

Net Stable Funding Ratio

Qualitative Disclosures

Pursuant to the RBI guidelines on NSFR dated May 17, 2018, the Bank has adopted and complied with the Basel III standards pertaining to NSFR from October 01, 2021. NSFR aims to improve the resilience of banks by promoting long-term funding stability. It mandates banks to maintain a stable funding profile vis-à-vis the composition of their assets and off-balance sheet activities. It reduces the probability of erosion of a bank's liquidity position due to disruptions to its regular sources of funding. The NSFR guidelines of RBI stipulate the applicable Required Stable Funding ("RSF") factor for each category of asset and Available Stable Funding ("ASF") factor for each type of funding source. NSFR represents the ratio of ASF to RSF. The breakdown of the Bank's ASF and RSF amounts after applying the respective ASF or RSF factors are provided in the "weighted amount" column of the NSFR disclosure format. The Available Stable Funding (ASF) is primarily driven by the total regulatory capital as per Basle III Capital Adequacy guidelines stipulated by RBI and deposits from retail customers, small business customers and nonfinancial corporate customers. Under the Required Stable Funding (RSF), the primary drivers are unencumbered performing loans with residual maturities of one year or more, excluding loans to financial institutions. Under ASF, the major source of funding for the Bank is retail deposits. The Bank does not rely on interbank borrowings. However, long term refinance from SIDBI, NABARD and NHB is availed against eligible loan assets. The Bank has been following retail deposit led funding strategy consistently over a decade.

The following table sets out NSFR of the Bank as on March 31, 2024:

(Rs. in crore)

Net Stable Funding Ratio (NSFR)						
		As on March 31, 2024				
(Rs. in crore)		Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1yr	≥ 1yr	
	ASF Item					
1	Capital: (2+3)	5,146.59	-	-	300.00	5,446.59
2	Regulatory capital	5,146.59	-	-	300.00	5,446.59
3	Other capital instruments	-	-	-	-	-
4	Retail deposits and deposits from small business customers: (5+6)	11,376.44	3,806.54	4,266.31	12,241.77	30,013.12
5	Stable deposits	3,670.38	785.56	884.04	2,826.24	7,899.22
6	Less stable deposits	7,706.06	3,020.98	3,382.27	9,415.53	22,113.90
7	Wholesale funding: (8+9)	1,476.28	8,681.57	7,373.47	6,050.14	11,384.55
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	1,476.28	8,681.57	7,373.47	6,050.14	11,384.55
10	Other liabilities: (11+12)	222.91	1,574.32	7,009.71	300.64	226.66
11	NSFR derivative liabilities				3.93	
12	All other liabilities and equity not included in the above categories	222.91	1,574.32	7,005.78	300.64	226.66
13	Total ASF (1+4+7+10)					47,070.92
	RSF Item					
14	Total NSFR high-quality liquid assets (HQLA)					612.26
15	Deposits held at other financial institutions for operational purposes	79.10	-	-	-	39.55
16	Performing loans and securities: (17+18+19+21+23)	-	3,722.35	3,499.29	36,174.70	32,817.63
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		300.99	172.38	1,668.78	1,800.12
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:		3,421.36	3,326.91	25,046.73	24,565.03
20	<i>With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk</i>	-	-	-	494.10	321.16
21	Performing residential mortgages, of which:	-	-	-	7,939.14	5,160.44
22	<i>With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk</i>	-	-	-	7,939.14	5,160.44
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities				1,520.05	1,292.04
24	Other assets: (sum of rows 25 to 29)	-	138.24	6,777.33	4,317.67	4,435.28
25	Physical traded commodities, including gold	-	-	-	-	-
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	-		137.53		116.90
27	NSFR derivative assets	-		0.00		-
28	NSFR derivative liabilities before deduction of variation margin posted	-		0.71		0.71
29	All other assets not included in the above categories		-	6,777.33	4,317.67	4,317.67
30	Off-balance sheet items				5,827.51	259.56
31	Total RSF (14+15+16+24+30)					38,164.28
32	Net Stable Funding Ratio (%)					123.34%

The following table sets out NSFR of the Bank as on December 31, 2023:

(Rs. in crore)

Net Stable Funding Ratio (NSFR)						
As on December 31, 2023						
(Rs. in crore)		Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1yr	≥ 1yr	
	ASF Item					
1	Capital: (2+3)	4,630.17	-	-	300.00	4,930.17
2	Regulatory capital	4,630.17	-	-	300.00	4,930.17
3	Other capital instruments	-	-	-	-	-
4	Retail deposits and deposits from small business customers: (5+6)	10,916.23	3,476.56	4,245.93	12,073.21	29,102.28
5	Stable deposits	3,483.77	718.20	882.48	2,784.42	7,614.65
6	Less stable deposits	7,432.46	2,758.36	3,363.45	9,288.79	21,487.63
7	Wholesale funding: (8+9)	1,428.43	8,145.07	6,429.92	5,476.63	10,354.29
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	1,428.43	8,145.07	6,429.92	5,476.63	10,354.29
10	Other liabilities: (11+12)	580.83	1,630.41	3,406.91	286.19	213.98
11	NSFR derivative liabilities				4.92	
12	All other liabilities and equity not included in the above categories	580.83	1,630.41	3,401.99	286.19	213.98
13	Total ASF (1+4+7+10)					44,600.72
	RSF Item					
14	Total NSFR high-quality liquid assets (HQLA)					593.98
15	Deposits held at other financial institutions for operational purposes	46.38	-	-	-	23.19
16	Performing loans and securities: (17+18+19+21+23)	-	4,148.90	3,505.92	33,591.78	30,666.29
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		449.29	111.32	1,323.82	1,446.87
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:		3,699.61	3,394.60	23,392.69	23,183.08
20	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	-	-	-	1,239.03	805.37
21	Performing residential mortgages, of which:	-	-	-	7,538.19	4,899.83
22	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	-	-	-	7,538.19	4,899.83
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities				1,337.08	1,136.51
24	Other assets: (sum of rows 25 to 29)	-	138.11	3,188.47	4,401.06	4,518.54
25	Physical traded commodities, including gold	-	-	-	-	-
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	-		137.53		116.90
27	NSFR derivative assets	-		0.00		-
28	NSFR derivative liabilities before deduction of variation margin posted	-		0.58		0.58
29	All other assets not included in the above categories		-	3,188.47	4,401.06	4,401.06
30	Off-balance sheet items				6,053.85	272.29
31	Total RSF (14+15+16+24+30)					36,074.29
32	Net Stable Funding Ratio (%)					123.64%

The following table sets out NSFR of the Bank as on September 30, 2023:

(Rs. in crore)

Net Stable Funding Ratio (NSFR)						
As on September 30, 2023						
(Rs. in crore)	ASF Item	Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1yr	≥ 1yr	
1	Capital: (2+3)	4,683.21	-	-	300.00	4,983.21
2	Regulatory capital	4,683.21	-	-	300.00	4,983.21
3	Other capital instruments	-	-	-	-	-
4	Retail deposits and deposits from small business customers: (5+6)	10,101.04	3,504.77	3,525.35	12,401.16	28,067.91
5	Stable deposits	3,468.41	735.65	769.95	2,827.78	7,553.09
6	Less stable deposits	6,632.63	2,769.12	2,755.40	9,573.38	20,514.82
7	Wholesale funding: (8+9)	1,194.85	8,349.32	5,624.42	5,685.20	10,330.49
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	1,194.85	8,349.32	5,624.42	5,685.20	10,330.49
10	Other liabilities: (11+12)	450.46	1,456.01	4,185.30	299.02	226.42
11	NSFR derivative liabilities				0.20	
12	All other liabilities and equity not included in the above categories	450.46	1,456.01	4,185.10	299.02	226.42
13	Total ASF (1+4+7+10)					43,608.03
	RSF Item	-	-	-	-	-
14	Total NSFR high-quality liquid assets (HQLA)					564.30
15	Deposits held at other financial institutions for operational purposes	51.50	-	-	-	25.75
16	Performing loans and securities: (17+18+19+21+23)	-	3,236.47	3,211.23	32,669.67	29,272.72
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		192.39	84.62	866.93	938.10
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:		3,044.08	3,126.61	22,818.47	22,227.04
20	<i>With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk</i>	-	-	-	1,270.03	825.52
21	Performing residential mortgages, of which:	-	-	-	7,645.25	4,969.41
22	<i>With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk</i>	-	-	-	7,645.25	4,969.41
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities				1,339.02	1,138.17
24	Other assets: (sum of rows 25 to 29)	-	138.11	4,033.58	4,620.28	4,737.76
25	Physical traded commodities, including gold	-	-	-	-	-
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	-		137.53		116.90
27	NSFR derivative assets	-		0.00		-
28	NSFR derivative liabilities before deduction of variation margin posted	-		0.58		0.58
29	All other assets not included in the above categories	-	-	4,033.58	4,620.28	4,620.28
30	Off-balance sheet items	-			6,029.65	272.16
31	Total RSF (14+15+16+24+30)	-				34,872.69
32	Net Stable Funding Ratio (%)					125.05%

The following table sets out NSFR of the Bank as on June 30, 2023:

(Rs. in crore)

Net Stable Funding Ratio (NSFR)						
As on June 30, 2023						
(Rs. in crore)		Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1yr	≥ 1yr	
	ASF Item					
1	Capital: (2+3)	4,672.48	-	-	300.00	4,972.48
2	Regulatory capital	4,672.48	-	-	300.00	4,972.48
3	Other capital instruments	-	-	-	-	-
4	Retail deposits and deposits from small business customers: (5+6)	9,893.53	3,184.48	3,121.05	12,272.24	27,090.97
5	Stable deposits	3,433.40	658.19	699.93	2,814.73	7,366.67
6	Less stable deposits	6,460.13	2,526.29	2,421.12	9,457.51	19,724.30
7	Wholesale funding: (8+9)	1,179.76	7,110.68	5,189.40	5,487.57	9,944.09
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	1,179.76	7,110.68	5,189.40	5,487.57	9,944.09
10	Other liabilities: (11+12)	352.17	1,782.32	2,651.14	271.60	199.20
11	NSFR derivative liabilities				1.03	
12	All other liabilities and equity not included in the above categories	352.17	1,782.32	2,650.11	271.60	199.20
13	Total ASF (1+4+7+10)					42,206.74
	RSF Item					
14	Total NSFR high-quality liquid assets (HQLA)					526.29
15	Deposits held at other financial institutions for operational purposes	279.75	-	-	-	139.88
16	Performing loans and securities: (17+18+19+21+23)	-	2,674.93	3,526.84	30,575.77	27,434.46
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		321.00	114.28	792.58	897.87
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:		2,353.93	3,412.56	21,581.74	20,983.32
20	<i>With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk</i>	-	-	-	1,222.03	794.32
21	Performing residential mortgages, of which:	-	-	-	7,089.79	4,608.36
22	<i>With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk</i>	-	-	-	7,089.79	4,608.36
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities				1,111.66	944.91
24	Other assets: (sum of rows 25 to 29)	-	138.52	2,545.73	4,821.88	4,939.75
25	Physical traded commodities, including gold	-	-	-	-	-
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	-		137.68		117.03
27	NSFR derivative assets	-		0.00		-
28	NSFR derivative liabilities before deduction of variation margin posted	-		0.84		0.84
29	All other assets not included in the above categories	-	-	2,545.73	4,821.88	4,821.88
30	Off-balance sheet items	-	-	-	5,878.79	264.84
31	Total RSF (14+15+16+24+30)					33,305.22
32	Net Stable Funding Ratio (%)					126.73%