

DISCLOSURE ON NET STABLE FUNDING RATIO AS ON 31.12.2023

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 on 31st December 2023 over 30th September 2023 (i.e. quarter end observations) :

NET STABLE FUNDING RATIO											
State Bank of India						₹ in Crore					
NSFR Disclosure Template											
	Position as on 31.12.2023					Weighted value	Position as on 30.09.2023				
	Unweighted value by residual maturity						Unweighted value by residual maturity				
	No maturity	< 6 months	6 months to < 1yr	≥ 1yr		No maturity	< 6 months	6 months to < 1yr	≥ 1yr	Weighted value	
ASF Item											
1	Capital: (2+3)	3,68,954	0	0	76,382	4,45,336	359227	0	0	79,812	4,39,039
2	Regulatory capital	3,68,954	0	0	76,382	4,45,336	359227	0	0	79,812	4,39,039
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)	15,37,474	5,94,165	6,10,677	5,64,644	30,24,471	15,32,475	4,82,640	6,16,804	5,79,247	29,37,957
5	Stable deposits	4,52,362	1,68,175	1,96,319	1,47,299	9,15,946	4,54,882	1,48,135	2,01,913	1,53,228	9,10,249
6	Less stable deposits	10,85,112	4,25,990	4,14,358	4,17,345	21,08,525	10,77,593	3,34,505	4,14,891	4,26,019	20,27,708
7	Wholesale funding: (8+9)	2,59,411	3,27,831	3,19,336	3,73,219	7,80,856	2,64,949	3,79,559	3,44,413	4,34,291	8,77,295
8	Operational deposits	0	0	0	0	0	0	0	0	0	0
9	Other wholesale funding	2,59,411	3,27,831	3,19,336	3,73,219	7,80,856	2,64,949	3,79,559	3,44,413	4,34,291	8,77,295
10	Other liabilities: (11+12)	8,48,833	2,60,828	45,509	9,680	0	8,38,006	1,32,216	27,349	11,884	0
11	NSFR derivative liabilities		708	1086	1,114			1466	824	2118.12	
12	All other liabilities and equity not included in the above categories	8,48,833	2,60,120	44,423	8,566	0	8,38,006	1,30,750	26,525	9,766	0
13	Total ASF (1+4+7+10)					42,50,663					42,54,291
RSF Item											
14	Total NSFR high-quality liquid assets (HQLA)					79,791					83,488
15	Deposits held at other financial institutions for operational purposes	23,931	31,581	0	3,413	29,462	20,897	37,539	0	3,177	30,807
16	Performing loans and securities: (17+18+19+21+23)	-	7,70,941	2,48,070	9,42,614	10,75,705	-	7,29,046	2,22,536	5,63,980	7,96,109
17	Performing loans to financial institutions secured by Level 1 HQLA	0	5,069	0	0	506	0	30,426	0	0	3,043
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	0	1,84,457	0	0	27,669	0	1,55,660	0	0	23,349
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	5,81,415	2,48,070	4,77,209	7,24,928	0	5,42,960	2,22,536	2,60,200	5,51,878
20	With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	0	0	0	4,77,209	3,10,186	0	0	0	2,60,200	1,69,130
21	Performing residential mortgages, of which:	0	0	0	3,64,964	2,37,227	0	0	0	2,01,867	1,31,213
22	With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	0	0	0	3,64,964	2,37,227	0	0	0	2,01,867	1,31,213
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	0	0	1,00,441	85,375	-	0	0	1,01,913	86,626
24	Other assets: (sum of rows 25 to 29)	13,17,421	72,023	6,613	12,84,789	25,22,006	12,02,987	72,127	4,092	15,85,817	26,58,137
25	Physical traded commodities, including gold	0				0	0				0
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs		0	0	0	1,092		0	0	0	1,603
27	NSFR derivative assets		0	0	2980	1491		-	36	2336	56
28	NSFR derivative liabilities before deduction of variation margin posted		92	90	375	557		145	80	546	771
29	All other assets not included in the above categories	13,17,421	71,931	6,523	12,81,434	25,18,866	12,02,987	71,982	3,976	15,82,935	26,55,707
30	Off-balance sheet items		10,62,210	0	0	43,368		10,67,040	0	0	43,987
31	Total RSF (14+15+16+24+30)					37,50,332					36,12,528
32	Net Stable Funding Ratio (%)					113.34%					117.76%

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, 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 113.34% as at the end of Q3 FY 2023-24 and is above the minimum regulatory requirement of 100% stipulated in the RBI guidelines effective from 01st October 2021. As on 31st December 2023, the position of Available Stable Funding (ASF) stood at ₹ 42,50,663 crore and Required Stable Funding (RSF) stood at ₹ 37,50,332 crore. There was a marginal decrease in the values of total ASF and increase in the values of total RSF over 30th September 2023. 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 its Off-Balance Sheet (OBS) exposures.

Liquidity Management in the Bank is driven by the Bank's ALM Policy and regulatory guidelines. 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.

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 requirements.