

Liquidity Coverage Ratio for the quarter ended March 31, 2023

The Basel Committee for Banking Supervision (BCBS) had proposed the liquidity coverage ratio (LCR) in order to ensure that a bank has an adequate stock of unencumbered high quality liquid assets (HQLA) to survive a significant liquidity stress lasting for a period of 30 days. LCR is defined as a ratio of HQLA to the total net cash outflows estimated for the next 30 calendar days.

* The average weighted and unweighted amounts are calculated taking simple daily average of January 2023, February 2023 and March 2023 figures.

Particulars	Quarter Ended Mar 31, 2023	
	Total Unweighted Value (average)*	Total Weighted Value (average)*
High Quality Liquid Assets		
1 Total High Quality Liquid Assets (HQLA)		37,299
Cash Outflows		
2 Retail deposits and deposits from small business customers, of which:		
(i) Stable deposits	11,371	569
(ii) Less stable deposits	69,925	6,992
3 Unsecured wholesale funding, of which		
(i) Operational deposits (all counterparties)	-	-
(ii) Non-operational deposits (all counterparties)	25,775	10,310
(iii) Unsecured debt	14,678	14,678
4 Secured wholesale funding	17,784	-
5 Additional requirements, of which		
(i) Outflows related to derivative exposures and other collateral requirements	53,662	53,662
(ii) Outflows related to loss of funding on debt products	-	-
(iii) Credit and liquidity facilities	5,977	546
6 Other contractual funding obligations	2,819	2,819
7 Other contingent funding obligations	38,170	1,441
8 TOTAL CASH OUTFLOWS		91,018
Cash Inflows		
9 Secured lending (e.g. reverse repos)	3,160	-
10 Inflows from fully performing exposures	9,094	5,827
11 Other cash inflows	54,819	54,136
12 TOTAL CASH INFLOWS	67,073	59,964
		Total Adjusted Value
21 TOTAL HQLA		37,299
22 TOTAL NET CASH OUTFLOWS		31,054
23 LIQUIDITY COVERAGE RATIO (%)		120.11%

The Bank follows the criteria laid down by the RBI for daily calculation of HQLA, gross outflows and inflows within the next 30 days period. HQLA predominantly comprises cash, excess CRR and investments qualifying to be HQLA as per RBI guidelines. The Bank has maintained LCR above RBI and Internal thresholds on an ongoing basis.

The Bank is funded through retail CASA, retail term deposits, wholesale term deposits and borrowings viz. Bonds and Refinance Borrowings. All significant outflows and inflows determined in accordance with RBI guidelines are included in the prescribed LCR computation. The Bank expects to maintain LCR ratio within regulatory guidelines.