

DISCLOSURE ON LIQUIDITY COVERAGE RATIO (LCR) AS ON 31.03.2023

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 March 31, 2023 was at 285.51% 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 March 31, 2023 was 106207 crore as against was 128085 crore for the quarter ended March 31 2022.

The average LCR for the year ended March 31, 2023 was at 302.34 % as against 360.81% for the year ended March 31, 2022.

		Quarter Ended June 2022		Quarter Ended September 2022		Quarter Ended December 2022		Quarter Ended March 2023	
(Rs in crore)		Total Unweighted Value (average)	Total Weighted Value (average)	Total Unweighted Value (average)	Total Weighted Value (average)	Total Unweighted Value (average)	Total Weighted Value (average)	Total Unweighted Value (average)	Total Weighted Value (average)
High Quality Liquid Assets									
1	Total High Quality Liquid Assets (HQLA)		128120		116581		105549		106207
2	Retail deposits and deposits from small business customers, of which:								
(i)	Stable deposits	165423	8271	164904	8245	164738	8237	167247	8362

(ii)	Less stable deposits	143077	14308	144828	14483	146013	14601	148598	14860
3	Unsecured wholesale funding, of which:								
(i)	Operational deposits (all counterparties)	0.00	0	0.00	0	0.00	0	0	0
(ii)	Non-operational deposits (all counterparties)	31290	13311	30126	12776	29082	12327	30823	12951
(iii)	Unsecured debt	0	0	0	0	0	0	0	0
4	Secured wholesale funding		0		0		0		0
5	Additional requirements, of which								
(i)	Outflows related to derivative exposures and other collateral requirements	10166	10166	17921	17921	20653	20653	14977	14977
(ii)	Outflows related to loss of funding on debt products	0	0	0	0	0	0	0	0
(iii)	Credit and liquidity facilities	1638	1291	1407	1332	1362	1333	1457	1414
6	Other contractual	3575	3575	4640	4640	4202	4202	3326	3326

	funding obligations								
7	Other contingent funding obligations	180374	8779	163011	7913	139687	6753	125701	6044
8	TOTAL CASH OUTFLOWS		59700		67311		68107		61935
Cash Inflows									
9	Secured lending (e.g reverse repo)	27674	0	10817	0	1268	0	0	0
10	Inflows from fully performing exposures	2802	2802	866	866	2117	2117	2854	2854
11	Other cash inflows	21523	20051	26806	25966	31273	29540	22891	21882
12	TOTAL CASH INFLOWS	52000	22854	38490	26833	34657	31657	25745	24736
			TOTAL ADJUSTED VALUE						
13	TOTAL HQLA		128120		116581		105549		106207
14	TOTAL NET CASH OUTFLOWS		36847		40478		36451		37199
15	LIQUIDITY COVERAGE RATIO (%)		347.71%		288.01%		289.57%		285.51%