

Net Stable Funding Ratio – December 2024

Qualitative disclosure around NSFR

The Net Stable Funding Ratio (NSFR) and Liquidity Coverage Ratio (LCR) are significant components of the Basel III reforms. The LCR guidelines which promote short term resilience of a Bank's liquidity profile, Net Stable Funding Ratio (NSFR) is a global minimum standard aimed at ensuring reduction in funding risk over a longer time horizon by requiring banks to fund their activities with sufficiently stable sources of funding in order to mitigate the risk of future funding stress. It is a ratio of Bank's **Available Stable Funding (ASF)** to the **Required Stable Funding (RSF)**.

"Available stable funding" (ASF) is defined as the portion of capital and liabilities expected to be reliable over the time horizon considered by the NSFR, which extends to one year. The amount of stable funding required ("Required stable funding") (RSF) of a specific institution is a function of the liquidity characteristics and residual maturities of the various assets held by that institution as well as those of its off-balance sheet (OBS) exposures.

The Bank computes NSFR in accordance with RBI guidelines. The Bank believes that all balance sheet and off balance sheet items which might have a material impact have been considered for the purpose of NSFR.

The NSFR is calculated by dividing a Bank's ASF by its RSF for the entire balance sheet items based on the different factors as per the residual maturity. The guidelines for NSFR were effective October 1, 2021, with the minimum requirement at 100%. The Bank's NSFR as of the quarter ended December 31, 2024 stood at **121.94%**.

NSFR as at 31th December, 2024

NSFR as at 31 th December, 2024						
(₹ in Crore)		Unweighted value by residual maturity				Weighted value
		No maturity*	< 6 months	6 months to < 1yr	≥ 1yr	
ASF Item						
1	Capital: (2+3)	-	-	-	16,338	16,338
2	Regulatory capital	-	-	-	16,338	16,338
3	Other capital instruments	-	-	-	-	-
4	Retail deposits and deposits from small business customers: (5+6)	21,280	24,607	798	902	42,146
5	Stable deposits	1,369	1,207	-	-	2,447
6	Less stable deposits	19,911	23,400	798	902	39,699
7	Wholesale funding: (8+9)	13,741	38,931	13,122	6,162	24,921
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	13,741	38,931	13,122	6,162	24,921
10	Other liabilities: (11+12)	3,614	-	-	111	111
11	NSFR derivative liabilities		-	-	-	
12	All other liabilities and equity not included in the above categories	3,614	-	-	111	111
13	Total ASF (1+4+7+10)					83,516
RSF Item						
14	Total NSFR high-quality liquid assets (HQLA)					1,427
15	Deposits held at other financial institutions for operational purposes	-	-	-	-	-
16	Performing loans and securities: (17+18+19+21+23)	2	52,733	5,478	39,660	59,088
17	Performing loans to financial institutions secured by Level 1 HQLA	-	-	-	-	-
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	-	6,586	692	4,531	5,864
19	Performing loans to non- financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks, and PSEs, of which:	-	46,147	4,786	30,851	50,442
20	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	-	-	-	6,242	4,058
21	Performing residential mortgages, of which:	-	-	-	4,278	2,781
22	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	-	-	-	4,278	2,781

23	Securities that are not in default and do not qualify as HQLA, including exchange- traded equities	2	-	-	-	2
24	Other assets: (sum of rows 25 to 29)	4,207	-	-	-	4,121
25	Physical traded commodities, including gold					
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	562	-	-	-	477
27	NSFR derivative assets	146	-	-	-	146
28	NSFR derivative liabilities before deduction of variation margin posted	5	-	-	-	5
29	All other assets not included in the above categories	3,494	-	-	-	3,493
30	Off-balance sheet items	90,891	-	-	-	3,854
31	Total RSF	95,100	52,733	5,478	39,660	68,490
32	Net Stable Funding Ratio (%)					121.94%