



## **Reserve Bank Of India (Non-Banking Financial Companies – Registration, Exemptions And Framework For Scale Based Regulation) Amendment Directions, 2026**

RBI has vide Circular no: RBI/2026-27/43 DOR. FIN. REC. No 67/03.10.001/2026-27 issued the Reserve Bank of India (Non-Banking Financial Companies – Registration, Exemptions and Framework for Scale Based Regulation) Amendment Directions, 2026 on April 29, 2026, amending the existing 2025 Directions. The amendments have been issued under the relevant provisions of the RBI Act, 1934, Factoring Regulation Act, 2011 and National Housing Bank Act, 1987 and shall come into force from July 01, 2026

The amendment introduces a structured framework for NBFCs not availing public funds and not having customer interface by formalising their classification and prescribing a proportionate regulatory approach based on size and risk profile. It also clarifies the concept of indirect public funds and aligns terminology across existing Directions.

Key aspects include:

- Classification into Type I NBFCs, Type II NBFCs, and Unregistered Type I NBFCs
- Exemption from registration for eligible NBFCs (asset size below ₹1,000 crore, no public funds, no customer interface), subject to disclosures, board resolutions and auditor certification
- Mandatory registration as Type I NBFC where asset size is ₹1,000 crore or more, with group-level aggregation of assets
- Defined process for deregistration, along with ongoing disclosure requirements and auditor exception reporting in case of non-compliance

The amendment also clarifies that while certain NBFCs are exempt from registration, they continue to remain under the overall regulatory and supervisory framework of the RBI, with powers to act in case of any violations. Consequential amendments have been carried out across various NBFC Directions to ensure consistency with the revised classification.

The amendment brings clarity and proportionality in regulation by easing compliance requirements for low-risk NBFCs while ensuring continued regulatory oversight through disclosures and supervisory mechanisms.

Kindly refer the link for the further details- [RBI/2026-2027/43 DOR.FIN.REC.No.67/03.10.001/2026-27](https://www.rbi.org.in/pressreleasesandcirculars/2026/03/2026-27-43-DOR-FIN-REC-NO-67-03-10-001-2026-27)