

DISCLOSURE ON LIQUIDITY COVERAGE RATIO (LCR) AS ON 31.03.2024

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, 2024 was at 205.09% as against 285.51% for the quarter ended March 31, 2023 and well above the present prescribed minimum requirement of 100%. The average HQLA for the quarter ended March 31, 2024 was 98005 crore as against was 106207 crore for the quarter ended March 31 2023.

The average LCR for the year ended March 31, 2024 was at 223.77% as against 302.34 % for the year ended March 31, 2023.

		Quarter Ended June 2023		Quarter Ended September 2023		Quarter Ended December 2023		Quarter Ended March 2024	
(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)		103787		101186		88853		98005
2	Retail deposits and deposits from small business customers, of which:								
(i)	Stable deposits	169133	8457	170614	8531	172139	8607	163784	8189

(ii)	Less stable deposits	153213	15321	157098	15710	160534	16053	175026	17503
3	Unsecured wholesale funding, of which:								
(i)	Operational deposits (all counterparties)	0	0	0	0	0	0	0	0
(ii)	Non-operational deposits (all counterparties)	35509	14894	35740	14992	36901	15455	36287	15691
(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	12273	12273	10618	10618	7610	7610	8294	8294
(ii)	Outflows related to loss of funding on debt products	0	0	0	0	0	0	0	0
(iii)	Credit and liquidity facilities	2791	2493	2558	2522	2635	2599	2617	2580

6	Other contractual funding obligations	3150	3150	3055	3055	3300	3300	2997	2997
7	Other contingent funding obligations	157141	7630	167469	8155	159581	7757	163313	7930
8	TOTAL CASH OUTFLOWS		64216		63583		61381		63185
Cash Inflows									
9	Secured lending (e.g reverse repo)	0	0	0	0	0	0	38	0
10	Inflows from fully performing exposures	3264	3264	2247	2247	2685	2685	3035	3035
11	Other cash inflows	23416	21146	20114	18565	16513	13955	14609	12364
12	TOTAL CASH INFLOWS	26680	24410	22361	20813	19198	16641	17682	15399
			TOTAL ADJUSTED VALUE						
13	TOTAL HQLA		103787		101186		88853		98005
14	TOTAL NET CASH OUTFLOWS		39806		42770		44740		47785
15	LIQUIDITY COVERAGE RATIO (%)		260.73%		236.58%		198.60%		205.09%