

### Net Stable Funding Ratio Q2 FY23-24

The RBI guidelines stipulated the implementation of NSFR at a consolidated level for Sep 2023 quarter. Accordingly, Utkarsh Small Finance Bank has been computing the NSFR. USFB NSFR comes out to 160.77% as on 30<sup>th</sup> Sep 2023 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 Sep 30<sup>th</sup>, 2023.

NSFR Disclosure					
(₹ in Lakhs)	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>2,68,746</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2,68,746</b>
2 Regulatory capital	2,68,746	0	0	0	2,68,746
3 Other capital instruments	0	0	0	0	0
<b>4 Retail deposits and deposits from small business customers: (5+6)</b>	<b>0</b>	<b>0</b>	<b>4,71,931</b>	<b>0</b>	<b>4,38,869</b>
5 Stable deposits	0	0	2,82,627	0	2,68,496
6 Less stable deposits	0	0	1,89,303	0	1,70,373
<b>7 Wholesale funding: (8+9)</b>	<b>0</b>	<b>0</b>	<b>5,21,025</b>	<b>0</b>	<b>2,60,513</b>
8 Operational deposits	0	0	4,35,934	0	2,17,967
9 Other wholesale funding	0	0	85,092	0	42,546
<b>10 Other liabilities: (11+12)</b>	<b>0</b>	<b>0</b>	<b>1,10,619</b>	<b>5,93,488</b>	<b>5,93,488</b>
11 NSFR derivative liabilities	0	0	0	0	0
12 All other liabilities and equity not included in the above categories	0	0	1,10,619	5,93,488	5,93,488
<b>13 Total ASF (1+4+7+10)</b>	<b>2,68,746</b>	<b>0</b>	<b>11,03,575</b>	<b>5,93,488</b>	<b>15,61,615</b>
<b>RSF Item</b>					
14 Total NSFR high-quality liquid assets (HQLA)	1,30,450	0	1,06,148	0	5,307
15 Deposits held at other financial institutions for operational purposes	0	0	7,940	0	3,970
<b>16 Performing loans and securities:(17+18+19+21+23)</b>	<b>0</b>	<b>48,555</b>	<b>12,75,275</b>	<b>2,180</b>	<b>8,65,554</b>
17 Performing loans to financial institutions secured by Level 1 HQLA	0	48,555	0	0	7,283
18 Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	0	0	31,167	0	15,583
19 Performing loans to nonfinancial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks, and PSEs, of which:	0	0	12,44,109	2,180	8,42,688

20 With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	0	0	0	0	0
21 Performing residential mortgages, of which:	0	0	0	0	0
22 With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	0	0	0	0	0
23 Securities that are not in default and do not qualify as HQLA, including exchange traded equities	0	0	0	0	0
<b>24 Other assets: (sum of rows 25 to 29)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>92,355</b>	<b>92,355</b>
25 Physical traded commodities, including gold	0	0	0	0	0
26 Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	0	0	0	0	0
27 NSFR derivative assets	0	0	0	0	0
28 NSFR derivative liabilities before deduction of variation margin posted	0	0	0	0	0
29 All other assets not included in the above categories	0	0	0	92,355	92,355
30 Off-balance sheet items	0	0	84,431	0	4,171
<b>31 Total RSF (14+15+16+24+30)</b>	<b>1,30,450</b>	<b>48,555</b>	<b>14,73,795</b>	<b>94,536</b>	<b>9,71,358</b>
<b>32 Net Stable Funding Ratio (%)</b>					<b>160.77%</b>