



To the Chief Executive Officer,
Axis Bank Limited - IBU GIFT City Branch

**Report on the Audit of Special Purpose IndAS Financial Information of Axis Bank Limited
- IBU GIFT City Branch**

Opinion

We have audited the accompanying Special Purpose IndAS Financial Information of Axis Bank Limited - IBU GIFT City Branch (the "Branch"), which comprise the Balance Sheet as at March 31, 2025, Profit and Loss Account (including Other Comprehensive Income), Cash Flow Statement, Statement of Changes in Equity for the year then ended and schedules to the Special Purpose IndAS Financial Information, including a summary of material accounting policies and other explanatory information (together herein referred to as "Special Purpose IndAS Financial Information"). The Special Purpose IndAS Financial Information have been prepared by the Management of the Branch as per Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time ("IndAS"), the relevant provisions of the Banking Regulation Act, 1949, the relevant circulars, guidelines and directions issued by the Reserve Bank of India ("RBI") from time to time (collectively, "RBI Guidelines"), as well as the requirements of the banking regulations of IFSCA, rules, directions, circulars, guidelines, from time to time applicable for IFSC Banking Units (IBUs) (collectively, "IFSCA Regulations") and other accounting principles generally accepted in India, for onward submission to the International Financial Service Centres Authority ("IFSCA") to comply with IFSCA Regulations, as communicated by the Axis Bank Limited (the "Bank" or "Head Office").

In our opinion and to the best of our information and explanations given to us, the accompanying Special Purpose IndAS Financial Information are prepared in all material respects, in the manner so required and give a true and fair view in conformity with the Indian Accounting Standard (IndAS), of the state of affairs of the Branch as at March 31, 2025 and profit and other comprehensive income, cash flow statement and changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act 2013 (the "Act") and any other applicable pronouncements issued by the Institute of Chartered Accountants of India as well as IFSCA Regulations. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Special Purpose IndAS Financial Information section of our report. We are independent of the Branch in accordance with the Code of Ethics issued by



the Institute of Chartered Accountants of India (the "ICAI") together with the ethical requirements that are relevant to our audit of the Special Purpose IndAS Financial Information, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Special Purpose IndAS Financial Information.

Responsibilities of management and those charged with governance for the Special Purpose IndAS Financial Information

The Branch's Management is responsible for preparation of these Special Purpose IndAS Financial Information that give a true and fair view of the financial position, financial performance and cash flows of the Branch in accordance with the IndAS, RBI Guidelines and IFSCA Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the IFSCA Regulations for safeguarding the assets of the Branch and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial information that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Special Purpose IndAS Financial Information, the Management is responsible for assessing the Branch's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Bank's Management either intends to liquidate the Branch or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are also responsible for overseeing the Branch's financial reporting process.

Auditor's Responsibilities for the Audit of the Special Purpose IndAS Financial Information

Our responsibility is to express an opinion on those Special Purpose IndAS Financial Information and that they are in accordance with material accounting policies as specified in Note 3(V) to the accompanying Special Purpose IndAS Financial Information.

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

- Identify and assess the risks of material misstatement of the Special Purpose IndAS Financial Information, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion,



forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for expressing our opinion on whether the Branch has internal financial controls with reference to Special Purpose IndAS Financial Information in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Branch's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's report to the related disclosures in the Special Purpose IndAS Financial Information or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Branch to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Special Purpose IndAS Financial Information, including the disclosures, and whether the Special Purpose IndAS Financial Information represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Other Matter

We draw attention to Note 3(II) to the accompanying Special Purpose IndAS Financial Information, which describes the basis of accounting used for preparing the aforesaid Special Purpose IndAS Financial Information. These Special Purpose IndAS Financial Information for the year ended March 31, 2025 are prepared in accordance with the special purpose



framework, for onward submission to the IFSCA.

As a result, the Special Purpose IndAS Financial Information are not a complete set of Financial Statement in accordance with the recognition and measurement principles laid down in applicable IndAS in this regard, RBI Guidelines and other accounting principles generally accepted in India. Accordingly, this Special Purpose IndAS Financial Information may not be suitable for any other purpose.

Our report is intended solely for the use of Branch's/Bank's Management for onward submission to IFSCA and should not be distributed to or used by any other parties. We shall not be liable to the Branch/Bank or to any other concerned for any claims, liabilities or expenses relating to this assignment. 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 report is shown or into whose hands it may come without our prior consent in writing.

Our opinion is not modified in respect of this matter.

The Special Purpose Financial Statements of the Branch for the year ended March 31, 2024 was audited by the predecessor joint auditor, who have expressed an unmodified opinion as relevant on those Special Purpose Financial Statements vide their audit report dated July 10, 2024. Accordingly, we do not express any opinion on the figures reported in the Special Purpose Financial Statements for the year ended as at March 31, 2024.

For **M M Nissim & Co LLP**
Chartered Accountants
Firm Registration No.: 107122W/W100672



Manish Singhania
Partner
Membership No.: 155411
ICAI UDIN: 25155411BMKXSM5065
Mumbai, June 30, 2025



AXIS BANK LIMITED, IBU GIFT CITY BRANCH

Special Purpose Ind AS Financial Information - Balance Sheet as at 31 March 2025

Currency: USD in million

Particulars	Note	As at 31 March 2025	As at 31 March 2024
Assets			
Cash in hand and balances with Reserve Bank of India	4	-	-
Balances with other central banks	5	-	-
Balances with other banks, Financial Institutions and money at call and short notice	6	1,499.53	1,457.69
Derivative financial instruments	7	24.42	78.79
Investments	8	1,099.79	470.45
Advances	9	1,453.99	1,911.68
Property, plant and equipment	10	0.65	0.36
Right of Use Assets	10A	0.88	0.98
Current tax assets	11	1.95	1.39
Other assets	12	15.36	15.97
Total assets		4,096.57	3,937.30
Liabilities and Equity			
Liabilities			
Deposits	13	1,243.84	596.78
Borrowings	14	1,669.88	2,062.93
Lease liabilities	16	0.98	1.04
Derivative financial instruments	7	23.95	78.03
Other liabilities and provisions	17	46.85	36.98
Debt securities	15	(0.00)	40.69
Total Liabilities (A)		2,985.50	2,816.45
Equity (Head Office Account)			
Capital from Head Office	1	420.00	420.00
Other Equity	2	691.07	700.85
Total Equity (B)		1,111.07	1,120.85
Total Liabilities and Equity (A+B)		4,096.57	3,937.30
Contingent liabilities, commitments and guarantees	19	1,859.75	3,004.64

Schedules referred to above form an integral part of the Balance Sheet

In terms of our report attached.

For M M Nissim & Co LLP

Chartered Accountants

ICAI Firm Registration No.: 107122W/W100672

Manish Singhania
Partner

Membership No.: 155441

Date: 30 Jun 2025



For Axis Bank Limited
IBU Gift City Branch

Vivek V. Srivastava
Chief Executive Officer

Date: 30 Jun 2025



AXIS BANK LIMITED,IBU GIFT CITY BRANCH

Special Purpose Ind AS Financial Information - Profit and Loss Account for the year ended 31 March 2025

Currency: USD in million

Particulars	Note	Year ended 31 March 2025	Year ended 31 March 2024
Interest income	20	224.24	217.82
Interest expense	21	(150.04)	(150.83)
Net interest income (A)		74.20	66.99
Fees and commission income		2.45	11.18
Fees and commission expense		-	-
Net fee and commission income (B)		2.45	11.18
Net gain/(loss) on fair value changes	22	(0.70)	2.17
Other income	23	1.50	0.24
Other income (C)		0.80	2.41
Total Income D = (A+B+C)		77.45	80.58
Impairment losses on financial instruments	24	(33.70)	(23.35)
Employee benefits	25	1.39	1.15
Depreciation and impairment of property, plant and equipment	27	0.16	0.13
Other expenses	26	5.11	4.67
Total expenses (E)		(27.04)	(17.40)
Net profit/(loss) before taxes (F) = (D-E)		104.49	97.98
- Current tax		-	-
- Deferred tax		-	-
Net profit/(loss) after tax from continuing operations		104.49	97.98
Profit/(loss) from discontinued operations, net of tax			
Net profit/(loss) for the period (G)		104.49	97.98
Other Comprehensive Income (H)			
(i)Fair value gain on financial asset classified at FVOCI	28	(89.68)	(31.54)
(ii)Remeasurement of employee defined benefit plans	28	(0.01)	(0.01)
Other Comprehensive Income		(89.69)	(31.55)
Total Comprehensive Income for the period (I) = (G-H)		14.80	66.43

For M M Nissim & Co LLP

Chartered Accountants

ICAI Firm Registration No.: 107122W/W100672



Manish Singhania

Partner

Membership No.: 155441

Date: 30 Jun 2025



For Axis Bank Limited

IBU Gift City Branch



Vivek V. Srivastava
Chief Executive Officer



Date: 30 Jun 2025

Axis Bank Limited, Gift City Branch

Special Purpose Ind AS Financial Information-Cash flow statement for the year ended 31 March 2025

Currency: USD in million

Particulars	For the year ended March 31 2025	For the year ended March 31 2024
1 CASH FLOW USED IN OPERATING ACTIVITIES		
Profit before tax	104.49	97.98
Adjustments for :		
Depreciation and amortisation	0.16	0.13
Interest on lease liabilities	0.05	0.07
Net loss/(gain) on fair value changes	0.70	(2.17)
Net (gain) / loss on derecognition of investment measured at cost	(0.69)	(0.21)
Share based payments- Equity-settled	0.02	0.01
Impairment loss allowance on loans	(33.70)	(23.35)
Operating Profit before working capital changes	71.03	72.46
Adjustments for :		
Decrease in Advances	368.01	415.35
(Increase)/Decrease in other financial/non financial assets	54.97	(17.79)
Increase in other financial/ non financial liabilities	636.53	439.09
Cash used in operations before adjustments	1,130.54	909.11
Interest paid (including coupon payments)	-	-
Interest received	-	-
Dividend received	-	-
Cash generated from operations	1,130.54	909.11
Taxes paid	(0.56)	(1.17)
NET CASH GENERATED FROM OPERATING ACTIVITIES (A)	1,129.98	907.94
2 CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment (including capital advances)	(0.38)	(0.31)
Purchase of investments	(1,130.00)	-
Proceeds of investments	500.65	34.99
NET CASH USED IN INVESTING ACTIVITIES (B)	(629.73)	34.68
3 CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of Borrowings (Other than debt securities)	(393.05)	(308.46)
Repayment of Debt Securities	(40.69)	0.02
Coupon Paid	(24.60)	(24.60)
Repayment of lease liabilities	(0.08)	(0.08)
NET CASH USED IN FINANCING ACTIVITIES (C)	(458.42)	(333.12)
NET INCREASE IN CASH AND CASH EQUIVALENTS (A + B + C)	41.83	609.50
CASH AND CASH EQUIVALENTS AS AT THE BEGINNING OF THE YEAR	1,457.70	848.19
CASH AND CASH EQUIVALENTS AS AT THE END OF THE YEAR	1,499.53	1,457.70
Reconciliation of cash and cash equivalents as above with cash and bank balances		
Cash and Cash equivalents at the end of the year as per above	1,499.53	1,457.70
CASH AND CASH EQUIVALENTS AND OTHER BANK BALANCES AS AT THE END OF THE YEAR	1,499.53	1,457.70

Summary of accounting policies
See accompanying notes forming part of the Special Purpose Ind AS Financial Information

Note 3

For M M Nissim & Co LLP
Chartered Accountants
ICAI Firm Registration No.: 107122W/W100672

Manish Singhania
Partner
Membership No.: 155441
Date: 30 Jun 2025



For Axis Bank Limited
IBU Gift City Branch

Vivek V. Srivastava
Chief Executive Officer

Date: 30 Jun 2025



AXIS BANK LIMITED, IBU GIFT CITY BRANCH

Statement of changes in equity for the year ended 31 March 2024

Currency: USD in million

1 Capital from Head Office

Particulars	As at 31 March 2025	As at 31 March 2024
Balance at the beginning of the year	420.00	420.00
Issued during the year	-	-
Reductions during the year	-	-
Balance at the close of the year	420.00	420.00

2 Other equity

Particulars	Reserves and Surplus			Items of Other Comprehensive Income			Total
	Statutory Reserve	Retained Earnings	Share Based Payment Reserve	Remeasurements of net defined benefit plans	Gains/ (losses) of other financial assets through OCI	Other Equity Instruments	
Balance as at 1 April 2023	-	(93.77)	0.02	(0.01)	156.04	596.71	659.00
Other Additions/ Deductions during the year (to be specified)	-	-	0.02	(0.01)	-	-	0.01
Coupon Paid / Accrued	-	-	-	-	-	(24.60)	(24.60)
Income tax on the above	-	-	-	-	-	-	-
Profit (loss) for the year after income tax	-	79.38	-	-	-	24.60	97.98
Other Comprehensive Income for the year, net of tax	-	-	-	-	(31.54)	-	(31.54)
Total Comprehensive Income for the year ended 31 March 24	-	(20.39)	0.04	(0.02)	124.50	596.71	700.85
Balance as at 1 April 2024	-	(20.39)	0.04	(0.02)	124.50	596.71	700.85
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-
Resiated balance at the beginning of the reporting period	-	-	-	-	-	-	-
Coupon Paid / Accrued	-	-	-	-	-	-	-
Transfer to/from retained earnings	-	-	-	-	-	(24.60)	(24.60)
Other Additions/ Deductions during the year (to be specified)	-	-	-	-	-	-	-
Income tax on the above	-	-	0.02	(0.01)	-	-	0.01
Profit (loss) for the year after income tax	-	79.89	-	-	-	24.60	104.49
Other Comprehensive Income for the year, net of tax	-	-	-	-	(89.68)	-	(89.68)
Total Comprehensive Income for the year ended 31 March 25	-	59.50	0.06	(0.03)	34.82	596.71	691.07

For M M Nissim & Co LLP
Chartered Accountants
ICAI Firm Registration No.: 107122W/W100672

Manish Singhania
Manish Singhania
Partner
Membership No.: 155441
Date: 30 Jun 2025



For Axis Bank Limited
IBU Gift City Branch

Vivek V. Srivastava
Vivek V. Srivastava
Chief Executive Officer

Date: 30 Jun 2025



AXIS BANK LIMITED, IBU GIFT CITY BRANCH
Notes forming part of the Special Purpose Ind AS Financial Information

Currency: USD in million

4 Cash in hand and balances with Reserve Bank of India

Sr No	Particulars	As at 31 March 2025	As at 31 March 2024
I	Cash in hand (including foreign currency notes)	-	-
II	Balances with Reserve Bank of India		
	(a) In Current Accounts	-	-
	(b) In Reverse Repo	-	-
	(c) In Other Accounts	-	-
	Subtotal (a, b and c)	-	-
	Total (I and II)	-	-

5 Balances with other central banks

Sr No	Particulars	As at 31 March 2025	As at 31 March 2024
I	In Current Accounts	-	-
II	In Other Accounts	-	-
	Total (I and II)	-	-

6 Balances with other banks, Financial Institutions and money at call and short notice

Sr No	Particulars	As at 31 March 2025	As at 31 March 2024
I	Balance with other banks		
	(a) in Current Accounts	42.53	15.69
	(b) in Reverse Repo	0.00	-
	(c) in Other deposit accounts	772.00	565.00
	Subtotal (a and b)	814.53	580.69
II	Money at Call and Short Notice		
	(a) with Banks	685.00	877.00
	(b) with other institutions	-	-
	Subtotal (a and b)	685.00	877.00
	Total (I and II)	1,499.53	1,457.69
	Balances in India	-	-
	Balances outside India	1,499.53	1,457.69
	Total	1,499.53	1,457.69



AXIS BANK LIMITED, IBU GIFT CITY BRANCH

Notes forming part of the Special Purpose Ind AS Financial Information

Currency: USD in million

7 Derivative Financial Instrument

Particulars	As at 31 March 2025	
	Fair value- Assets	Fair value- Liabilities
Currency derivatives		
Currency swaps	19.71	19.47
Total	19.71	19.47
Interest rate derivatives		
Forward Rate Agreements and Interest Rate Swaps	4.71	4.48
Total	4.71	4.48
Credit derivatives		-
Equity linked derivatives		-
Total derivatives	24.42	23.95

Particulars	As at 31 March 2024	
	Fair value- Assets	Fair value- Liabilities
Currency derivatives		
Currency swaps	19.09	18.66
Total	19.09	18.66
Interest rate derivatives		
Forward Rate Agreements and Interest Rate Swaps	59.70	59.37
Total	59.70	59.37
Credit derivatives	-	-
Equity linked derivatives	-	-
Total derivatives	78.79	78.03



AXIS BANK LIMITED, IBU GIFT CITY BRANCH
Notes forming part of the Special Purpose Ind AS Financial Information

Currency: USD in million

8 Investments

Particulars	As at 31 March 2025					
	Amortised Cost	At Fair Value			Others	Total
		Through Other Comprehensive Income	Through Profit And Loss Account	Designated at fair value through profit and loss		
<u>Investments outside India in</u>						
(i) Government Securities	-	1,099.79	-	-	1,099.79	1,099.79
(ii) Debt Securities	-	-	-	-	-	-
(iii) Subsidiaries, associates	-	-	-	-	-	-
(iv) Others	-	-	-	-	-	-
TOTAL Gross	-	1,099.79	-	-	1,099.79	1,099.79
Less: Impairment Loss Allowance	-	-	-	-	-	-
Total Net	-	1,099.79	-	-	1,099.79	1,099.79
Total Investments – Gross	-	1,099.79	-	-	1,099.79	1,099.79
Less: Impairment Loss	-	-	-	-	-	-
Total Net	-	1,099.79	-	-	1,099.79	1,099.79

Particulars	As at 31 March 2024					
	Amortised Cost	At Fair Value			Others	Total
		Through Other Comprehensive Income	Through Profit And Loss Account	Designated at fair value through profit and loss		
<u>Investments outside India in</u>						
(i) Government Securities	-	470.45	-	-	470.45	470.45
(ii) Debt Securities	-	-	-	-	-	-
(iii) Subsidiaries, associates	-	-	-	-	-	-
(iv) Others	-	-	-	-	-	-
TOTAL Gross	-	470.45	-	-	470.45	470.45
Less: Impairment Loss Allowance	-	-	-	-	-	-
Total Net	-	470.45	-	-	470.45	470.45
Total Investments – Gross	-	470.45	-	-	470.45	470.45
Less: Impairment Loss	-	-	-	-	-	-
Total Net	-	470.45	-	-	470.45	470.45



AXIS BANK LIMITED,IBU GIFT CITY BRANCH
Notes forming part of the Special Purpose Ind AS Financial Information

Currency: USD in million

9 Advances

Particulars	As at 31 March 2025					Total
	Amortised Cost	At Fair Value			Others	
		Through Other Comprehensive Income	Through Profit And Loss Account	Designated at fair value through profit and loss		
Advances	-	-	-	-	-	-
A (i) Bills Purchased and Bills Discounted	-	467.36	-	-	467.36	467.36
(ii) Cash Credits, Overdrafts, Loans repayable on Demand	-	128.35	-	-	128.35	128.35
(iii) Term Loans	-	858.28	-	-	858.28	858.28
Gross	-	1,453.99	-	-	1,453.99	1,453.99
Less: Impairment loss allowance	-	-	-	-	-	-
Net	-	1,453.99	-	-	1,453.99	1,453.99

Particulars	As at 31 March 2024					Total
	Amortised Cost	At Fair Value			Others	
		Through Other Comprehensive Income	Through Profit And Loss Account	Designated at fair value through profit and loss		
Advances	-	-	-	-	-	-
(i) Bills Purchased and Bills Discounted	-	465.66	-	-	465.66	465.66
(ii) Cash Credits, Overdrafts, Loans repayable on Demand	-	223.64	-	-	223.64	223.64
(iii) Term Loans	-	1,222.38	-	-	1,222.38	1,222.38
Gross	-	1,911.68	-	-	1,911.68	1,911.68
Less: Impairment loss allowance	-	-	-	-	-	-
Net	-	1,911.68	-	-	1,911.68	1,911.68



AXIS BANK LIMITED, IBU GIFT CITY BRANCH
Notes forming part of the Special Purpose Ind AS Financial Information

Currency: USD in million

10 Property, Plant and Equipment

Particulars	As at 31 March 2025	As at 31 March 2024
I. Other Fixed Assets (including furniture and fixtures)		
At cost, beginning of the year	0.19	0.16
Additions during the year	0.68	0.03
Acquisitions	-	-
Disposals	(0.01)	-
Reclassification from/to held for sale	-	-
Deductions during the year	-	-
At cost or fair value at the end of the year	0.86	0.19
Accumulated depreciation and impairment as at the beginning of the year	(0.14)	(0.08)
Depreciation for the year	(0.09)	(0.06)
Disposals	(0.00)	-
Impairment/(reversal) of impairment	-	-
Reclassification from/to held for sale	-	-
Accumulated depreciation and impairment as at the end of the year	(0.23)	(0.14)
Net carrying amount as at the end of the year	0.63	0.05
II. Assets under Construction (Including Premises)		
	0.02	0.31
Total	0.65	0.36



AXIS BANK LIMITED, IBU GIFT CITY BRANCH
Notes forming part of the Special Purpose Ind AS Financial Information

Currency: USD in million

10A Right-of-use assets

Particulars	As at 31 March 2025	As at 31 March 2024
I. Right of Use Assets		
At cost, beginning of the year	1.05	1.07
Additions during the year	-	-
Acquisitions	-	-
Revaluation adjustment, if any	-	-
Disposals	-	-
Reclassification from/to held for sale	-	-
Deductions during the year	-	-
Other adjustments (Forex Gain / Loss)	(0.02)	(0.02)
At cost or fair value at the end of the year	1.03	1.05
Accumulated depreciation and impairment as at the beginning of the year	0.07	0.01
Depreciation for the year	0.07	0.07
Disposals	-	-
Impairment/(reversal) of impairment	-	-
Reclassification from/to held for sale	-	-
Other adjustments (Forex Gain / Loss)	0.01	(0.01)
Accumulated depreciation and impairment as at the end of the year	0.15	0.07
Net carrying amount as at the end of the year	0.88	0.98



AXIS BANK LIMITED, IBU GIFT CITY BRANCH
Notes forming part of the Special Purpose Ind AS Financial Information

Currency: USD in million

11 Current Tax

Particulars	As at 31 March 2025	As at 31 March 2024
Income Tax -Advance	-	-
Income Tax -TDS	1.95	1.39
Provision on Tax	-	-
Total	1.95	1.39

12 Other Assets

Particulars	As at 31 March 2025	As at 31 March 2024
Interest accrued	14.19	4.66
Security and other Deposits	0.83	0.32
Others	0.34	10.99
Total	15.36	15.97



AXIS BANK LIMITED, IBU GIFT CITY BRANCH
Notes forming part of the Special Purpose Ind AS Financial Information

Currency: USD in million

13 Deposits

Particulars	As at 31 March 2025			As at 31 March 2024		
	At Amortised Cost (1)	At Fair Value through Profit and Loss (2)	Total (3)=(1)+(2)	At Amortised Cost (4)	At Fair Value through Profit and Loss (5)	Total (6)=(4)+(5)
Demand Deposits						
(i) From Banks	-	-	-	-	-	-
(ii) From Others	46.84	-	46.84	19.36	-	19.36
Savings Deposits	1.94	-	1.94	0.31	-	0.31
Term Deposit						
(i) From Banks	243.42	-	243.42	29.68	-	29.68
(ii) From Others	951.64	-	951.64	547.43	-	547.43
(iii) Certificate of Deposits	-	-	-	-	-	-
Total	1,243.84	-	1,243.84	596.78	-	596.78

14 Borrowings

Particulars	As at 31 March 2025			As at 31 March 2024		
	At Amortised Cost (1)	At Fair Value through Profit and Loss (2)	Total (3)=(1)+(2)	At Amortised Cost (4)	At Fair Value through Profit and Loss (5)	Total (6)=(4)+(5)
Reserve Bank of India	-	-	-	-	-	-
Other Banks	-	-	-	-	-	-
Others	1,669.88	-	1,669.88	2,062.93	-	2,062.93
Total	1,669.88	-	1,669.88	2,062.93	-	2,062.93
Borrowings in India	-	-	-	-	-	-
Borrowings outside India	1669.88	-	1,669.88	2062.93	-	2,062.93
Total	1,669.88	-	1,669.88	2,062.93	-	2,062.93

15 Debt Securities

Particulars	As at 31 March 2025			As at 31 March 2024		
	At Amortised Cost (1)	At Fair Value through Profit and Loss (2)	Total (3)=(1)+(2)	At Amortised Cost (4)	At Fair Value through Profit and Loss (5)	Total (6)=(4)+(5)
Liability component of compound financial instruments	-	-	-	-	-	-
Others (Bonds/ Debenture etc.)	(0.00)	-	(0.00)	40.69	-	40.69
Total	(0.00)	-	(0.00)	40.69	-	40.69
Debt securities in India	-	-	-	-	-	-
Debt securities outside India	(0.00)	-	(0.00)	40.69	-	40.69
Total	(0.00)	-	(0.00)	40.69	-	40.69



AXIS BANK LIMITED, IBU GIFT CITY BRANCH

Notes forming part of the Special Purpose Ind AS Financial Information

Currency: USD in million

16 Leases

Particulars	As at 31 March 2025	As at 31 March 2024
Opening balance	1.04	1.07
Additions during the year	0.00	-
Interest expense incurred during the year	0.05	0.06
Payment of Lease liabilities	(0.08)	(0.07)
Gain/loss on lease liabilities	(0.03)	(0.02)
Closing balance	0.98	1.04

17 Other liabilities and provisions

Particulars	As at 31 March 2025	As at 31 March 2024
Interest accrued	1.78	1.61
Bills payable	-	0.00
Acceptances and endorsements	-	-
Provisions for employee benefits	0.13	0.12
Share application money pending allotment	-	-
Others	44.94	35.25
Total	46.85	36.98



AXIS BANK LIMITED,IBU GIFT CITY BRANCH
Notes forming part of the Special Purpose Ind AS Financial Information

Currency: USD in million

18 Other equity

Particulars	As at 31 March 2025	As at 31 March 2024
Retained earnings		
Balance at the beginning of the year	(20.39)	(93.77)
Add: Impact of Ind AS adjustments on transition	-	-
Balance at the beginning of the year	(20.39)	(93.77)
Add: Profit for the year	79.89	73.38
Add/(Less): Remeasurement of defined benefit obligation, net of income tax	-	-
Balance at the end of the year	59.50	(20.39)
Share Based Payment Reserve		
Balance at the beginning of the year	0.04	0.02
Add: Impact of Ind AS adjustments on transition	-	-
Balance at the beginning of the year	0.04	0.02
Other Additions/ Deductions during the year	0.02	0.02
Balance at the end of the year	0.06	0.04
Other Comprehensive income		
Balance at the beginning of the year	124.49	156.04
Add: Impact of Ind AS adjustments on transition	-	-
Balance at the end of the year	124.49	156.04
Add/(Less): Remeasurement of defined benefit obligation, net of income tax	(0.01)	(0.01)
Add /(Less):Fair value gain on financial asset classified at FVOCI	(89.68)	(31.54)
Balance at the end of the year	34.80	124.49
Other Equity Instruments		
Balance at the beginning of the year	596.71	596.71
Add: Impact of Ind AS adjustments on transition	-	-
Balance at the beginning of the year	596.71	596.71
Other Additions/ Deductions during the year (to be specified)		
Balance at the end of the year	596.71	596.71
Total Reserves and surplus	691.07	700.85

Nature and purpose of reserves:

Retained earnings

This reserve represents undistributed accumulated earnings/(losses) of the Company as on the balance sheet date.

Perpetual borrowing

Other equity instruments include securities issued under MTM Programme AT1 of 600 million with no fixed maturity. The AT1 securities are perpetual securities with no fixed maturity and are structured to qualify as AT1 instruments under prevailing capital rules applicable as at the relevant issue date.

Other Comprehensive income

Other Comprehensive income is created to measure the fair value gain or loss on financial asset carried at FVOCI



AXIS BANK LIMITED, IBU GIFT CITY BRANCH

Notes forming part of the Special Purpose Ind AS Financial Information

Currency: USD in million

19 Contingent Liabilities and Commitment

Particulars	As at 31 March 2025	As at 31 March 2024
Guarantees given on behalf of constituents - in India	0.00	0.29
Guarantees given on behalf of constituents - outside India	42.08	38.32
Letters of Credit issued on behalf of constituents	1.00	0.78
Others	1816.67	2965.25
Total	1859.75	3004.64

20 Interest Income

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
Interest on balances with and dues from banks	72.86	47.66
Interest on advances	113.09	143.99
Interest income from investments	33.97	20.64
Other interest income	4.32	5.53
Total	224.24	217.82

21 Interest Expense

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
Interest on deposits	51.01	18.38
Interest on borrowings	97.95	127.78
Interest on debt securities	0.00	0.00
Interest on subordinated liabilities	0.00	0.00
Other interest expense	1.08	4.67
Total	150.04	150.83

22 Net gain/ (loss) on fair value changes

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
A. Net gain/ (loss) on financial instruments at fair value through profit and loss account :-		
a) On trading portfolio		
`- Investments	-	-
`- Derivatives	-	-
b) On financial instruments designated at fair value through profit and loss account		
B. Others	(0.70)	2.17
Total	(0.70)	2.17

23 Other income

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
Net gain/(loss) on derecognition of financial assets at amortised cost	0.69	0.21
Others*	0.81	0.03
Total	1.50	0.24



AXIS BANK LIMITED, IBU GIFT CITY BRANCH
Notes forming part of the Special Purpose Ind AS Financial Information

Currency: USD in million

24 Impairment losses on financial instruments

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
On advances	(90.77)	(22.26)
Bad debts written off	57.07	(1.09)
On investments	-	-
On off Balance Sheet Items	-	-
On other assets	-	-
Total	(33.70)	(23.35)

25 Employee benefits

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
Salaries and wages including bonus	1.37	1.14
Post employment benefits	-	-
Employee Share Based Payments	0.02	0.01
Total	1.39	1.15

26 Other expenses

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
Rent, taxes and energy costs	0.05	0.06
Repairs and maintenance	0.03	0.02
Communication Costs	0.07	0.07
Printing and stationery	0.00	0.00
Advertisement and publicity	0.01	-
Director's fees, allowances and expenses	-	-
Auditor's fees and expenses	0.01	0.01
Foreign exchange loss/(gain)	-	-
Legal and Professional charges	0.20	0.12
Insurance	0.00	0.00
Other expenditure	4.74	4.39
Total	5.11	4.67

27 Depreciation

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
Depreciation- Property	0.09	0.06
Depreciation- Leased assets	0.07	0.07
Total	0.16	0.13

28 Other comprehensive income

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
Remeasurements of net defined benefit plans	(0.01)	(0.01)
Impairment loss on loans classified under FVOCI	(89.68)	(31.54)
Total	(89.69)	(31.55)



AXIS BANK LIMITED, IBU GIFT CITY BRANCH

Notes forming part of Special Purpose Ind AS Financial Information

For the year ended March 31, 2025

Note 3: Material Accounting Policies

I. Introduction

Axis Bank Limited, IBU Gift City Branch (hereinafter referred as "Branch"), is a branch of Axis Bank Limited has commenced its operations during Financial Year 2018 as an Offshore Banking Unit at International Financial Services Centre (IFSC), Gujarat International Finance Tec-City (GIFT City), Gandhinagar, India.

The Branch offers external commercial borrowings and trade loans, addressing foreign currency funding requirements of multinationals, large local corporates, and financial institutions, as well as emerging mid-corporates.

It is governed by the banking regulations of IFSCA as applicable at the time of operations and as amended from time to time for smooth functioning of banking operations in IFSC.

This financial information is authorized by the Branch Management for submission to the IFSC authority on June 30, 2025.

II. Basis of Preparation

As per banking regulations of IFSCA and subsequent communications with IFSCA, the Branch is required to follow the Indian Accounting Standards (Ind AS), including any new amendments thereto, for preparing and maintaining its financial statements on a standalone basis for the purpose of reporting and compliance under the requirements of the banking regulations of IFSCA, rules, directions, circulars, guidelines, from time to time applicable for IFSC Banking Units (IBUs) (collectively, "IFSCA Regulations") applicable for the Branch with effect from April 1, 2023. Accordingly, the Special Purpose Ind AS Financial Information of the Branch have been prepared in accordance with Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time ("Ind AS"), the relevant provisions of the Banking Regulation Act, 1949, the relevant circulars, guidelines and directions issued by the Reserve Bank of India ("RBI") from time to time (collectively, "RBI Guidelines"), as well as the requirements of the IFSCA Regulations. This financial information does not include all notes of the type normally included in annual financial statements and only contain Balance Sheet, Profit and Loss account, Cash Flow Statement, Statement of Changes in Equity, Notes to the Balance Sheet and Profit and Loss account and select explanatory notes. This financial information is prepared under the historical cost convention except for the application of fair value measurements where required or allowed by the relevant Ind AS.

III. Functional and Presentation Currency

The financial information is presented in United States dollars (\$), being the presentation currency and functional currency of the Branch.



AXIS BANK LIMITED, IBU GIFT CITY BRANCH

Notes forming part of Special Purpose Ind AS Financial Information

For the year ended March 31, 2025

IV. Significant and other accounting estimates and judgement

In determining the carrying amounts of certain assets and liabilities, the Branch makes assumptions of the effects of uncertain future events on those assets and liabilities at the Balance Sheet date. The estimates and assumptions are based on historical experience and expectation of future events and are reviewed periodically. Further, information about key assumptions concerning the future, and other key sources of estimation, uncertainty and judgement, are set out in the relevant disclosure notes for the areas set out under the relevant headings below:

Significant accounting estimates and critical judgements

Significant accounting estimates and judgements represent those items which have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next year. Significant accounting estimates and judgements are:

- Impairment of financial assets using the expected credit loss method
- Business Model Test for Classification and Measurement of Financial Instruments

Other areas of accounting estimate and judgement

Other areas of accounting estimate and judgement do not meet the definition under Ind AS 1 of significant accounting estimates or critical accounting judgements, but the recognition of certain material assets and liabilities is based on assumptions and/or are subject to long-term uncertainties. The other areas of accounting estimate and judgement are:

- Property Plant and Equipment
- Right of use asset and Lease liability

V. Material Accounting Policies

1. Revenue Recognition

Interest Income:

Interest income for financial assets held at either fair value through other comprehensive income or amortised cost, and interest expense on all financial liabilities held at amortised cost is recognized in the profit or loss using the Effective Interest Rate (EIR) method.

The EIR is a method of calculating the amortised cost of a financial asset or a financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that discounts estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period, to the net carrying amount of the financial asset or financial liability. When calculating the effective interest rate, the Branch estimates cash flows considering all contractual terms of the financial instrument (for example prepayment options) but does not consider future credit losses. The calculation includes all fees paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums or discounts. For floating-rate financial



AXIS BANK LIMITED, IBU GIFT CITY BRANCH

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For the year ended March 31, 2025

instruments, periodic re-estimation of cash flows that reflect the movements in the market rates of interest alters the effective interest rate. Where the estimates of cash flows have been revised, the carrying amount of the financial asset or liability is adjusted to reflect the actual and revised cash flows, discounted at the instrument's original effective interest rate. The adjustment is recognized as interest income or expense in the period in which the revision is made as long as the change in estimates is not due to credit issues.

Fees and Commission:

Fees and commissions charged for services provided by the Branch are recognized as revenue when the Branch satisfies the performance obligations to the customer. Services provided by the Branch are either satisfied at point in time or over time. Fees and commission income are measured based on the consideration specified in the contract with the customer.

2. Financial Instruments:

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Initial recognition and measurement

Financial assets and financial liabilities are recognized when the entity becomes a party to the contractual provisions of the instrument. Regular way purchase and sale of financial assets are recognized on trade-date, the date on which the Branch commits to purchase or sell the asset.

At initial recognition, the Branch measures a financial asset or financial liability at its fair value plus or minus, transaction costs that are incremental and directly attributable to the acquisition or issue of the financial asset or financial liability (other than financial asset or financial liability carried at fair value through profit or loss).

Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in the profit or loss statement.

I. Financial Assets:

A. Classification and measurement

The Branch classifies its financial assets into the following measurement categories: amortised cost; Fair Value through Other Comprehensive Income (FVOCI); and Fair Value Through Profit or Loss (FVTPL). Financial liabilities are classified as either amortised cost or held at fair value through profit or loss. Management determines the classification of its financial assets and liabilities at initial recognition of the instrument or, where applicable, at the time of reclassification.

Financial assets held at amortized cost and Fair Value through Other Comprehensive Income (FVOCI):

Debt instruments held at amortised cost or held at FVOCI have contractual terms that give rise to cash flows that are Solely Payments of Principal and Interest (SPPI characteristics). Principal is the fair value of the financial asset at initial recognition, but this may change over the life of the instrument as amounts are repaid. Interest consists of consideration for the time value for money, for the credit risk associated with the principal amount outstanding during a particular period and



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For the year ended March 31, 2025

for other basic lending risks and costs, as well as a profit margin.

In assessing whether the contractual cash flows have SPPI characteristics, the Branch considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition.

Whether financial assets are held at amortised cost or at FVOCI depends on the objectives of the business models under which the assets are held. A business model refers to how the Branch manages financial assets to generate cash flows. Pursuant to the same, all loans and advances are classified under FVOCI category.

Financial assets and liabilities held at Fair Value Through Profit or Loss (FVTPL):

Financial assets which are not held at amortised cost or that are not held at FVOCI are held at fair value through profit or loss. Financial assets and liabilities held at fair value through profit or loss are either mandatorily classified as fair value through profit or loss or irrevocably designated at fair value through profit or loss at initial recognition.

B. Subsequent measurement

Financial assets and financial liabilities held at amortised cost:

Financial assets and financial liabilities held at amortised cost are subsequently carried at amortised cost using the effective interest method. Foreign exchange gains and losses are recognized in the profit and loss account.

Where a financial instrument carried at amortised cost is the hedged item in a qualifying fair value hedge relationship, its carrying value is adjusted by the fair value gain or loss attributable to the hedged risk.

Financial assets held at fair value through other comprehensive income:

Debt instruments held at FVOCI are subsequently carried at fair value, with all unrealized gains and losses arising from changes in fair value (including any related foreign exchange gains or losses) recognized in other comprehensive income and accumulated in a separate component of equity.

Financial assets and liabilities held at fair value through profit or loss:

Financial assets and liabilities mandatorily held at fair value through profit or loss and financial assets designated at fair value through profit or loss are subsequently carried at fair value, with gains and losses arising from changes in fair value, including contractual interest income or expense, recorded in the net gain/(loss) on fair value changes line in the profit or loss unless the instrument is part of a cash flow hedging relationship.



AXIS BANK LIMITED, IBU GIFT CITY BRANCH

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II. Financial Liabilities

Classification and subsequent measurement

Financial liabilities at fair value through profit or loss: This classification is applied to derivatives and financial liabilities held for trading and other financial liabilities designated as such at initial recognition.

All other financial liabilities are classified at amortised cost.

Gains or losses on financial liabilities designated at fair value through profit or loss are presented partially in other comprehensive income (the amount of change in the fair value of the financial liability that is attributable to changes in the credit risk of that liability, which is determined as the amount that is not attributable to changes in market conditions that give rise to market risk) and partially profit or loss (the remaining amount of change in the fair value of the liability).

Derecognition of financial liabilities

Financial liabilities are derecognized when they are extinguished i.e., when the obligation specified in the contract is discharged, cancelled or expired.

Credit Impairment:

Provisions for impairment are maintained at higher of provisions required under RBI's guidelines on Income Recognition and Asset classification (IRAC) as per the policy of the Branch or provisions under expected credit losses approach as per Ind AS 109.

Non-Performing Advances (NPAs) and provision on NPAs under RBI IRAC norms:

NPAs are classified into sub-standard, doubtful and loss assets based on the criteria stipulated by the RBI. Provisions for NPAs are made for sub-standard and doubtful assets at rates as prescribed by the RBI with the exception of retail advances and advances to Commercial Banking segment. Provisions on retail advances and advances to Commercial Banking segment classified into sub-standard and doubtful assets are made at rates which are higher than those prescribed by the RBI.

Expected Credit Losses (ECL) on Financial Assets:

ECL are determined for all financial debt instruments that are classified at amortised cost or fair value through other comprehensive income, undrawn commitments and financial guarantees. An ECL represents the present value of expected cash shortfalls over the residual term of a financial asset, undrawn commitment or financial guarantee.

Measurement:

ECL are computed as unbiased, probability-weighted amounts which are determined by evaluating a range of reasonably possible outcomes, the time value of money, and considering all reasonable and supportable information including that which is forward-looking.

The estimate of expected cash shortfalls is determined by multiplying the Probability of Default (PD) with the Loss Given Default (LGD) with the Expected Exposure at Default (EAD). There may be multiple default events over the lifetime of an instrument.



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Forward-looking economic assumptions are incorporated into the PD, LGD and EAD where relevant and where they influence credit risk.

Recognition:

12 months expected credit losses (stage 1) Expected credit losses are recognised at the time of initial recognition of a financial instrument and represent the lifetime cash shortfalls arising from possible default events up to 12 months into the future from the balance sheet date. Expected credit losses continue to be determined on this basis until there is either a significant increase in the credit risk of an instrument or the instrument becomes credit-impaired. If an instrument is no longer considered to exhibit a significant increase in credit risk, expected credit losses will revert to being determined on a 12-month basis.

Significant increase in credit risk (Stage 2) If a financial asset experiences a Significant Increase in Credit Risk (SICR) since initial recognition, an expected credit loss provision is recognised for default events that may occur over the lifetime of the asset. Significant increase in credit risk is assessed by comparing the probability of default of an exposure at the reporting date to the probability of default at origination (after taking into account the passage of time) and whether the change between the two exceeds predetermined thresholds.

Credit-impaired (or defaulted) exposures (Stage 3) Financial assets that are credit-impaired (or in default) represent those that are at least 90 days past due in respect of principal and/or interest. Financial assets are also considered to be credit-impaired where the obligors are unlikely to pay on the occurrence of one or more observable events that have a detrimental impact on the estimated future cash flows of the financial asset. It may not be possible to identify a single discrete event but instead the combined effect of several events may cause financial assets to become credit-impaired.

Evidence that a financial asset is credit-impaired includes observable data about the following events:

- Significant financial difficulty of the issuer or borrower;
- Breach of contract such as default or a past due event;
- For economic or contractual reasons relating to the borrower's financial difficulty, the lenders of the borrower have granted the borrower concession/s that lenders would not otherwise consider. This would include forbearance actions.

Lending commitments to a credit-impaired obligor that have not yet been drawn down are included to the extent that the commitment cannot be withdrawn. Loss provisions against credit-impaired financial assets are determined based on an assessment of the recoverable cash flows under a range of scenarios, including the realisation of any collateral held where appropriate. The loss provisions held represent the difference between the present value of the expected cash flows, discounted at the instrument's original effective interest rate, and the gross carrying value (including contractual interest due but not paid) of the instrument prior to any credit impairment.



AXIS BANK LIMITED, IBU GIFT CITY BRANCH

Notes forming part of Special Purpose Ind AS Financial Information

For the year ended March 31, 2025

Derecognition of financial instruments

Financial assets are derecognized when the rights to receive cash flows from the financial assets have expired or where the Branch has transferred substantially all risks and rewards of ownership. If substantially all the risks and rewards have been neither retained nor transferred and the Branch has retained control, the assets continue to be recognised to the extent of the Branch's continuing involvement.

Where financial assets have been modified, the modified terms are assessed on a qualitative and quantitative basis to determine whether a fundamental change in the nature of the instrument has occurred, such as whether the derecognition of the pre-existing instrument and the recognition of a new instrument is appropriate.

On derecognition of a financial asset, the difference between the carrying amount of the asset (or the carrying amount allocated to the portion of the asset derecognized) and the sum of the consideration received (including any new asset obtained less any new liability assumed) and any cumulative gain or loss that had been recognised in other comprehensive income is recognised in profit or loss except for equity instruments and cumulative fair value adjustments attributable to the credit risk of a liability that are held in other comprehensive income.

Financial liabilities are derecognized when they are extinguished. A financial liability is extinguished when the obligation is discharged, cancelled or expires and this is evaluated both qualitatively and quantitatively. However, where a financial liability has been modified, it is derecognized if the difference between the modified cash flows and the original cash flows is more than 10 per cent, or if less than 10 per cent, the Branch will perform a qualitative assessment to determine whether the terms of the two instruments are substantially different.

Reclassifications

Financial liabilities are not reclassified subsequent to initial recognition. Reclassifications of financial assets are made when, and only when, the business model for those assets changes. Such changes are expected to be infrequent and arise as a result of significant external or internal changes such as the termination of a line of business or the purchase of a subsidiary whose business model is to realise the value of pre-existing held for trading financial assets through a hold to collect model.

Financial assets are reclassified at their fair value on the date of reclassification and previously recognised gains and losses are not restated. Moreover, reclassifications of financial assets between financial assets held at amortised cost and financial assets held at fair value through other comprehensive income do not affect effective interest rate or expected credit loss computations. During the year, there are no instances of reclassification of Financial assets.

Offsetting of financial instruments

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



AXIS BANK LIMITED, IBU GIFT CITY BRANCH

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For the year ended March 31, 2025

3. Foreign exchange and derivative contracts

Derivative transactions comprise of forward contracts, swaps, FRAs, futures and options which are disclosed as contingent liabilities. The forwards, swaps and options are categorised as trading or hedge transactions.

Trading derivatives

Trading derivative contracts are revalued based on actual traded and/or derived from curves published by external market sources or FBIL with the resulting unrealised gain or loss being recognised in the profit and loss account and correspondingly in other assets (representing positive MTM) and in other liabilities (representing negative MTM) on a gross basis.

Outstanding forward exchange contracts including tom/spot contracts (excluding swaps undertaken to hedge foreign currency assets/liabilities and funding swaps) as at Balance Sheet date are revalued at closing spot and forward rates as applicable as notified by FEDAI/FBIL and at interpolated rates for contracts of interim maturities. Valuation is considered on present value basis by discounting the forward value till cash date using Alternative Reference Rate ('ARR') curve and converting the foreign currency amount using the respective spot rates as notified by FEDAI/FBIL. The resulting gains or losses on revaluation are included in the profit and loss account.

Currency futures contracts are mark-to-market, using the daily settlement price on a trading day, which is the closing price of the respective futures contracts on that day. While the daily settlement price is computed based on the last half an hour weighted average price of such contracts, the final settlement price is taken as the RBI reference rate on the last trading day of the futures contracts or as may be specified by the relevant authority from time to time. All open positions are marked-to-market based on the settlement price and the resultant MTM profit/loss is daily settled with the exchange.

Valuation of Exchange Traded Currency Options ('ETCO') is carried out using internal pricing models and valuation of Interest Rate Futures ('IRF') is carried out on the basis of the daily settlement price of each contract provided by the exchange.

Premium on options is recognized as income/expense on expiry or early termination of the transaction.

Hedging derivatives

For hedge transactions, the Bank identifies the hedged item (asset or liability) at the inception of transaction itself. The effectiveness is ascertained at the time of inception of the hedge and periodically thereafter. In case of a fair value hedge, the changes in the fair value of the hedging instruments and hedged items are recognized in the profit and loss account and in case of cash flow hedges, the change in fair value of hedging instrument for the effective portion is recognised in under 'Cash Flow Hedge Reserve' and the ineffective portion of an effective hedging relationship, if any, is recognised in the Profit and Loss Account. The accumulated balance in the Cash Flow Hedge Reserve, in an effective hedging relationship, is recycled in the profit and loss account at the same time that the impact from the hedged item is recognised in the profit and loss account.



AXIS BANK LIMITED, IBU GIFT CITY BRANCH

Notes forming part of Special Purpose Ind AS Financial Information

For the year ended March 31, 2025

4. Provisions and contingencies

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

When the Branch expects some or all of a provision to be reimbursed, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Branch or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Contingent liabilities are disclosed in the notes to the financial information.

Contingent assets are not recognized in the financial information.

5. Property, plant and equipment:

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the assets. Subsequent costs are included in the asset's carrying amount or are recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Branch and the cost of the item can be measured reliably.

At each Balance Sheet Date, the assets' residual values and useful lives are reviewed, and adjusted if appropriate, including assessing for indicators of impairment. In the event that an asset's carrying amount is determined to be greater than its recoverable amount, the asset is written down to the recoverable amount. Gains and losses on disposals are included in the profit and loss account. Repairs and maintenance are charged to the profit and loss account during the financial period in which they are incurred.

Depreciation is provided on the straight-line method from the month of addition over the estimated useful life of the asset. Depreciation on assets sold during the year is charged to Profit and Loss account up to the month preceding the month of sale.

The estimated useful life of property, plant and equipment is listed below:

Class of Property, Plant and Equipment	Estimated Useful Life
Leasehold improvements	9 years
Furniture, Fixtures and Installations	10 years



AXIS BANK LIMITED, IBU GIFT CITY BRANCH

Notes forming part of Special Purpose Ind AS Financial Information

For the year ended March 31, 2025

6. Leases

All leases are accounted for by recognizing a right-of-use asset and a lease liability except for:

- Leases of low value assets; and
- Leases with a duration of 12 months or less.

Lease liabilities are measured at the present value of the contractual payments due to the lessor over the lease term, with the discount rate determined by reference to the rate inherent in the lease unless (as is typically the case) this is not readily determinable, in which case the Branch's incremental borrowing rate on commencement of the lease is used.

Right-of-use assets are initially measured at the amount of the lease liability, reduced for any lease incentives received, and increased for:

- lease payments made at or before commencement of the lease;
- initial direct costs incurred; and
- the amount of any provision recognised where the Branch is contractually required to dismantle, remove or restore the leased asset.

Subsequent to initial measurement lease liabilities increase as a result of interest charged at a constant rate on the balance outstanding and are reduced for lease payments made. Right-of-use assets are amortised on a straight-line basis over the remaining term of the lease or over the remaining economic life of the asset if, rarely, this is judged to be shorter than the lease term.

7. Foreign Currency

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currency, remaining unsettled at the Balance Sheet Date are restated at the closing exchange rates. Gain/loss arising on actual payments/realizations and year-end restatements are recognised in the statement of profit and loss.

8. Cash and Cash Equivalent

Cash and cash equivalents for the purposes of cash flow statement comprise balances with other banks and money at call and short notice.

9. Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit for the period 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 expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Branch are segregated.



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29. Employee Benefits

Gratuity

The following tables summarizes the components of net benefit expenses recognized in the Profit and Loss Account, funded status and amounts recognized in the Balance Sheet and amounts recognized in Other Comprehensive Income for the Gratuity benefit plan -

Amount Recognized in Balance Sheet:	(In USD Mn)	
Particulars	Year ended	
	31-Mar-2025	31-Mar-2024
Present value of funded defined benefit obligation	-	-
Fair value of plan assets	-	-
Net funded obligation	-	-
Present value of unfunded defined benefit obligation	0.13	0.12
Amount not recognized due to asset limit	-	-
Net defined benefit liability / (asset) recognized in balance sheet	0.13	0.12
Net defined benefit liability / (asset) is bifurcated as follows:	-	-
Current	0.01	0.04
Non-current	0.12	0.08

Profit & Loss Account Expense:	(In USD Mn)	
Particulars	Year ended	
	31-Mar-2025	31-Mar-2024
Current service cost	0.01	0.01
Past service cost	-	-
Administration expenses	-	-
Interest on net defined benefit liability / (asset)	0.01	0.00
(Gains) / losses on settlement	-	-
Total expense charged to profit and loss account	0.02	0.01



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Amount Recorded in Other Comprehensive Income: Particulars	(In USD Mn)	
	Year ended	
	31-Mar-2025	31-Mar-2024
Opening amount recognized in OCI outside profit and loss account	0.01	0.01
Remeasurements during the period due to	-	-
Changes in financial assumption*	0.00	-
Changes in demographic assumptions	-	-
Experience adjustments	0.01	-
Actual return on plan assets less interest on plan assets	-	-
Adjustment to recognize the effect of asset ceiling	-	-
Closing amount recognized in OCI outside profit and loss account	0.02	0.01

*Figures less than USD 0.01 Mn is represented by 0.00

Movement in Benefit Obligation:

A reconciliation of the benefit obligation during the inter-valuation period is given below:

Particulars	(In USD Mn)	
	Year ended	
	31-Mar-2025	31-Mar-2024
Opening of defined benefit obligation	0.12	0.10
Current service cost	0.01	0.01
Past service cost	-	-
Interest on defined benefit obligation	0.01	0.01
Remeasurements due to:		
<i>Actuarial loss/(gain) arising from change in financial assumptions*</i>	0.00	0.00
<i>Actuarial loss/(gain) arising from change in demographic assumptions</i>	-	-
<i>Actuarial loss/(gain) arising on account of experience changes</i>	0.01	0.00
Benefits paid	(0.02)	
Liabilities assumed / (settled)	-	-
Liabilities extinguished on settlements	-	-
Closing of defined benefit obligation	0.13	0.12

*Figures less than USD 0.01 Mn is represented by 0.00



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30. Leases

Information about leases for which the Branch is a lessee is presented below

Right of Use Assets	(In USD Mn)	
	Year ended	
	31-Mar-2025	31-Mar-2024
Balance at 1 April 2024	0.98	-
Depreciation charge for the year	(0.07)	(0.01)
Additions	-	1.08
Exchange gain/(loss)	(0.03)	-
Balance at 31 March 2025	0.88	0.98

Amounts recognized in Profit or Loss	(In USD Mn)	
	Year ended	
	31-Mar-2025	31-Mar-2024
Interest on lease liabilities	0.05	0.06
Expenses relating to short-term leases	-	-
Expenses relating to leases of low-value assets, excluding short-term leases of low-value assets	-	-
Gain/loss on lease liabilities	(0.03)	(0.02)



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for the year ended 31 March 2025

31. Financial Instruments

(In USD Mn)

Particulars	As at 31 March 2025						Total
	Amortized Cost	Through Other Comprehensive Income	Through Profit and Loss Account	Designated at fair value through profit and loss	Subtotal	Others	
	1	2	3	4	(5=2+3+4)	6	(7=1+5+6)
Assets							
Cash in hand and balances with Reserve Bank of India	-	-	-	-	-	-	-
Balances with other central banks	-	-	-	-	-	-	-
Balances with other banks, Financial Institutions and money at call and short notice	1,499.52	-	-	-	-	-	1,499.52
Derivative financial instruments	-	-	24.42	-	24.42	-	24.42
Investments	-	1,099.79	-	-	1,099.79	-	1,099.79
Advances	-	1,453.99	-	-	1,453.99	-	1,453.99
Total	1,499.52	2,553.77	24.42	-	2,578.19	-	4,077.71
Liabilities							
Deposits	1,243.84	-	-	-	-	-	1,243.84
Borrowings	1,669.88	-	-	-	-	-	1,669.88
Lease Liabilities	0.99	-	-	-	-	-	0.99
Derivative financial instruments	-	-	23.95	-	23.95	-	23.95
Total	2,914.72	-	23.95	-	23.95	-	2,938.66



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Particulars	As at 31 March 2024						
	Amortized Cost	At Fair Value			Subtotal	Others	Total
		Through Other Comprehensive Income	Through Profit and Loss Account	Designated at fair value through profit and loss			
	1	2	3	4	(5=2+3+4)	6	(7=1+5+6)
Assets							
Cash in hand and balances with Reserve Bank of India	-	-	-	-	-	-	-
Balances with other central banks	-	-	-	-	-	-	-
Balances with other banks, Financial Institutions and money at call and short notice	1,457.69	-	-	-	-	-	1,457.69
Derivative financial instruments	-	-	78.79	-	78.79	-	78.79
Investments	-	470.45	-	-	470.45	-	470.45
Advances	-	1,911.68	-	-	1,911.68	-	1,911.68
Total	1,457.69	2,382.13	78.79	-	2,460.92	-	3,918.61
Liabilities							
Deposits	596.78	-	-	-	-	-	596.78
Borrowings	2,062.93	-	-	-	-	-	2,062.93
Lease Liabilities	1.04	-	-	-	-	-	1.04
Derivative financial instruments	-	-	78.03	-	78.03	-	78.03
Total	2,660.75	-	78.03	-	78.03	-	2,738.78



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Notes forming part of Special Purpose Ind AS Financial Information

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32. Related Party Disclosures

The details of transactions of the Branch with its related parties during the year ended 31 March 2025 and 31 March 2024 are given below:

(in USD Mn)

Items/Related Party	31-Mar-2025		31-Mar-2024	
	Subsidiaries of Axis Bank India	Axis Bank Ltd - Head Office & Branches	Subsidiaries of Axis Bank India	Axis Bank Ltd - Head Office & Branches
Interest paid *	0.00	7.67	0.03	278.69
Interest Received	-	25.21	-	25.40
Purchase of loans	2.86	-	6.00	-
Rendering of services	0.12	0.44	0.05	5.06

* Figures less than USD 0.01 Mn is represented by 0.00

The balances payable to/receivable from the related parties of the Bank as on 31 March 2025 and 31 March 2024 are given below:

(in USD Mn)

Items/Related Party	31-Mar-2025		31-Mar-2024	
	Subsidiaries of Axis Bank India	Axis Bank Ltd - Head Office & Branches	Subsidiaries of Axis Bank India	Axis Bank Ltd - Head Office & Branches
Deposits with the Bank	2.54	-	1.43	-
Placement	-	600.00	-	615.00
Borrowing	-	50.00	-	182.20
Derivative	-	582.00	-	691.10

33. Fair values of financial instruments -

Fair value hierarchy

The Branch determines fair values of its financial instruments according to the following hierarchy:

Level 1: Valuation based on quoted market price: financial instruments with quoted prices for identical instruments in active markets that the Company can access at the measurement date.

Level 2: Valuation based on using observable inputs: financial instruments with quoted prices for similar instruments in inactive markets or quoted prices for identical or similar instruments in inactive markets and financial instruments valued using models where all significant inputs are observable.



Axis Bank Limited, IBU Gift City Branch

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Level 3: Valuation technique with significant unobservable inputs: financial instruments valued using valuation techniques where one or more significant inputs are unobservable. Equity investments designated under FVOCI has been valued using discounted cash flow method.

(in USD Mn)

As at 31 March 2025	Level 1	Level 2	Level 3	Total
Financial Assets:				
Other investments under FVOCI	1,099.79	-	-	1,099.79
Loans under FVOCI	-	1,453.99	-	1,453.99
Derivative financial instruments	-	24.42	-	24.42
Total	1,099.79	1,478.41	-	2,578.19
Financial Liabilities:				
Derivative financial instruments	-	23.95	-	23.95
Total	-	23.95	-	23.95
As at 31 March 2024	Level 1	Level 2	Level 3	Total
Financial Assets:				
Other investments under FVOCI	470.45	-	-	470.45
Loans under FVOCI	-	1,911.68	-	1,911.68
Derivative financial instruments	-	78.79	-	78.79
Total	470.45	1,990.47	-	2,460.92
Financial Liabilities:				
Derivative financial instruments	-	78.03	-	78.03
Total	-	78.03	-	78.03



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Notes forming part of Special Purpose Ind AS Financial Information

for the year ended 31 March 2025

34. Previous year figures have been reclassified and regrouped to align with current year presentation. The Special Purpose Financial Statements of the Branch for the year ended March 31, 2024 was audited by the predecessor joint auditor, who have expressed an unmodified opinion as relevant on those Special Purpose Financial Statements vide their audit report dated July 10, 2024.

**For Axis Bank Limited,
IBU Gift City Branch**



**Vivek V. Srivastava
Chief Executive Officer**

Date: 30 June 2025

