new recruits introduced themselves and interacted with various division heads. After that, sessions on Project Appraisal and Quality Management & Inspection Authority functions were handled by Shri K. P. Purushothaman , ED and Dr. S. J. Vijayadas, CPE respectively.

A similar induction program has been conducted on 17th, 18th, 19th, and 21st March 2026 for the remaining new joiners who have joined till march 2026.

6. Consultancy Support Services

As per the 42nd Board approval of setting up consultancy service in KIIFB and as per the proceedings dated 08.10.2021 it was decided to set up a functional organization for consultancy services at KIIFB as KIIFB Consultancy Services Unit. KIIFCON Pvt Ltd, a subsidiary of KIIFB was incorporated on 17th August 2022 to take up the consultancy activities in the field of transportation, power, ports etc. KIIFB's new step is to create a sustainable and innovative solutions and operate globally as professional consulting engineers. KIIFB Consultancy Services offers Consulting & Advisory Services, Design & Engineering services, Project & Contract Management, Quality Management services, Transaction Advisory Services, Environment Services to various sectors including Transportation, Buildings, Power, Energy etc. KIIFB Consultancy Services would offer comprehensive solutions to the Engineering Industry in Kerala. KIIFB Technical Consultancy Services Unit concentrates in three different fields.

1. Project Development Services
2. Project Engineering Services
3. Project Execution Services.

Following are the projects currently executing by KIIFCON:

1. Project Management Consultancy for Cochin Smart City Mission Ltd

2. Client Engineer for Wayside Amenities – Reststop project at Thalappadi carried out by OKIH

3. Technical consultant for Industrial Rubber Park at Velloor for Kerala Rubber Limited

4. Authority Engineer/PMC for Wayanad Township Project- Wayanad- Landslide Rehabilitation for Disaster Management Department, Government of Kerala

5. Support Services for Beach Development of Kovalam and adjoining beaches for Tourism department

6. Preparation of DPR and related services for Rejuvenation of Akkulam Lake and its Watershed- Rebuilding Kerala; The Sustainable Way for Tourism Department

7. General consultant for Urban Sustainable Land Reconstitution Project, Kochi for Local Self Governance Department, Govt of Kerala

8. Project Management Consultant for Pinarayi Educational Hub for KITFRA

9. Authority Engineer for General Hospital, Thiruvananthapuram for Health Department, Govt of Kerala

10. Design Consultancy for Augmentation of Infrastructure Facilities for 7 Nos of Govt Engineering Colleges and 12 Nos of Govt Arts and Science Colleges being undertaken for Higher Education Department (KITFRA)

11. Consultancy services for Capacity Expansion cum Project Diversification Project for Kerala for Kerala Paper Products Limited

12. Design Consultancy for Tumkur Railway Station Redevelopment Project for South-Western railway (SWR), RITES - ARYAN JV

13. Preparation of Readiness Report for obtaining Green Certification of the IOCL office building located at Panampilly Nagar, Ernakulam

14. Preparation of Building Information Modelling (BIM - LOD 300) for various KIIFB Projects

15. Preparation of DPR and Masterplan for the Vizhinjam Sea-Port Based Business Development Centres for Channelising Industrial and Commercial Activities For Vizhinjam International Sea-Port Limited.

16. PMC for Construction of 10 bedded Isolation Wards in State- Balance work in 28 locations and Snag Works at 42 sites for Kerala Medical Services Corporation Limited (KMSCL)

17. Design Consultancy Services for the Category – 1(CAT-1) approach lighting Project at Kannur International Airport(KIAL)

18. Preparation of DPR, Tender Documents and GFC Drawings for the Development of Work Near Home (WNH) Facility at Kollam for KITFRA.

19. PMC for the Development of Carbon Neutral Coffee Park at Kalpetta, Wayanad District for Kerala Coffee Limited

20. Design consultancy service for works in Infopark Kochi Phase I & II for KITFRA

21. Consultancy Support to Kannur International Airport Limited (KIAL) for Development of Innovation Land Projects

22. Laboratory Testing Services including Falling Weight Deflectometer, Roughness Test, Assessment of Concrete using advance Non-Destructive Testing methods Structural Members etc. for various clients

23. Preparation of DPR and PMC assistance for the canal cleaning of Canoli Canal Project – Kozhikkode for Kerala Waterways and Infrastructure Limited (KWIL)

4.5 KEY ACTIVITIES OF ENVIRONMENTAL SOCIAL AND GOVERNANCE WING

The Environmental, Social and Governance (ESG) Wing of KIIFB is mandated to mainstream ESG principles across the institutional and project lifecycle framework of KIIFB and its Special Purpose Vehicles (SPVs). The Wing facilitates the systematic integration of environmental sustainability, social inclusion, climate resilience, and good governance practices into organizational policies, investment decisions, project planning, implementation, and monitoring processes. The objective is to promote sustainable, resilient, transparent, and accountable infrastructure development while ensuring long-term socio-economic and environmental value creation beyond conventional financial performance indicators. ESG Wing provides technical support to the Institutional Finance Group in advancing sustainable finance initiatives, including the mobilisation of green and climate finance, ESG due diligence, sustainability disclosures, and compliance with evolving national and international reporting frameworks. The ESG Risk Management Framework at KIIFB is operationalised through the following strategic pillars:

(i) Institutionalisation of ESG principles within organisational systems and processes;

ESG is institutionalised into the systems and processes through (i) Adoption of an ESG Policy, Climate Resilience Policy and Green Finance Framework with Manuals & SOPs; (ii) Green Building certifications (GRIHA, IGBC, EDGE) to buildings having built-up area 2500 s.q.m and above; (iii) Development of in-house infrastructure rating system '**SRISHTI'** (Sustainability Rating for Infrastructure Systems Harmonising Technology and Innovation);(iv) Development of ESG Screening Tool/Checklist for risk assessment and integration with KIIFB's PFMS; (v) Development of ESMS, (Environmental & Social Management Systems) ESMP (Environmental & Social Management Plan), and Green Building Compliance templates.

(ii) **Capacity building of stakeholders for effective integration of ESG considerations into infrastructure projects**

The stakeholders were trained and capacitated in (i) Green Building Rating Systems (GRIHA, IGBC, and EDGE), (ii) ESG Screening Tool/Checklist, (iii) Climate Resilience design inclusion in DPRs, (iv) ESMP and ESMS, (v) Climate data inventory, (vi) Business Responsibility and Sustainability Reporting (BRSR) and (vii) SRISHTI.

(iii) Promotion of sustainable and low-carbon development practices with emphasis on greenhouse gas emission reduction

The following green building practices were implemented:

- 86 building projects, covering approximately 1 million sq. m of built-up area, were shortlisted for Green Building Certification. Upon completion, these projects are expected to achieve an estimated reduction of about 91,000 tCO_2eq per year compared to conventional designs, with an average incremental project cost of approximately 1.34%, recoverable within 3–5 years of operation.
- 68 Building projects were identified for GRIHA certification, of which 42 projects have been registered.
- Seven building projects were identified for EDGE Level 1 certification, with 2 projects already certified.
- Eleven projects were identified for IGBC certification, of which two projects have been registered.
- Green Domestic Bonds amounting to INR 302.02 Crores were mobilised in September 2023 and allocated to 18 green building projects targeting GRIHA 3-Star ratings, with BRSR compliance to SEBI.

(iv) Integration of climate resilience and disaster risk considerations into infrastructure planning and design

In line with the climate resilience policy, a data repository, DPR template and gap assessment report for six sectoral projects were prepared. Climate-resilient interventions for lake rejuvenation, flood management, and paddy land protection have been adopted at Pazhukkanila Kayal in Kuttanad, including desiltation and mangrove bund formation. Climate resilience initiatives were incorporated into the Carbon-Neutral Coffee Park Project in Wayanad, focusing on carbon accounting, carbon-neutral product certification, sustainability

benchmarking, and facilitating carbon markets and carbon trading mechanisms. Attempts have been initiated to avail climate/sustainable finance/grants (Fund for Responding to Loss and Damage _FRLD) of UNFCC through NABARD/MoEF &CC for these projects.

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