

DISHA
Equifax Insights

Microfinance Insights

January 2026



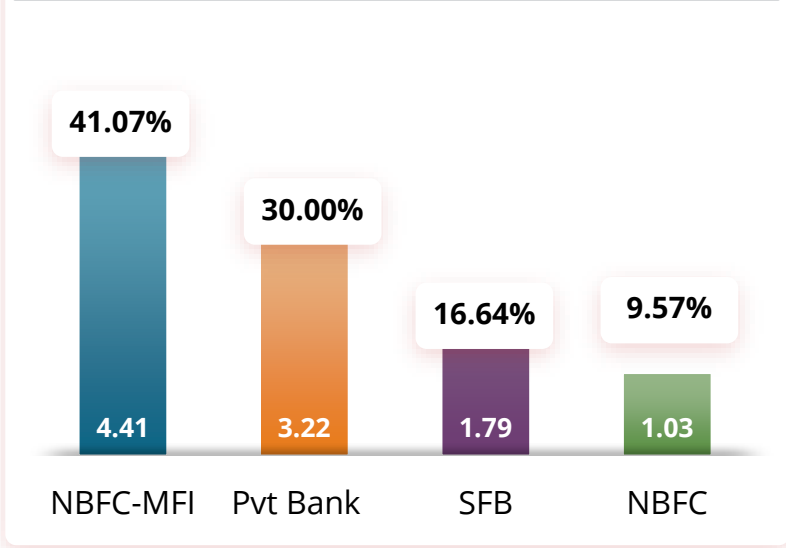
Highlights as of December 2025

- ❖ **Portfolio Scale:** The microfinance industry's total portfolio outstanding reached **₹321,570 crore**, comprising **10.74 crore** active loan accounts
- ❖ **Disbursement Trends:** The industry experienced a year-on-year contraction in disbursement for the period of Jan'25 - Dec'25, with volumes declining by **34%** and value decreasing by **24%** compared to the previous year (Jan'24 - Dec'24)
- ❖ **Lender Performance: NBFCs** reported the lowest delinquency across all overdue buckets compared to other lender categories
- ❖ **Asset Quality:** The industry's **30+ DPD (Days Past Due)** delinquency stood at **3.90%**
- ❖ **Geographic Concentration:** The **top five states** remain the primary drivers of growth, contributing **58%** of the industry's total portfolio outstanding
- ❖ **Regional Resilience: Uttar Pradesh** emerged as the most resilient market, showing the lowest decline in both portfolio size and disbursement

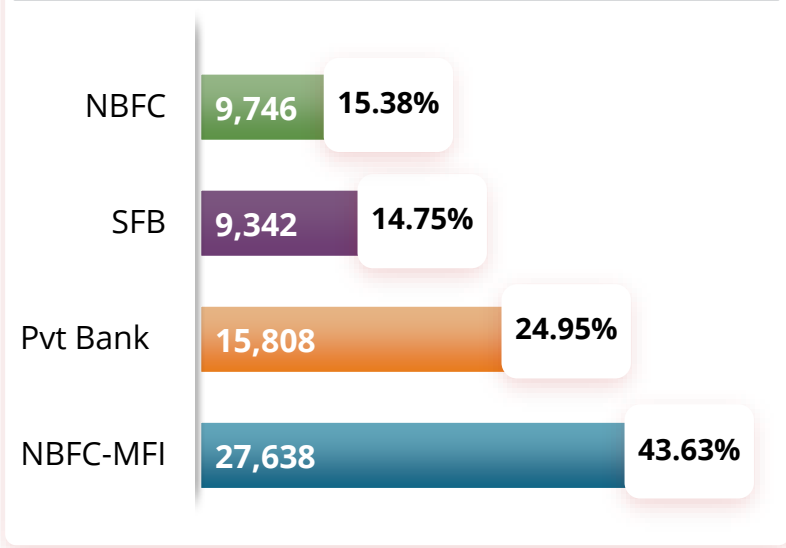
Microfinance Credit on a Page - December 2025

	Industry Portfolio ₹ 321,570 Cr	Industry Active Loans ₹ 10.74 Cr	Industry Disb OND'25 ₹ 63,348 Cr	Industry 30+ % Delinquency 3.9%	Industry 90+ % Delinquency 2.4%	Industry 180+ % Delinquency 16.0%
Q-o-Q	Sep'25 to Dec'25 ▼ -6.02%	Sep'25 to Dec'25 ▼ -8.52%	JAS'25 to OND'25 ▲ 7.76%	Sep'25 to Dec'25 ▼ -136bps	Sep'25 to Dec'25 ▼ -84bps	Sep'25 to Dec'25 ▲ 81bps
Y-o-Y	Dec'24 to Dec'25 ▼ -16.34%	Dec'24 to Dec'25 ▼ -22.89%	OND'24 to OND'25 ▼ -5.82%	Dec'24 to Dec'25 ▼ -302bps	Dec'24 to Dec'25 ▼ -147bps	Dec'24 to Dec'25 ▲ 661bps

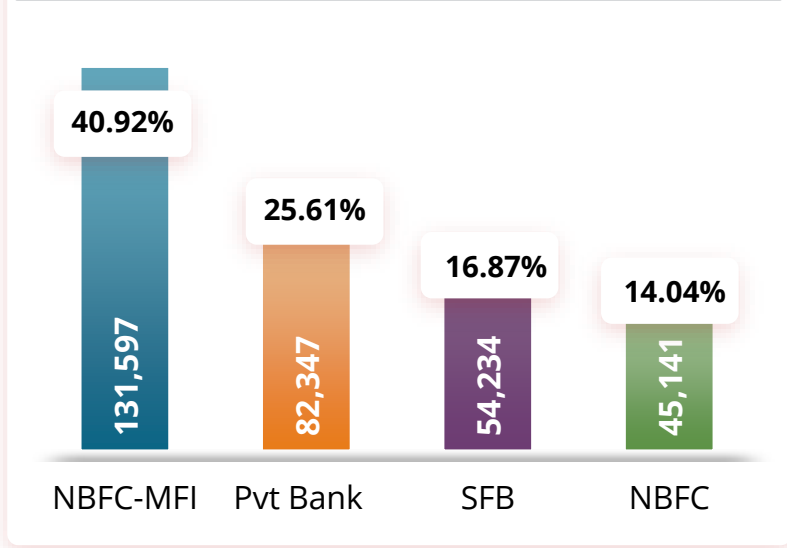
Active Loans (in Crore), % share



Disbursement OND'25 (in ₹ Crore), % share

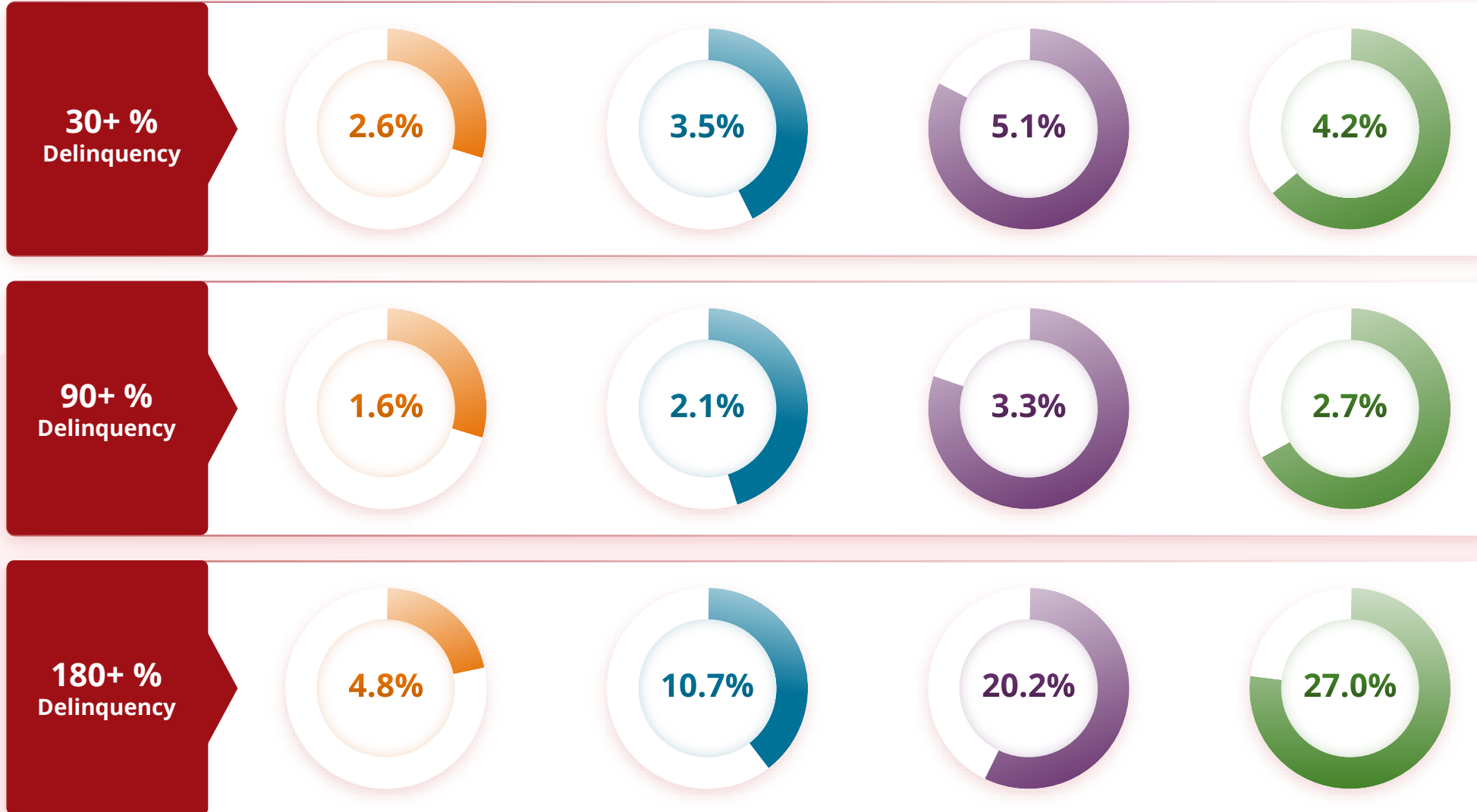


Portfolio Outstanding (in ₹ Crore), % share



30+ % = 30-179 DPD/ 0-179 DPD | 90+ % = 90-179 DPD/ 0-179 DPD | 180+ % = 180+ DPD/ 0-180+ DPD | Market share is exclusive of MFI & Others

NBFCs demonstrating the lowest delinquency across all the buckets



- NBFC
- NBFC-MFI
- Pvt Bank
- SFB

30+ % = 30-179 DPD/ 0-179 DPD

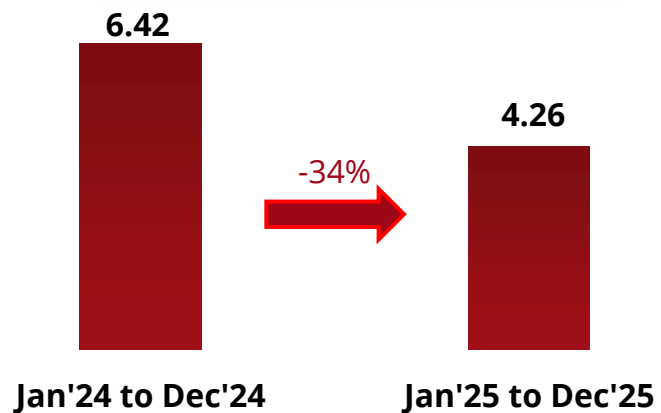
90+ % = 90-179 DPD/ 0-179 DPD

180+ % = 180+ DPD/ 0-180+ DPD

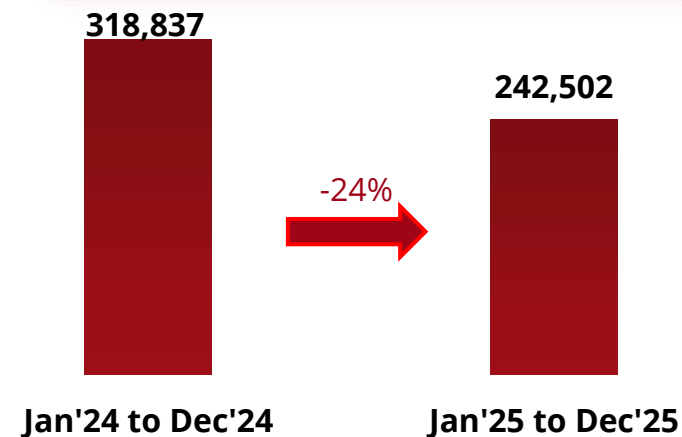
Graphs are exclusive of MFI & others

Industry has witnessed a contraction in both disbursement volume and value

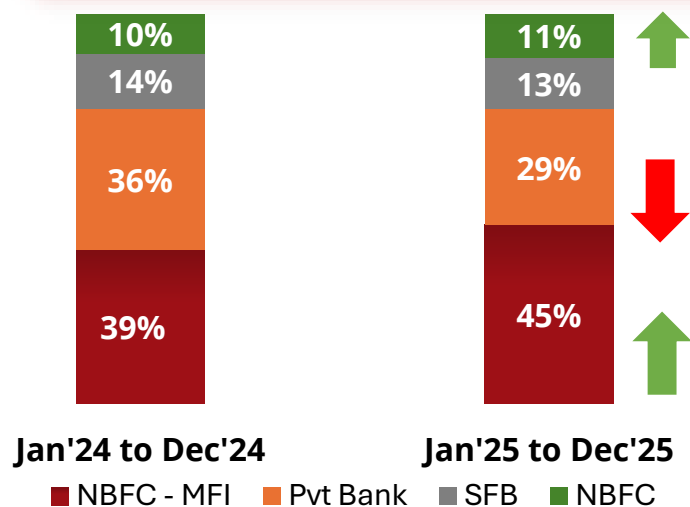
No. of Accounts (in crore)



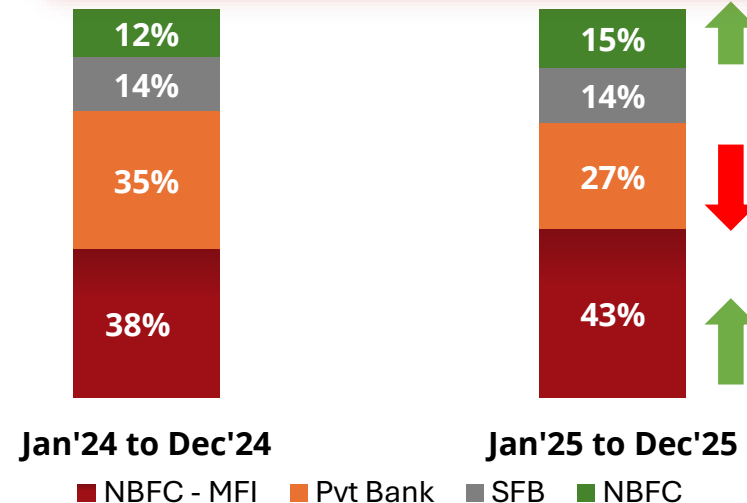
Disbursement Amount (₹ crore)



Market Share by Disbursement Volume

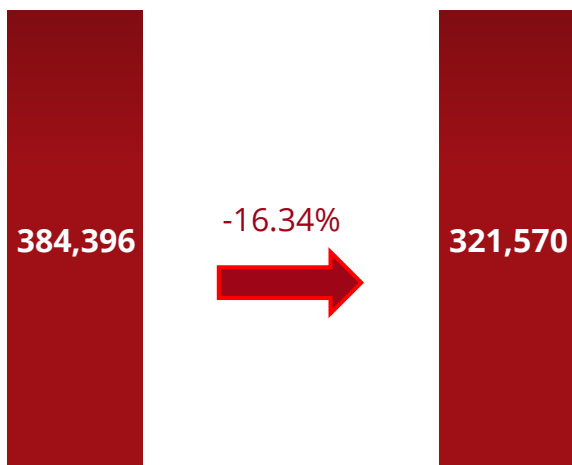


Market Share by Disbursement Value



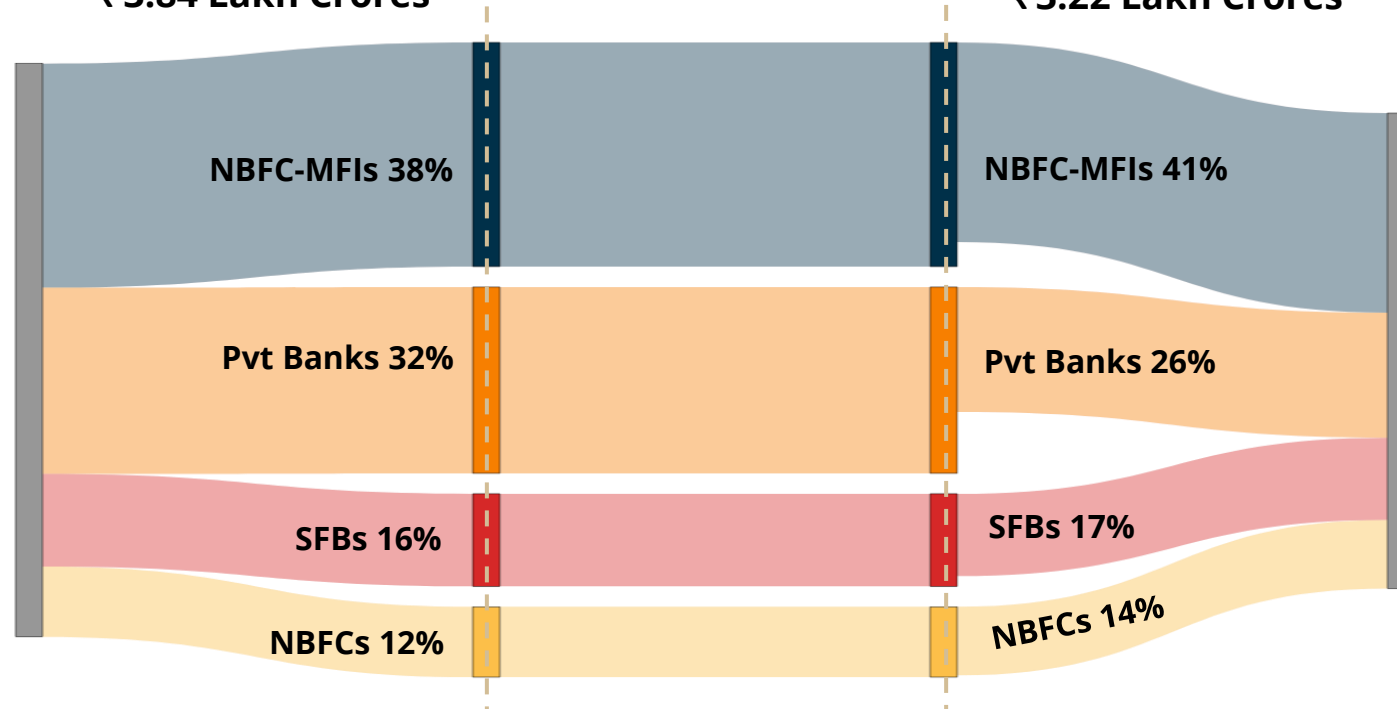
NBFCs & SFBs are stepping in to fill the credit gap however the total portfolio has contracted by 16% on YOY basis

Industry Portfolio
Outstanding (₹ crore)



Dec'24
₹ 3.84 Lakh Crores

Dec'25
₹ 3.22 Lakh Crores



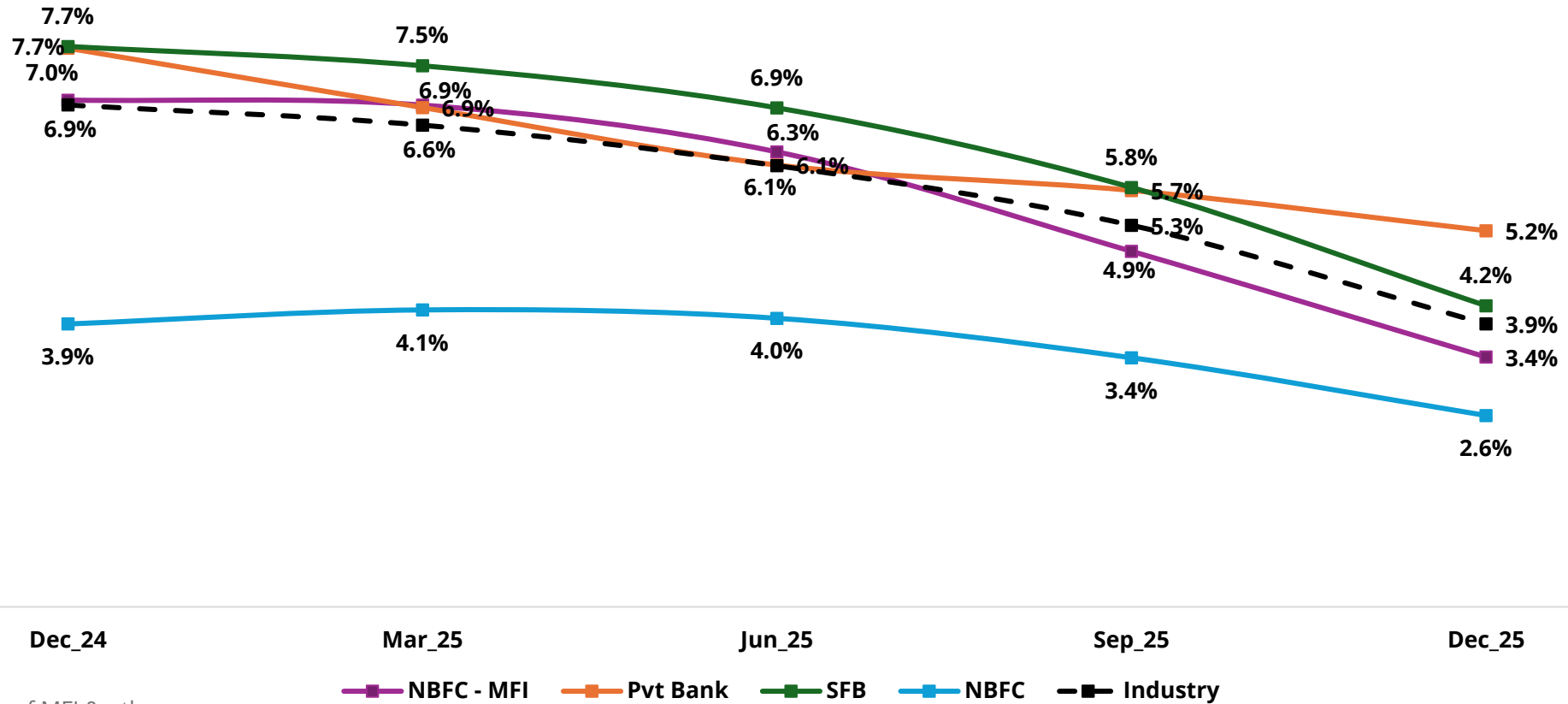
Portfolio Definition: 0-180+ DPD

% indicates Market Share with Total Portfolio Outstanding

Market share is exclusive of MFI & others

Delinquencies have dropped from 6.9% to 3.9%

30+ Delinquency



Graph is exclusive of MFI & others
*30+ % = 30-179 DPD / 0-179 DPD

Uttar Pradesh appears the most resilient, showing the lowest decline in portfolio and disbursements

Industry Top 10 States	Portfolio Outstanding		Disbursement Amount		30+%		90+%		180+%	
	Portfolio Outstanding as of Dec'25 (₹ crore)	YoY Growth % (Dec'25 vs Dec'24)	Disbursement Amount between Jan'25 to Dec'25 (₹ crore)	YoY Growth % (Jan'25-Dec'25 vs Jan'24-Dec'24)	Dec'24	Dec'25	Dec'24	Dec'25	Dec'24	Dec'25
	Bihar	49,549	-15%	40,252	-23%	8.59%	4.06%	4.59%	2.59%	5.55%
Tamil Nadu	39,646	-19%	25,905	-29%	5.91%	3.09%	3.20%	1.94%	7.76%	13.83%
Uttar Pradesh	37,452	-10%	30,715	-17%	9.04%	4.03%	5.16%	2.47%	7.72%	14.42%
Karnataka	28,662	-23%	18,791	-42%	4.71%	4.44%	2.20%	2.96%	5.17%	18.86%
West Bengal	27,948	-20%	24,222	-20%	3.72%	3.52%	1.80%	1.84%	8.10%	12.10%
Maharashtra	24,036	-16%	17,959	-26%	5.63%	4.83%	3.48%	3.18%	11.98%	17.83%
Madhya Pradesh	18,835	-14%	14,455	-19%	7.97%	4.47%	5.12%	2.85%	13.83%	17.28%
Odisha	16,604	-23%	11,296	-34%	11.26%	3.76%	6.78%	2.48%	13.08%	23.30%
Rajasthan	12,988	-19%	9,714	-18%	7.92%	4.36%	4.81%	2.61%	13.66%	17.41%
Jharkhand	10,241	-10%	8,237	-20%	11.01%	3.57%	6.72%	2.24%	10.89%	18.43%

POS = 0 to 180+ DPD

30+ % = 30-179 DPD/ 0-179 DPD

90+ % = 90-179 DPD/ 0-179 DPD

180+ % = 180+ DPD/ 0-180+ DPD

Thank you

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