

### Net Stable Funding Ratio Q2 FY22-23

The RBI guidelines stipulated the implementation of NSFR at a consolidated level from September 2022 quarter. Accordingly, Utkarsh Small Finance Bank has been computing the NSFR. USFB NSFR comes out to 161.98% as on 30<sup>th</sup> Sep 2022 based on a consolidated basis and presented in Indian Rupee. Available table funding (ASF) is defined as the portion of capital and liabilities expected to be reliable over the time horizon considered by the NSFR, which extends to one year. The Required stable funding (RSF) of a specific group is a function of the liquidity characteristics and residual maturities of the various assets held by that group as well as those of its Off-Balance Sheet (OBS) exposures.

The following table sets out NSFR of the Bank for quarter ended September 30<sup>th</sup>, 2022.

NSFR Disclosure					
(₹ in Crores)	Unweighted value by residual maturity				Weighted value
	No maturity	< 6 months	6 months to < 1yr	≥ 1yr	
<b>ASF Item</b>					
<b>1 Capital: (2+3)</b>	<b>1,765</b>				<b>1,765</b>
2 Regulatory capital	1,765				1,765
3 Other capital instruments					
<b>4 Retail deposits and deposits from small business customers: (5+6)</b>			<b>4,325</b>		<b>4,025</b>
5 Stable deposits			2,641		2,509
6 Less stable deposits			1,684		1,516
<b>7 Wholesale funding: (8+9)</b>			<b>5,529</b>		<b>2,765</b>
8 Operational deposits			4,671		2,335
9 Other wholesale funding			859		429
<b>10 Other liabilities: (11+12)</b>			<b>957</b>	<b>3,917</b>	<b>3,917</b>
11 NSFR derivative liabilities					
12 All other liabilities and equity not included in the above categories			957	3,917	3,917
<b>13 Total ASF (1+4+7+10)</b>	<b>1,765</b>		<b>10,811</b>	<b>3,917</b>	<b>12,472</b>
<b>RSF Item</b>					
14 Total NSFR high-quality liquid assets (HQLA)	1,193		1,445		72
15 Deposits held at other financial institutions for operational purposes			81		40
<b>16 Performing loans and securities: (17+18+19+21+23)</b>		<b>419</b>	<b>10,466</b>	<b>13</b>	<b>6,870</b>
17 Performing loans to financial institutions secured by Level 1 HQLA		419	50		70

18 Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions			258		129
19 Performing loans to nonfinancial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks, and PSEs, of which:			10,158	13	6,670
20 With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk					
21 Performing residential mortgages, of which:					
22 With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk					
23 Securities that are not in default and do not qualify as HQLA, including exchange traded equities					
<b>24 Other assets: (sum of rows 25 to 29)</b>				<b>681</b>	<b>681</b>
25 Physical traded commodities, including gold					
26 Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs					
27 NSFR derivative assets					
28 NSFR derivative liabilities before deduction of variation margin posted					
29 All other assets not included in the above categories				681	681
30 Off-balance sheet items			733		36
<b>31 Total RSF (14+15+16+24+30)</b>	<b>1,193</b>	<b>419</b>	<b>12,725</b>	<b>694</b>	<b>7,700</b>
<b>32 Net Stable Funding Ratio (%)</b>					<b>161.98%</b>