

## Net Stable Funding Ratio – September 2024

### Qualitative disclosure around NSFR

The Net Stable Funding Ratio (NSFR) and Liquidity Coverage Ratio (LCR) are significant components of the Basel III reforms. The LCR guidelines which promote short term resilience of a Bank's liquidity profile, Net Stable Funding Ratio (NSFR) is a global minimum standard aimed at ensuring reduction in funding risk over a longer time horizon by requiring banks to fund their activities with sufficiently stable sources of funding in order to mitigate the risk of future funding stress. It is a ratio of Bank's **Available Stable Funding (ASF)** to the **Required Stable Funding (RSF)**.

"Available stable funding" (ASF) is defined as the portion of capital and liabilities expected to be reliable over the time horizon considered by the NSFR, which extends to one year. The amount of stable funding required ("Required stable funding") (RSF) of a specific institution is a function of the liquidity characteristics and residual maturities of the various assets held by that institution as well as those of its off-balance sheet (OBS) exposures.

The Bank computes NSFR in accordance with RBI guidelines. The Bank believes that all balance sheet and off balance sheet items which might have a material impact have been considered for the purpose of NSFR.

The NSFR is calculated by dividing a Bank's ASF by its RSF for the entire balance sheet items based on the different factors as per the residual maturity. The guidelines for NSFR were effective October 1, 2021, with the minimum requirement at 100%. The Bank's NSFR as of the quarter ended September 30, 2024 stood at **126.00%**.

**NSFR as at 30<sup>th</sup> September, 2024**

₹ in Crore)		Unweighted value by residual maturity				Weighted value
		No maturity*	< 6 months	6 months to < 1yr	≥ 1yr	
<b>ASF Item</b>						
<b>1</b>	<b>Capital: (2+3)</b>	-	-	-	<b>16,265</b>	<b>16,265</b>
2	Regulatory capital	-	-	-	16,265	16,265
3	Other capital instruments	-	-	-	-	-
<b>4</b>	<b>Retail deposits and deposits from small business customers: (5+6)</b>	<b>21,371</b>	<b>7,355</b>	<b>6,367</b>	<b>11,799</b>	<b>41,508</b>
5	Stable deposits	1,350	412	335	438	2,409
6	Less stable deposits	20,021	6,943	6,032	11,361	39,099
<b>7</b>	<b>Wholesale funding: (8+9)</b>	<b>14,852</b>	<b>38,451</b>	<b>12,268</b>	<b>10,173</b>	<b>26,206</b>
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	14,852	38,451	12,268	10,173	26,206
<b>10</b>	<b>Other liabilities: (11+12)</b>	<b>3,690</b>	<b>-</b>	<b>-</b>	<b>189</b>	<b>189</b>
11	NSFR derivative liabilities	-	-	-	-	-
12	All other liabilities and equity not included in the above categories	3,690	-	-	189	189
<b>13</b>	<b>Total ASF (1+4+7+10)</b>					<b>84,168</b>
<b>RSF Item</b>						
14	Total NSFR high-quality liquid assets (HQLA)					<b>1,468</b>
15	Deposits held at other financial institutions for operational purposes	-	-	-	-	-
16	Performing loans and securities: (17+18+19+21+23)	<b>2</b>	<b>55,381</b>	<b>5,315</b>	<b>36,230</b>	<b>57,290</b>
17	Performing loans to financial institutions secured by Level 1 HQLA	-	-	-	-	-
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions		6,751	731	4,108	5,486
19	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks, and PSEs, of which:		48,630	4,584	28,126	49,204
20	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk				6,552	4,259
21	Performing residential mortgages, of which:				3,997	2,598
22	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk				3,997	2,598

23	Securities that are not in default and do not qualify as HQLA, including exchange- traded equities	2	-	-	-	2
<b>24</b>	<b>Other assets: (sum of rows 25 to 29)</b>	<b>4,250</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,166</b>
25	Physical traded commodities, including gold					
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	561				477
27	NSFR derivative assets	87				87
28	NSFR derivative liabilities before deduction of variation margin posted	11				11
29	All other assets not included in the above categories	3,591				3,591
<b>30</b>	<b>Off-balance sheet items</b>	<b>91,028</b>				<b>3,878</b>
<b>31</b>	<b>Total RSF</b>	<b>95,280</b>	<b>55,381</b>	<b>5,315</b>	<b>36,230</b>	<b>66,802</b>
<b>32</b>	<b>Net Stable Funding Ratio (%)</b>					<b>126.00%</b>