



Suryoday Small Finance Bank Ltd

Navi Mumbai

### Liquidity Coverage Ratio - March 2019

(Amt in Million)

Particulars	Quarter ended June 30, 2018		Quarter ended September 30, 2018		Quarter ended December 31, 2018		Quarter ended March 31, 2019	
	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)
1 Total High-Quality Liquid Assets (HQLA)		2,413		3,090		3,815		4,027
<b>Cash Outflows</b>								
2 Retail deposits and deposits from small business customers, of which:	2,630	263	3,186	319	3,545	355	4,277	428
(i) Stable deposits	-	-	-	-	-	-	-	-
(ii) Less stable deposits	2,630	263	3,186	319	3,545	355	4,277	428
3 Unsecured wholesale funding, of which:	2,656	1,370	2,907	1,180	3,506	3,068	3,508	3,035
(i) Operational deposits (all counterparties)	-	-	-	-	-	-	-	-
(ii) Non-operational deposits (all counterparties)	1,282	128	1,608	161	524	86	569	97

(iii) Unsecured debt	1,374	1,242	1,299	1,019	2,982	2,982	2,939	2,939
4 Secured wholesale funding		419		672		403		805
5 Additional requirements, of which	217	217	202	202	200	200	200	200
(i) Outflows related to derivative exposures and other collateral requirement	217	217	202	202	200	200	200	200
(ii) Outflows related to loss of funding on debt products	-	-	-	-	-	-	-	-
(iii) Credit and liquidity facilities	-	-	-	-	-	-	-	-
6 Other contractual funding obligation	587	550	666	614	778	773	859	786
7 Other contingent funding obligations	-	-	3	-	-	-	-	-
8 Total cash outflows		2,820		2,986		4,799		5,253
<b>Cash Inflows</b>								
9 Secured lending (e.g. reverse repo)	13	-	170	-	78	-	84	-
10 Inflows from fully performing exposures	2,123	1,491	2,185	1,420	2,394	1,547	3,035	2,045
11 Other cash inflows	46	39	56	39	392	196	473	236
12 Total cash inflows	2,182	1,530	2,411	1,459	2,865	1,743	3,592	2,281
13 Total HQLA		2,413		3,090		3,815		4,027
14 Total Net Cash Outflows		1,290		1,527		3,056		2,972
15 Liquidity Coverage Ratio (%)		187		202		125		135

- ❖ The weighted value and unweighted value are calculated by monthly simple average. From 1 October 2018, the Bank started computing LCR on daily basis.

### **Qualitative:**

The Liquidity Coverage Ratio (LCR) is a global minimum standard for Banks' Liquidity Risk Management. It aims to ensure that a bank has an adequate stock of unencumbered High-Quality Liquid Assets (HQLA) that can be converted into cash easily and immediately to meet its liquidity needs for the next 30 calendar day liquidity stress scenario.

The LCR is a ratio of Bank's High-Quality Liquid Assets (HQLA) to the estimated net outflows over next 30 calendar day period of significant stress. The Bank's HQLA mainly consists of Level 1 Assets comprising of excess of SLR balances, the extent allowed under the Marginal Standing Facility (MSF) and Facility to Avail Liquidity for Liquidity Coverage Ratio (FALLCR). Additionally, cash, balances in excess of cash reserve requirement with RBI also form part of Level 1 HQLA. Level 2 HQLA primarily consists of corporate bonds, debentures, commercial papers issued by non-financial institutions which are rated AA- and above as Level 2A and rated BBB- to A+, as level 2B, respectively, considered at prescribed haircuts.

Cash outflows are calculated by applying RBI prescribed outflow factors to the various categories or types of liabilities by the outflow run-off rates and cash inflows are calculated by multiplying the outstanding balances of various categories of contractual receivables by the rates at which they are expected to flow in.

Till March 31, 2019, the minimum LCR requirement is 80% and to be computed as by daily simple average for the quarter.