GUARANTCO – 8.74% VIVRITI CAPITAL NCD 2031

Cumulative Disbursement Towards Infrastructure*

INR 51 Bn

Outstanding Infrastructure Portfolio*

INR 16.72 Bn

Average ESG Score Across Portfolio

VIVRITI SA4 (61%)

A portfolio of companies demonstrating progress in managing ESG risks through sustainability initiatives, while continuing to enhance their ESG frameworks and practices

Impact Dashboard

What

The GuarantCo–Vivriti NCD transaction marks GuarantCo and PIDG's first capital markets transaction in India, helping catalyse institutional investment from insurers, pension funds and mutual funds into the bond market.

The INR 2 Bn issuance has a 70-month tenor, with proceeds supporting on-lending, refinancing and reimbursements across infrastructure and other priority sectors. Eligible end-use sectors include EPC, manufacturing, healthcare, small businesses, microfinance, affordable housing, circular economy, renewable energy, WASH, agri-supporting infrastructure, schools and commercial EV finance. All end projects must align with the Paris Agreement and GuarantCo/PIDG Exclusion Lists.

*At Group Level. Cumulative disbursements and outstanding as of March 31 2026.

Who

Investors

Insurance companies, pension funds, mutual funds, and other institutional investors

Guarantor

GuarantCo (of PIDG Group)

Borrowers (Portfolio Companies)

Infrastructure – Roads, highways, telecom

Renewable energy

Electric vehicles

End Beneficiaries

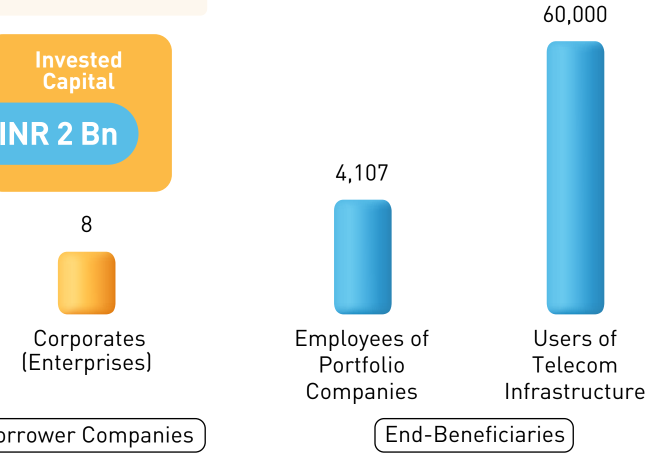
Employees of the GuarantCo 2.0 portfolio companies, users of telecom infrastructure, and Indian residents and businesses

How Much

Facility Scale

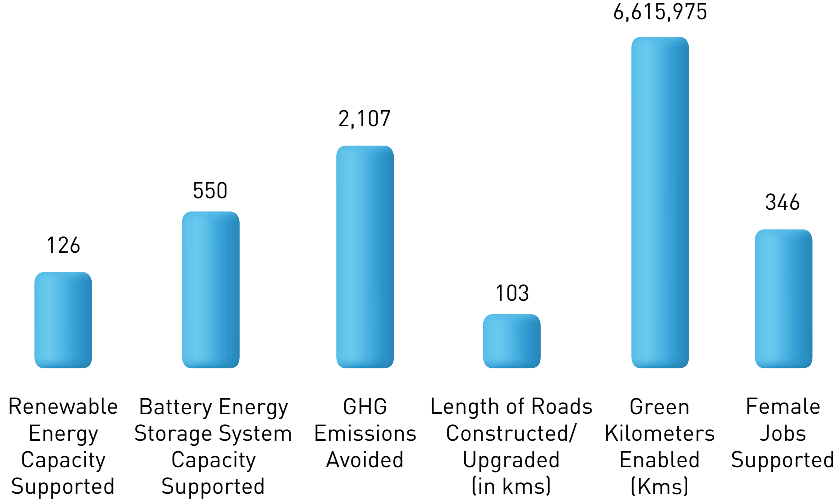
Invested Capital

INR 2 Bn



Depth of Impact

March 2026



Risks

Risk Category	Identified Risk	Risk Description	VCL's Mitigation Strategy
External	Infrastructure project and regulatory risk	External factors could disrupt the facility's ability to deliver impact, including shifts in government policy, regulatory changes, and geopolitical tensions.	VCL's teams track relevant policy and regulatory developments as well past project-related updates regularly affecting the sectors financed under the facility.
	Aggressive selling and coercive recovery	Delays, uncertainty, or unexpectedly high costs in obtaining Right of Way (RoW) permissions for telecom infrastructure rollout pose a risk to project timelines and outcomes.	Robust ESG due diligence and mandatory alignment with Client Protection Principles, with Board-approved Fair Practices Codes (FPC). Implements ESG Action Plans (ESAPs) with regular compliance audits.
Evidence risk	Data availability risk	There is a risk that insufficient high-quality data exists in certain companies to reliably determine the impact being achieved. This could limit the precision of impact measurement and reporting	VCL works with its portfolio companies to strengthen ESG and impact data capture as part of ongoing monitoring, with a view to improving data quality and completeness ahead of future reporting cycles.

Contribution

Financial Contribution

VCL issued the NCDs with a 65% partial credit guarantee from GuarantCo, lifting the bond's rating to CRISIL AA+(CE)/Stable and enabling access to a broader pool of institutional investors while strengthening the credibility and transparency of the transaction. The funding raised through the facility enables VCL to channel capital towards high-impact infrastructure-linked sectors, including roads and highways, telecom, real estate EPC, and clean mobility.

Non-financial Contribution

GuarantCo's interventions have helped strengthen Vivriti's own ESG/HSES due diligence capabilities in conformity with the IFC Performance Standards, particularly for the Indian infrastructure sector.

Vivriti's ESG stewardship and advisory engagements have been particularly relevant for the mid-market segment that the Group targets, where ESG awareness is built and foundational capabilities are solidified. Through detailed gap assessments that include site visits, we have worked with GuarantCo borrowers to drive structured, time-bound improvements in their ESG frameworks and practices.

21% 12% 34% 15% 17%

Stewardship in Action: Advancing Sustainability with Harsh Constructions Group

VCL extended a term loan facility of INR 850 Mn to Harsh Ramtek Road Contractors Private Limited under the GuarantCo 2.0 facility to finance the construction and upgradation of a 103 km road project awarded by the Public Works Department (PWD), Government of Maharashtra, under its Construction Division (Special Projects), Nagpur. The facility is being utilised towards construction and project completion costs, with the end-use falling within the approved end-use parameters of the GuarantCo 2.0 facility.

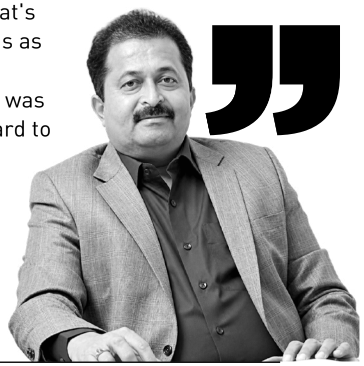
The S&I team conducted an in-depth ESG due diligence alongside the credit due diligence for the Group having field operations across multiple sites, while evaluating its financing proposal to Harsh Ramtek Road Contractors Private Limited, a project-based enterprise within the Group, to benchmark its environmental, social, and governance practices against investor and industry expectations, and chart a clear path forward on addressing the areas for improvement. The proposal underwent a review of the ESG diligence report by the VCL ESG Risk Assessment Committee prior to being presented to the Credit Committee, in line with the Company's ESG Policy.

The assessment examined the company's practices across the environmental, social, and governance pillars, surfacing areas for improvement and translating them into a structured Environmental and Social Action Plan (ESAP) with clear ownership and timelines. The S&I team conducted a comprehensive desk-based due diligence, followed by a two-day site visit and in-person meetings with the Company's management at its corporate headquarters.

The assessment identified the presence of an already robust ESG practices but also surfaced a few key areas for improvement across the three ESG pillars. From an environmental perspective, the Company was recommended to establish a GHG inventory and accounting system and strengthen its preparedness for climate-related emergencies. On the social front, recommendations included enhancing employee satisfaction tracking, expanding performance appraisal coverage, and strengthening training and career development pathways. The assessment also highlighted the need for more robust human rights and DEI commitments, as well as a Vendor Code of Conduct with more comprehensive coverage of ESG criteria. From a governance perspective, the company was recommended to strengthen Board diversity through the appointment of additional female and independent directors.

Each gap was rated by risk severity and paired with specific, actionable deliverables — with responsibility assigned to the relevant internal teams and phased completion targets through FY 25-26. The management was welcoming of the recommendations and actionables proposed and expressed their interest to address relevant ESG gaps that was identified and proposed recommendations for.

> "Our sites have always run on solid safety and compliance practices, but Vivriti's ESG diagnostic pointed us to areas we hadn't formalised yet — emissions tracking, water and waste management, and a few governance and workforce frameworks. It wasn't about overhauling what we had; it was a specific, prioritised list with clear ownership and timelines, which made it easy to act on. We have already started implementing several of the recommendations. It gives us a clearer picture of what's expected of us as we grow, and Vivriti's team was straightforward to work with throughout."



Mr. Vilas Kedu Birari,
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Harsh Constructions Private Limited