

DISCLOSURE ON LIQUIDITY COVERAGE RATIO (LCR) AS ON 30.06.2022

The Liquidity Coverage Ratio (LCR) is one of the Basel Committee's key reforms to develop a more resilient banking sector. The LCR is expected to improve the banking sector's ability to absorb shocks arising from financial and economic stress, thus reducing the risk of spill over from the financial sector to the real economy. The Liquidity Risk Management of the Bank is governed by the Asset Liability Management (ALM) Policy approved by the Board. Liquidity Coverage Ratio (LCR) standard has been introduced with the objective that a bank maintains an adequate level of unencumbered High Quality Liquid Assets (HQLAs) that can be converted into cash to meet its liquidity needs for a 30 calendar day time horizon under a significantly severe liquidity stress scenario.

The LCR is calculated by dividing a Bank's stock of HQLA by its total net cash outflows over a 30-day stress period.

The average LCR for the quarter ended June 30, 2022 was at 347.71% as against 311.32% for the quarter ended March 31, 2022 and well above the present prescribed minimum requirement of 100%. The average HQLA for the quarter ended June 30, 2022 was 128120 crore as against was 128085 crore for the quarter ended March 31, 2022.

The average LCR for the quarter ended June 30, 2022 was at 347.71 %.

LCR DISCLOSURE Q1 OF FY2022-23		Appendix II	
(Rs in crore)		Total Unweighted Value (average)	Total Weighted Value (average)
High Quality Liquid Assets			
1	Total High Quality Liquid Assets (HQLA)		128120
Cash Outflows			
2	Retail deposits and deposits from small business customers, of which:		
(i)	Stable deposits	165423	8271
(ii)	Less stable deposits	143077	14308
3	Unsecured wholesale funding, of which:		
(i)	Operational deposits (all counterparties)	0.00	0
(ii)	Non-operational deposits (all counterparties)	31290	13311
(iii)	Unsecured debt	0	0
4	Secured wholesale funding		0
5	Additional requirements, of which		
(i)	Outflows related to derivative exposures and other collateral requirements	10166	10166

(ii)	Outflows related to loss of funding on debt products	0	0
(iii)	Credit and liquidity facilities	1638	1291
6	Other contractual funding obligations	3575	3575
7	Other contingent funding obligations	180374	8779
8	TOTAL CASH OUTFLOWS		59700
Cash Inflows			
9	Secured lending (e.g reverse repo)	27674	0
10	Inflows from fully performing exposures	2802	2802
11	Other cash inflows	21523	20051
12	TOTAL CASH INFLOWS	52000	22854
			TOTAL ADJUSTED VALUE
13	TOTAL HQLA		128120
14	TOTAL NET CASH OUTFLOWS		36847
15	LIQUIDITY COVERAGE RATIO (%)		347.71%