

## **DISCLOSURE ON LIQUIDITY COVERAGE RATIO (LCR) AS ON 30.09.2023**

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 September 30, 2023 was at 236.58 % as against 260.73% for the quarter ended June 30, 2023 and well above the present prescribed minimum requirement of 100%. The average HQLA for the quarter ended September 30,2023 was 101186 crore as against was 103787 crore for the quarter ended June 30, 2023.

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		Quarter Ended September 2023		Quarter Ended June 2023	
(Rs in crore)		Total Unweighted Value (average)	Total Weighted Value (average)	Total Unweighted Value (average)	Total Weighted Value (average)
<b>High Quality Liquid Assets</b>					
1	Total High Quality Liquid Assets (HQLA)		101186		103787
<b>Cash Outflows</b>					
2	Retail deposits and deposits from small business customers, of which:				
(i)	Stable deposits	170614	8531	169133	8457
(ii)	Less stable deposits	157098	15710	153213	15321
3	Unsecured wholesale funding, of which:				
(i)	Operational deposits (all counterparties)	0	0	0	0
(ii)	Non-operational deposits (all counterparties)	35740	14992	35509	14894
(iii)	Unsecured debt	0	0	0	0
4	Secured wholesale funding		0		0

5	Additional requirements, of which				
(i)	Outflows related to derivative exposures and other collateral requirements	10618	10618	12273	12273
(ii)	Outflows related to loss of funding on debt products	0	0	0	0
(iii)	Credit and liquidity facilities	2558	2522	2791	2493
6	Other contractual funding obligations	3055	3055	3150	3150
7	Other contingent funding obligations	167469	8155	157141	7630
8	<b>TOTAL CASH OUTFLOWS</b>		63583		64216
<b>Cash Inflows</b>					
9	Secured lending (e.g reverse repo)	0	0	0	0
10	Inflows from fully performing exposures	2247	2247	3264	3264
11	Other cash inflows	20114	18565	23416	21146
12	<b>TOTAL CASH INFLOWS</b>	22361	20813	26680	24410
			TOTAL ADJUSTED VALUE		TOTAL ADJUSTED VALUE
13	<b>TOTAL HQLA</b>		<b>101186</b>		<b>103787</b>
14	<b>TOTAL NET CASH OUTFLOWS</b>		<b>42770</b>		<b>39806</b>
15	<b>LIQUIDITY COVERAGE RATIO (%)</b>		<b>236.58%</b>		<b>260.73%</b>