NBFC – Concentration Risk Management – Fourth Amendment Directions, 2026

Effective date: 25 August 2026 (immediate)

RBI has revised the large exposure framework applicable to Infrastructure Debt Fund–NBFCs (IDF-NBFCs) forming part of the Upper Layer, by extending the large exposure limits applicable to NBFC-Infrastructure Finance Companies (NBFC-IFCs) to such IDF-NBFCs. The change is effected through a new paragraph 39A inserted under Chapter IV of the RBI (NBFC – Concentration Risk Management) Directions, 2025, and is intended to harmonise concentration-risk requirements across infrastructure-focused NBFCs.

Area	Earlier position	Amended position
Large exposure limit	No separate limit prescribed for IDF-NBFCs.	NBFC-IFC large exposure limits now apply to IDF-NBFCs in the Upper Layer.
Regulatory basis	No corresponding provision.	New paragraph 39A inserted under Chapter IV.

Practical implication

IDF-NBFCs in the Upper Layer should review existing exposures against the NBFC-IFC large exposure limits and assess whether portfolio-level action is required, given the immediate effective date.

Source: [Reserve Bank of India (Non-Banking Financial Companies – Concentration Risk Management) Fourth Amendment Directions, 2026]