

Public Disclosure on Liquidity Risk as on Sep 30, 2024

Background

RBI has issued final guidelines 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, NBFC are required to publicly disclose the below information related to liquidity risk on a quarterly basis. Accordingly, the disclosures on liquidity risk as at September, 2024 are as under:

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

Number of Significant Counterparties/ Borrowings from Banks/FI	Sanctioned Amount (Rs. In Millions)	% of Total Deposits	% of Total Liabilities
18	8123.00	Not Applicable	71.93%

(ii) Top 20 large deposits: Not Applicable

(iii) Top 10 borrowings from Banks/FI:

Sanctioned Amount (Rs. In Millions)	% of Total Borrowings
6968.00	85.78%

(iv) Funding Concentration based on significant instrument/product

Name of the instrument/product	Amount (Rs. In Millions)	% of Total Liabilities
Borrowings from Banks/FIs	5619.68	69.95%
Other Loans-Loans from Holding Co., Directors and relatives	1718.36	21.40%
Total	7338.04	91.35%

Note:

- Total Liabilities represent Total Liabilities excluding Equity.
- Borrowings represent borrowing from Banks/FI and Excludes Loan from Related Party.

(v) Stock Ratios:

Stock Ratios	%
Other Short-term Liabilities to Total Public Funds	49.36 %
Other Short-term Liabilities to Total Liabilities	34.53 %
Other Short-term Liabilities to Total Assets	24.56 %

Note:

- a) Public Fund represents Borrowings from Banks/FI.
- b) Total Liabilities represent Total Liabilities exclude Equity.
- c) Other Short Term Liabilities represent term loans repayable within one year.

(vi) Institutional set-up for Liquidity Risk Management

The Board shall have the overall responsibility for management of liquidity risk. The Board shall decide 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 Managing Director shall be responsible for evaluating the liquidity risk.

The Asset-Liability Management Committee (ALCO) consisting of the NBFC's top management shall be 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 Chief Financial Officer and consisting of operating staff who will be responsible for analyzing, monitoring and reporting the liquidity risk profile to the ALCO.