

Liquidity Coverage Ratio

(₹ millions)

Particulars	Quarter ended March 31, 2017		Quarter ended December 31, 2016		Quarter ended September 30, 2016		Quarter ended June 30, 2016	
	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)*
High Quality Liquid Assets								
1 Total High Quality Liquid Assets (HQLA)		1,377,244.7		1,499,661.4		1,287,256.2		1,095,573.2
Cash Outflows								
2 Retail deposits and deposits from small business customers, of which:	4,173,307.7	381,987.4	4,150,718.4	378,630.8	3,735,525.3	341,596.5	3,598,043.4	328,629.3
(i) Stable deposits	706,866.3	35,343.3	728,821.3	36,441.1	639,120.8	31,956.0	623,500.8	31,175.0
(ii) Less stable deposits	3,466,441.4	346,644.1	3,421,897.1	342,189.7	3,096,404.5	309,640.5	2,974,542.6	297,454.3
3 Unsecured wholesale funding, of which:	1,856,538.3	929,006.8	1,856,052.7	943,537.0	1,746,811.9	884,309.5	1,576,113.8	812,057.9
(i) Operational deposits (all counterparties)	275,673.0	68,147.3	265,304.0	65,566.3	243,145.9	60,082.0	212,902.1	52,620.8
(ii) Non-operational deposits (all counterparties)	1,476,866.4	756,860.6	1,488,065.4	775,287.4	1,421,967.0	742,528.5	1,301,599.4	697,824.8
(iii) Unsecured debt	103,998.9	103,998.9	102,683.3	102,683.3	81,699.0	81,699.0	61,612.3	61,612.3
4 Secured wholesale funding		5,368.7		4,547.5		25,969.8		3,952.7
5 Additional requirements, of which	857,877.6	546,468.7	947,454.5	618,933.1	909,867.0	571,841.0	932,372.3	578,013.8
(i) Outflows related to derivative exposures and other collateral requirement	449,430.6	449,430.6	519,033.6	519,033.6	473,169.1	473,169.1	469,071.8	469,071.8
(ii) Outflows related to loss of funding on debt products	-	-	-	-	-	-	-	-
(iii) Credit and liquidity facilities	408,447.0	97,038.1	428,420.9	99,899.5	436,697.9	98,671.9	463,300.5	108,942.0
6 Other contractual funding obligation	248,239.7	248,239.7	212,555.5	212,555.5	184,309.9	184,309.9	163,445.8	163,445.8
7 Other contingent funding obligations	525,911.6	25,966.6	504,091.6	15,122.7	491,832.6	14,755.0	479,153.7	14,374.6
8 Total Cash Outflows		2,137,037.9		2,173,326.6		2,022,781.7		1,900,474.1
Cash Inflows								
9 Secured lending (e.g. reverse repo)	-	-	13,333.3	-	50,333.3	-	13,551.7	32.8
10 Inflows from fully performing exposures	404,824.5	220,480.2	380,611.9	201,191.7	364,904.7	195,315.4	347,402.0	185,737.1
11 Other cash inflows	587,971.3	532,621.8	651,598.0	595,981.9	665,666.5	611,784.3	628,707.6	573,019.9
12 Total Cash Inflows	992,795.8	753,102.0	1,045,543.2	797,173.6	1,080,904.5	807,099.7	989,661.3	758,789.8
		Total Adjusted Value		Total Adjusted Value		Total Adjusted Value		Total Adjusted Value
13 TOTAL HQLA		1,377,244.7		1,499,661.4		1,287,256.2		1,095,573.2
14 Total Net Cash Outflows		1,383,935.9		1,376,153.0		1,215,681.8		1,141,684.3
15 Liquidity Coverage Ratio (%)		99.52%		108.97%		105.89%		95.96%

*In accordance with RBI guidelines, average weighted and unweighted amounts are calculated taking simple daily average for the quarter ended March 31, 2017 and simple average for the months in respective previous quarters in the financial year ended March 31, 2017.

Qualitative disclosure on LCR

The Liquidity Coverage Ratio (LCR) is a global minimum standard for bank liquidity. It aims to ensure that a the 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, partially offset by inflows from assets maturing within 30 days. The average LCR for the quarter ended March 31, 2017 was at 99.52%, above the RBI prescribed minimum requirement of 80%. The average HQLA was ₹ 1,377,244.7 million of which government securities constituted about 75%. The outflows related to derivative exposures (net of cash inflows) / collateral requirements and undrawn commitments constituted about 0.3% and 5% respectively of average cash outflow of ₹ 2,137,037.9 million. Average inflows from assets were ₹ 753,102.0 million.

Average LCR compared to previous quarter ended December 31, 2016 has remained relatively stable with a slight decrease in the average HQLA position mainly on account of decrease in unencumbered SLR securities.

Average LCR has been continuously increasing compared to that in the previous year ended March 2016 primarily driven by increase in the average HQLA position on account of increase in liquid investments as well as additional FALLCR (1% of NDTL) permitted by RBI to be considered as HQLA from July 2016.

A strong and diversified liabilities profile has been at the helm of the Bank’s growth strategy. The Bank has consistently maintained a robust funding profile with a significant portion of funding through deposits. As of March 31, 2017, the top 20 depositors comprised around 5% of total deposits.