

Project Summary for Public Disclosure
(after approval of NDB financing)

Project Name	National Investment and Infrastructure Fund: Private Markets Fund – II
Country	The Republic of India
Type	Non-Sovereign
Area of Operation	Multiple Areas
Concept Approval Date	4 July 2025
Financing Approval Date	4 December 2025
Total Project Cost	INR 86.5 billion
Initial Limit of NDB Financing	USD 100 million
Current Limit of NDB Financing	USD 100 million
Fund Manager	National Investment and Infrastructure Fund Limited
Project Entity	National Investment and Infrastructure Fund Limited
Project Context	<p>National Investment and Infrastructure Fund Limited (NIIF), a fund manager sponsored by the Government of India (GoI), is raising its second fund of funds named Private Markets Fund II (PMF-II) to mobilize private equity investment in sustainable infrastructure and other priority sectors. PMF-II seeks to raise INR 86.5 billion (approx. USD 1 billion) for investments in energy transition and climate action, urban and social infrastructure, digital and tech-enabled infrastructure, and other productive sectors. The GoI, acting as largest contributor, has committed up to 49% of the fund’s total commitments.</p> <p>NDB is already an anchor investor in NIIF’s first private markets fund (PMF-I), to which it committed USD 100 million (INR equivalent) in 2020. PMF-I successfully mobilized around USD 600 million and invested in multiple underlying funds and companies across India’s infrastructure and sustainable development sectors.</p>
Project Description	PMF-II will build on the strategy and lessons of its predecessor, aiming to develop a diversified portfolio of 12-15 portfolio funds and portfolio companies. PMF-II will invest primarily in growth and venture capital funds, with the flexibility to allocate up to 25% of its corpus for direct equity through co-investments in qualifying companies, thereby combining fund of funds diversification with targeted exposure to selected investments.
Project Objective	The objective of the Project is to provide long term equity capital to catalyze private capital in sectors aligned with NDB mandate, while

	supporting the development and deepening of India's private equity and venture capital markets.	
Implementation Arrangements	NIIF, acting as fund manager, will deploy capital into a diversified set of portfolio funds selected according to the investment strategy. This diversification is designed to balance sectoral exposure, risk, and return objectives. Each portfolio fund will operate independently under its own investment strategy and regulatory approvals, investing capital into underlying projects across various sectors, in alignment with their respective mandates. NDB will monitor its investment as a representative on PMF-II advisory board.	
Environmental and Social Information	The Project has been categorized as Category FI-A in line with the NDB Environment and Social Framework (ESF). NIIF has developed an E&S Management System (ESMS) that includes several key processes and elements: (i) screening and categorization; (ii) ESG due diligence; (iii) ESG action plan with covenants to be included in investment contracts; and (iv) post-deal ESG supervision. An Environmental and Social Impact Management Plan has been developed to ensure compliance with the provisions of the country systems and the NDB ESF.	
Financing	Source of Fund	Amount (USD million)
	NDB	100 (equivalent in INR)
	Other Sources	900
Contacts	NDB	Fund and Project Entity
	Indian Regional Office Garvit Sah	Mr. Anand Unnikrishnan anand.unnikrishnan@niifindia.in