



### LIQUIDITY COVERAGE RATIO

(Rs in Crore)		Quarter ended December 16		Quarter ended September 16	
		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		21090.98		16780.57
<b>Cash outflows</b>					
2	Retail deposits and deposits from small business customers, of which:	110457.96	9381.46	103688.14	8882.59
(i)	Stable deposits	33286.73	1664.34	29724.57	1486.23
(ii)	Less stable deposits	77171.22	7717.12	73963.57	7396.36
3	Unsecure wholesale funding, of which:	21640.95	13264.82	19939.41	12010.86
(i)	Operational deposits ( all counterparties)	224.18	56.05	147.12	36.78
(ii)	Non operational deposits ( all counterparties)	21416.77	13208.78	19792.29	11974.08
(iii)	Unsecured debt	0.00	0.00	0.00	0.00
4	Secured wholesale funding	542.85	0.00	196.58	0.00
5	Additional requirements, of which:	16632.10	1950.34	17369.44	2046.48
(i)	<i>Outflows related to derivatives exposure and other collateral requirements</i>	0.00	0.00	0.00	0.00
(ii)	<i>Outflows related to loss of funding on debt products</i>	0.00	0.00	0.00	0.00
(iii)	<i>Credit and liquidity products</i>	16632.10	1950.34	17369.44	2046.48
6	Other contractual funding obligations	34.08	34.08	14.67	14.67
7	Other contingent funding obligations	14866.96	483.63	14391.96	459.41
8	<b>Total cash outflows</b>		25114.32		23414.00



Cash inflows					
9	Secured lending ( e.g. reverse repos)	1932.17	0.00	0.00	0.00
10	Inflows from fully performing exposures	8517.47	8098.91	7986.73	7423.76
11	Other cash inflows	224.93	112.47	190.52	95.26
<b>12</b>	<b>TOTAL CASH INFLOWS</b>	10674.57	8211.38	8177.25	7519.03
			Total Adjusted Value		Total Adjusted Value
21	<b>TOTAL HQLA</b>		21090.99		16780.57
22	<b>TOTAL NET CASH OUTFLOWS</b>		16902.94		15894.97
23	<b>Liquidity coverage ratio (%)</b>		124.78%		105.57%

## Qualitative

The Liquidity Coverage Ratio (LCR) 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 a 30 calendar day liquidity stress scenario.

The LCR is calculated by dividing the amount of High Quality Liquid unencumbered Assets (HQLA) by the estimated net outflows over a stressed 30 calendar day period. The net cash outflows are calculated by applying RBI prescribed outflow factors to the various categories of liabilities (deposits, unsecured and secured wholesale borrowings), as well as to undrawn commitments and derivative-related exposures, netted by inflows from assets maturing within 30 days.

Average LCR for the quarter ended 31<sup>th</sup> December 2016 is 124.78%, above RBI prescribed minimum requirement of 70%.

- Bank's LCR as of 31.12.16 is 124.78% which has improved compared to 105.57% as of 30.09.2016. This is due to RBI allowing reckoning (additional 1%) 11% of NDTL as Level 1 Assets under FALLCR leading to increase in level of HQLA and also comfortable liquidity position.
- LCR for December 2016 quarter has also increased due to large inflow of cash on account of demonetization of SBN (Specified Bank Notes) of denomination of Rs 500 and Rs 1000.
- HQLAs consist of Level 1 assets (Cash, excess CRR balance, Government security in excess of minimum SLR requirement, Government securities with in mandatory SLR requirement up to 2% under MSF and 9% under FALLCR) and other level 2 assets.