Public Disclosure on Liquidity Risk as on March 31, 2024

Background

RBI has issued a guideline on Liquidity Risk Management Framework for Non-Banking Financial Companies and Core Investment Companies on November 04, 2019, vide circular RBI/2019-20/88 DOR.NBFC (PD) CC.No.102/03.10.001/201920. As per the said guidelines, NBFCs are required to publicly disclose the below information related to liquidity risk on a quarterly basis. Accordingly, the disclosures on liquidity risk as of March 31, 2024, are submitted as under:

(i) Funding Concentration based on significant counterparty (both deposits and borrowings)

Number of Significant Counterparties	Amount (Rs. in Crores)	% of Total Deposits	% of Total Liabilities
20	1225.58	3625.14%	71.99%

(ii) Top 20 large deposits:

Total amount of Top 20 Deposits (Rs. in Crores)	5.41
% of amount of top 20 Deposits to Total Deposits	15.99%

(iii) Top 10 large borrowings:

Total amount of Top 10 Borrowings (Rs. in Crores)	628.91
% of amount of Top 10 Borrowings to Total Borrowings	37.85%

(iv) Funding Concentration based on significant instrument/product:

Name of the instrument/product	Amount (Rs. in Crores)	% of Total Liabilities
Loan from Bank/ Other Financial Institution including Securitization	1102.15	64.74%
Commercial Paper	78.60	4.62%
Deposits	33.81	1.99%
NCD & MLD	428.70	25.18%
Total	**1643.26**	**96.53%**

a) Total Liabilities represent Total Liabilities and Equity as per Balance Sheet less Equity.

(v) Stock Ratio

Particulars	31.03.2024
Commercial paper as a percentage of total public funds	4.75%
Commercial paper as a percentage of total liabilities	4.62%
Commercial paper as a percentage of total assets	3.40%
Other Short -term liabilities as a percentage of total public funds	78.58%
Other Short -term liabilities as a percentage of total liabilities	76.38%
Other Short- term liabilities as a percentage of total assets	56.19%
Non-convertible debentures (original maturity less than one year) as a percentage of total public funds	-
Non -Convertible debentures (original maturity less than one year) as a percentage of total liabilities	-
Non -Convertible debentures (original maturity less than one year) as a percentage of total assets	-

a) Public Funds represent Debt Securities, Borrowings from Banks, and Financial Institutions (other than debt securities), Subordinated Liabilities, Public Deposits, Securitization transactions and exclude Loan from Directors and Relatives.

b) Total Liabilities represent Total Liabilities and Equity as per Balance Sheet less Equity.

c) Other Short-Term Liabilities represent all liabilities maturingwithin a year.

(vi) Liquidity Coverage Ratio (LCR)

Particulars	As on March 31st ,2024
Liquidity Coverage Ratio	191%

(vii) Institutional set-up for Liquidity Risk Management

The Board has the overall responsibility for management of liquidity risk. The Board decides the strategy, policies, and procedures to manage liquidity risk in accordance with the liquidity risk tolerance/limits decided by it, from time to time.

The ALM Committee of the Board, consisting of the Managing Director, is responsible for evaluating the liquidity risk.

The Asset-Liability Management Committee (ALCO) consists of the NBFC's top management and is responsible for ensuring adherence to the risk tolerance/limits set by the Board as well as implementing the liquidity risk management strategy of the NBFC. The Managing Director heads the Committee. The role of the ALCO with respect to liquidity risk include, inter alia, decision on desired maturity profile and mix of incremental assets and liabilities, sale of assets as a source of funding, the structure, responsibilities, and controls for managing liquidity risk, and overseeing the liquidity positions of the Company.

The ALM Support Group headed by the Chief Finance Officer and consisting of operating staff are responsible for analyzing, monitoring, and reporting the liquidity risk profile to the ALCO.