

DISCLOSURE ON NET STABLE FUNDING RATIO AS ON 30.06.2022

Net Stable Funding Ratio (NSFR) guidelines ensure reduction in funding risk over a longer time horizon by requiring banks to fund their activities with sufficiently stable sources of funding in order to mitigate the risk of future funding stress.

Quantitative Disclosure: The following table contains unweighted and weighted values of NSFR components of SBI (Solo) as at 30th June 2022 and 31st March 2022 (i.e. quarter end observations) :

NET STABLE FUNDING RATIO										
State Bank of India						INR in Crores				
NSFR Disclosure Template										
(Rs. in Crore)	Position as on 30.06.2022					Position as on 31.03.2022				
	Unweighted value by residual maturity				Weighted value	Unweighted value by residual maturity				Weighted value
	No maturity	< 6 months	6 months to < 1yr	≥ 1yr		No maturity	< 6 months	6 months to < 1yr	≥ 1yr	
ASF Item										
1 Capital: (2+3)	0	0	0	3,85,919	3,85,919	0	0	0	3,71,575	3,71,575
2 Regulatory capital	0	0	0	3,85,919	3,85,919	0	0	0	3,71,575	3,71,575
3 Other capital instruments	0	0	0	0	0	0	0	0	0	0
4 Retail deposits and deposits from small business customers: (5+6)	13,59,636	4,75,465	4,99,039	4,58,707	25,56,346	13,32,707	4,96,720	4,73,677	4,41,566	25,12,075
5 Stable deposits	4,15,612	1,51,275	1,63,642	1,25,165	8,12,909	3,97,510	1,59,617	1,58,338	1,21,963	7,95,557
6 Less stable deposits	9,44,024	3,24,190	3,35,397	3,33,542	17,43,437	9,35,197	3,37,103	3,15,339	3,19,603	17,16,518
7 Wholesale funding: (8+9)	2,25,713	3,02,308	2,77,799	3,00,421	6,76,827	2,61,621	3,60,810	2,14,648	3,21,659	7,11,288
8 Operational deposits	0	0	0	0	0	0	0	0	0	0
9 Other wholesale funding	2,25,713	3,02,308	2,77,799	3,00,421	6,76,827	2,61,621	3,60,810	2,14,648	3,21,659	7,11,288
10 Other liabilities: (11+12)	8,94,010	1,26,989	22,232	27,228	0	8,61,507	1,09,566	40,700	19,090	0
11 NSFR derivative liabilities	0	0	0	1,044	0	0	0	0	0	0
12 All other liabilities and equity not included in the above categories	8,94,010	1,26,989	22,232	26,184	0	8,61,507	1,09,566	40,700	19,090	0
13 Total ASF (1+4+7+10)					36,19,092					35,94,938
RSF Item										
14 Total NSFR high-quality liquid assets (HQLA)					70,509					72,250
15 Deposits held at other financial institutions for operational purposes	20,710	28,188	0	2,994	25,946	22,644	51,632	0	3,270	38,773
16 Performing loans and securities: (17+18+19+21+23)	5,065	6,69,303	2,59,689	7,22,037	9,17,080	6,233	6,12,568	3,14,457	7,37,707	9,39,730
17 Performing loans to financial institutions secured by Level 1 HQLA	0	2,170	0	0	217	0	482	0	0	48
18 Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	0	1,21,304	0	0	18,196	0	94,242	0	0	14,136
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:	0	5,45,829	2,59,689	3,62,048	6,38,090	0	5,17,844	3,14,457	3,56,751	6,48,039
20 With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	0	0	0	3,62,048	2,35,331	0	0	0	3,56,751	2,31,888
21 Performing residential mortgages, of which:	0	0	0	2,48,596	1,61,587	0	0	0	2,58,020	1,67,713
22 With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	0	0	0	2,48,596	1,61,587	0	0	0	2,58,020	1,67,713
23 Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	5,065	0	0	1,11,393	98,990	6,233	0	0	1,22,936	1,09,794
24 Other assets: (sum of rows 25 to 29)	9,62,596	82,322	5,081	11,85,450	20,43,092	9,75,856	89,197	2,666	11,02,847	19,58,772
25 Physical traded commodities, including gold	0	0	0	0	0	0	0	0	0	0
26 Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs		0	0	0	1,041		0	0	0	1,042
27 NSFR derivative assets		417	0	0	417		4,647	0	0	4,647
28 NSFR derivative liabilities before deduction of variation margin posted		5,177	315	1,794	7,285		1,814	1,454	928	4,196
29 All other assets not included in the above categories	9,62,596	76,728	4,766	11,83,656	20,34,349	9,75,856	82,736	1,212	11,01,919	19,48,887
30 Off-balance sheet items		6,61,229	0	0	23,886		6,93,866	0	0	25,393
31 Total RSF (14+15+16+24+30)					30,80,513					30,34,918
32 Net Stable Funding Ratio (%)					117.48%					118.45%

In accordance with RBI guidelines vide circular No. RBI/2017-18/178, DBR.BP.BC.No.106/21.04.098/2017-18 dated 17-May-2018, the quarter end observations are presented in the template above.

The NSFR is defined as the amount of Available Stable Funding relative to the amount of Required Stable Funding.

$$\text{NSFR} = \frac{\text{Available Stable Funding (ASF)}}{\text{Required Stable Funding (RSF)}} \geq 100\%$$

Bank's NSFR comes to 117.48% as at the end of the quarter Q1 (FY 2022-23) and is above the minimum regulatory requirement of 100% set out in the RBI guidelines effective from October 01, 2021. As on 30.06.2022, the Available Stable Funding (ASF) position stood at ₹36,19,092 crore and Required Stable Funding (RSF) position stood at ₹30,80,513 crore. There was an increase in the values of total ASF and RSF as on 30.06.2022 over 31.03.2022. ASF is defined as the portion of capital and liabilities expected to be reliable over the time horizon considered for the NSFR. RSF of a specific institution is a function of the liquidity characteristics and residual maturities of the various assets held by that institution as well as those of its Off-Balance Sheet (OBS) exposures.

Liquidity Management in the Bank is driven by Bank's ALM Policy and regulatory prescriptions. The Domestic and International Treasuries are reporting to the Asset Liability Management Committee (ALCO). ALCO has been empowered by the Bank's Board to formulate the funding strategies to ensure that the funding sources are well diversified and is consistent with the operational requirements of the Bank. All major decisions of ALCO are being reported to the Bank's Board periodically. In addition to daily / monthly LCR reporting, Bank prepares daily Structural Liquidity Statements to assess the liquidity needs of the Bank on an ongoing basis.

The Bank has been maintaining HQLA mainly in the form of SLR investments over and above the mandatory requirements. Retail deposits constitute major portion of total funding sources, which are well diversified. Management is of the view that the Bank has got sufficient liquidity to meet its immediate / likely future short-term requirements.