

## DISCLOSURE ON NET STABLE FUNDING RATIO AS ON 31.12.2021

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.

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

**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> Decemeber 2021 (i.e. quarter end observations)

State Bank of India						INR in Crores
NSFR DISCLOSURE TEMPLATE AS ON QUARTER ENDED 31.12.2021						
		Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1yr	≥ 1yr	
<b>ASF Item</b>						
1	Capital: (2+3)	0.00	0.00	0.00	3,71,199.08	3,71,199.08
2	Regulatory capital	0.00	0.00	0.00	3,71,199.08	3,71,199.08
3	Other capital instruments	0.00	0.00	0.00	0.00	0.00
4	Retail deposits and deposits from small business customers: (5+6)	13,20,479.47	4,85,020.63	4,89,932.27	4,12,326.82	24,79,549.20
5	Stable deposits	4,10,637.00	1,56,840.02	1,66,813.64	1,17,027.91	8,08,752.64
6	Less stable deposits	9,09,842.47	3,28,180.61	3,23,118.63	2,95,298.91	16,70,796.56
7	Wholesale funding: (8+9)	2,24,196.06	3,45,691.27	1,39,745.47	2,70,037.51	6,02,838.50
8	Operational deposits	0.00	0.00	0.00	0.00	0.00
9	Other wholesale funding	2,24,196.06	3,45,691.27	1,39,745.47	2,70,037.51	6,02,838.50
10	Other liabilities: (11+12)	0.00	10,10,011.54	44,825.60	34,473.02	0.00
11	NSFR derivative liabilities		0.00	0.00	0.00	
12	All other liabilities and equity not included in the above categories	0.00	10,10,011.54	44,825.60	34,473.02	0.00
13	<b>Total ASF (1+4+7+10)</b>					34,53,586.78
<b>RSF Item</b>						
14	Total NSFR high-quality liquid assets (HQLA)					71,608.44
15	Deposits held at other financial institutions for operational purposes	22,483.68	46,254.90	0.00	3,127.78	35,933.18
16	Performing loans and securities: (17+18+19+21+23)	6,207.89	6,47,484.67	2,30,333.47	7,47,600.88	9,20,743.52
17	Performing loans to financial institutions secured by Level 1 HQLA	0.00	55.15	0.00	0.00	5.52
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	0.00	92,582.01	0.00	0.00	13,887.30
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:	0.00	5,54,847.51	2,30,333.47	3,66,136.45	6,30,579.17
20	With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	0.00	0.00	0.00	3,66,136.45	2,37,988.69
21	Performing residential mortgages, of which:	0.00	0.00	0.00	2,66,249.67	1,73,062.29
22	With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	0.00	0.00	0.00	2,66,249.67	1,73,062.29
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	6,207.89	0.00	0.00	1,15,214.76	1,03,209.25
24	Other assets: (sum of rows 25 to 29)	7,54,412.87	1,39,384.24	2,358.37	12,58,034.79	17,34,363.88
25	Physical traded commodities, including gold	0.00				0.00
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs		0.00	0.00	0.00	1,017.49
27	NSFR derivative assets		3,568.42	0.00	0.00	3,568.42
28	NSFR derivative liabilities before deduction of variation margin posted		868.57	1,530.27	986.98	3,385.82
29	All other assets not included in the above categories	7,54,412.87	1,34,947.25	828.10	12,57,047.81	17,26,392.14
30	Off-balance sheet items		6,66,229.51	0.00	0.00	23,964.71
31	<b>Total RSF (14+15+16+24+30)</b>					27,86,613.72
32	<b>Net Stable Funding Ratio (%)</b>					123.93%

Bank's NSFR comes to 123.93% as at the end of the quarter Q3 (FY 2021-22) and is above the minimum regulatory requirement of 100%. The Available Stable Funding (ASF) as on 31.12.2021 stood at Rs. 34,53,586.78 crores and amount for Required Stable Funding (RSF) as on 31.12.2021 was Rs. 27,86,613.72 crores. 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. This is the first instance of publication of NSFR Disclosures in compliance with the RBI Guidelines.

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.