



National Bank for Financing Infrastructure and Development

[Source: BS](#)

Recently, the Government of India in consultation with the **Reserve Bank of India (RBI)** has notified the [National Bank for Financing Infrastructure and Development \(NaBFID\)](#) as a “public **financial institution**” under the [Companies Act, 2013](#) aiming to boost infrastructure financing in the country.

- The Companies Act of 2013 regulates incorporation, responsibilities, directors, and dissolution of companies. It partially replaced **the Companies Act, 1956**.
- This notification enhances NaBFID's capacity to **fund large-scale infrastructure projects**, strengthening the national infrastructure finance system.
- NaBFID, established in 2021 by **the National Bank for Financing Infrastructure and Development Act (2021)** as **India's fifth All India Financial Institution (AIFI)** to support long-term infrastructure financing, including the development of bonds and derivatives markets.
 - As of February 2024, NaBFID as a specialised **Development Finance Institution (DFI)** has sanctioned over Rs 86,804 crore for infrastructure projects across the country, with **50% of the sanctions having long tenures of 20 to 50 years**. NaBFID plans to sanction over Rs 3 lakh crore by March 2026.
- **Other Four AIFIs:**
 - [Export-Import Bank of India \(EXIM Bank\)](#)
 - [National Bank for Agriculture and Rural Development \(NABARD\)](#)
 - [National Housing Bank \(NHB\)](#)
 - [Small Industries Development Bank of India \(SIDBI\)](#)

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