

## DISCLOSURE ON NET STABLE FUNDING RATIO AS ON 31.03.2022

Net Stable Funding Ratio (NSFR) guidelines ensure 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. The NSFR is defined as the amount of Available Stable Funding relative to the amount of Required Stable Funding.

Quantitative Disclosure: The following table contains the unweighted and weighted values of the NSFR components of the SBI (Solo) as at 31<sup>st</sup> March 2022 and 31<sup>st</sup> December 2021 (i.e. quarter end observations)

<b>NSFR Disclosure Template</b>										
(Rs.in Crore)	Position as on 31.03.2022					Position as on 31.12.2021				
	Unweighted value by residual maturity				Weighted value	Unweighted value by residual maturity				Weighted value
	No maturity	< 6 months	6 months to < 1yr	≥ 1yr		No maturity	< 6 months	6 months to < 1yr	≥ 1yr	
<b>ASF Item</b>										
1 Capital: (2+3)	0	0	0	3,71,575	3,71,575	0	0	0	3,71,199	3,71,199
2 Regulatory capital	0	0	0	3,71,575	3,71,575	0	0	0	3,71,199	3,71,199
3 Other capital instruments	0	0	0	0	0	0	0	0	0	0
4 Retail deposits and deposits from small business customers: (5+6)	13,32,707	4,96,720	4,73,677	4,41,566	25,12,075	13,20,479	4,85,021	4,89,933	4,12,327	24,79,550
5 Stable deposits	3,97,510	1,59,617	1,58,338	1,21,963	7,95,557	4,10,637	1,56,840	1,66,814	1,17,028	8,08,753
6 Less stable deposits	9,35,197	3,37,103	3,15,339	3,19,603	17,16,518	9,09,842	3,28,181	3,23,119	2,95,299	16,70,797
7 Wholesale funding: (8+9)	2,61,621	3,60,810	2,14,648	3,21,659	7,11,288	2,24,196	3,45,691	1,39,745	2,70,038	6,02,838
8 Operational deposits	0	0	0	0	0	0	0	0	0	0
9 Other wholesale funding	2,61,621	3,60,810	2,14,648	3,21,659	7,11,288	2,24,196	3,45,691	1,39,745	2,70,038	6,02,838
10 Other liabilities: (11+12)	8,61,507	1,09,566	40,700	19,090	0	0	10,10,012	44,826	34,473	0
11 NSFR derivative liabilities	0	0	0	0	0	0	0	0	0	0
12 All other liabilities and equity not included in the above categories	8,61,507	1,09,566	40,700	19,090	0	0	10,10,012	44,826	34,473	0
13 Total ASF (1+4+7+10)					35,94,938					34,53,587
<b>RSF Item</b>										
14 Total NSFR high-quality liquid assets (HQLA)					72,250					71,608
15 Deposits held at other financial institutions for operational purposes	22,644	51,632	0	3,270	38,773	22,484	46,255	0	3,128	35,933
16 Performing loans and securities: (17+18+19+21+23)	6,233	6,12,568	3,14,457	7,37,707	9,39,730	6,208	6,47,485	2,30,333	7,47,601	9,20,744
17 Performing loans to financial institutions secured by Level 1 HQLA	0	482	0	0	48	0	55	0	0	6
18 Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	0	94,242	0	0	14,136	0	92,582	0	0	13,888
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:	0	5,17,844	3,14,457	3,56,751	6,48,039	0	5,54,848	2,30,333	3,66,136	6,30,579
20 With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	0	0	0	3,56,751	2,31,888	0	0	0	3,66,136	2,37,989
21 Performing residential mortgages, of which:	0	0	0	2,58,020	1,67,713	0	0	0	2,66,250	1,73,062
22 With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	0	0	0	2,58,020	1,67,713	0	0	0	2,66,250	1,73,062
23 Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	6,233	0	0	1,22,936	1,09,794	6,208	0	0	1,15,215	1,03,209
24 Other assets: (sum of rows 25 to 29)	9,75,856	89,197	2,666	11,02,847	19,58,772	7,54,413	1,39,384	2,358	12,58,035	17,34,364
25 Physical traded commodities, including gold	0	0	0	0	0	0	0	0	0	0
26 Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	0	0	0	0	1,042	0	0	0	0	1,018
27 NSFR derivative assets	0	4,647	0	0	4,647	0	3,568	0	0	3,568
28 NSFR derivative liabilities before deduction of variation margin posted	0	1,814	1,454	928	4,196	0	869	1,530	987	3,386
29 All other assets not included in the above categories	9,75,856	82,736	1,212	11,01,919	19,48,887	7,54,413	1,34,947	828	12,57,048	17,26,392
30 Off-balance sheet items	0	6,93,866	0	0	25,393	0	6,66,230	0	0	23,965
31 Total RSF (14+15+16+24+30)					30,34,918					27,86,614
32 Net Stable Funding Ratio (%)					118.45%					123.93%

In accordance with RBI guidelines vide circular No. RBI/2017-18/178, DBR.BP.BC.No.106/21.04.098/2017-18 dated 17-May-2018, the quarter end observations are presented in the template above.

The NSFR is defined as the amount of Available Stable Funding relative to the amount of Required Stable Funding.

$$\text{NSFR} = \frac{\text{Available Stable Funding (ASF)}}{\text{Required Stable Funding (RSF)}} \geq 100\%$$

Bank's NSFR comes to 118.45% as at the end of the quarter Q4 (FY 2021-22) and is above the minimum regulatory requirement of 100% set out in the RBI guideline effective from October 01, 2021. The Available Stable Funding (ASF) as on 31.03.2022 stood at Rs. 35,94,938 crores and amount for Required Stable Funding (RSF) as on 31.03.2022 was Rs. 30,34,918 crores. There is an increase in the values of the total ASF and total RSF as on 31.03.2022 over 31.12.2021. ASF is defined as the portion of capital and liabilities expected to be reliable over the time horizon considered for the NSFR, which extends to one year. The amount of stable funding required (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.

Liquidity Management in the Bank is driven by the ALM Policy of the Bank and in-line with the regulatory prescriptions. The Domestic and International Operations are apprising the liquidity position to the Asset Liability Management Committee (ALCO) of the Bank. The ALCO has been empowered by the Bank's Board to formulate the Bank's funding strategies to ensure that the funding sources are well diversified and is consistent with the operational requirements of the Bank. All the major decisions of ALCO are being reported to the Bank's Board subsequently. In addition to monthly NSFR reporting, Bank also computes Liquidity Coverage Ratio and prepares Structural Liquidity Statements on a daily basis to assess the liquidity needs of the Bank. Retail deposits constitute major portion of total funding sources, which are well diversified. Management is of the view that the Bank has sufficient liquidity cushion to meet its likely future commitments.