

DISCLOSURE ON NET STABLE FUNDING RATIO AS ON 30.09.2023

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 at 30th September 2023 over 30th June 2023 (i.e. quarter end observations) :

NET STABLE FUNDING RATIO											
State Bank of India						₹ in Crore					
NSFR Disclosure Template											
Position as on 30.09.2023											
	Unweighted value by residual maturity				Weighted value	Position as on 30.06.2023				Weighted value	
	No maturity	< 6 months	6 months to < 1yr	≥ 1yr		Unweighted value by residual maturity					
	No maturity	< 6 months	6 months to < 1yr	≥ 1yr		No maturity	< 6 months	6 months to < 1yr	≥ 1yr		
ASF Item											
1	Capital: (2+3)	3,59,227	0	0	79,812	4,39,039	344442	0	0	79,815	4,24,257
2	Regulatory capital	3,59,227	0	0	79,812	4,39,039	344442	0	0	79,815	4,24,257
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)	15,32,475	4,82,640	6,16,804	5,79,247	29,37,957	15,04,894	4,72,015	5,75,441	5,78,423	28,64,333
5	Stable deposits	4,54,882	1,48,135	2,01,913	1,53,228	9,10,249	4,43,273	1,47,638	1,86,444	1,55,402	8,86,120
6	Less stable deposits	10,77,593	3,34,505	4,14,891	4,26,019	20,27,708	10,61,621	3,24,377	3,88,997	4,23,021	19,78,213
7	Wholesale funding: (8+9)	2,64,949	3,79,559	3,44,413	4,34,291	8,77,295	2,75,863	3,54,638	3,02,464	4,74,994	8,98,394
8	Operational deposits	0	0	0	0	0	0	0	0	0	0
9	Other wholesale funding	2,64,949	3,79,559	3,44,413	4,34,291	8,77,295	2,75,863	3,54,638	3,02,464	4,74,994	8,98,394
10	Other liabilities: (11+12)	8,38,006	1,32,216	27,349	11,884	0	8,09,661	1,26,422	33,712	31,342	0
11	NSFR derivative liabilities		1466	824	2,118			33	1046		
12	All other liabilities and equity not included in the above categories	8,38,006	1,30,750	26,525	9,766	0	8,09,661	1,26,389	32,666	31,342	0
13	Total ASF (1+4+7+10)					42,54,291					41,86,984
RSF Item											
14	Total NSFR high-quality liquid assets (HQLA)					83,488					77,061
15	Deposits held at other financial institutions for operational purposes	20,897	37,539	0	3,177	30,807	14,717	41,720	0	2,445	29,441
16	Performing loans and securities: (17+18+19+21+23)	-	7,29,046	2,22,536	5,63,980	7,96,109	5,787	6,60,675	2,49,766	6,06,999	8,22,041
17	Performing loans to financial institutions secured by Level 1 HQLA	0	30,426	0	0	3,043	0	6,934	0	0	693
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	0	1,55,660	0	0	23,349	0	1,41,433	0	0	21,215
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	5,42,960	2,22,536	2,60,200	5,51,878	0	5,12,308	2,49,766	2,94,740	5,72,619
20	With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	0	0	0	2,60,200	1,69,130	0	0	0	2,94,740	1,91,581
21	Performing residential mortgages, of which:	0	0	0	2,01,867	1,31,213	0	0	0	2,14,124	1,39,181
22	With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	0	0	0	2,01,867	1,31,213	0	0	0	2,14,124	1,39,181
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	0	0	1,01,913	86,626	5,787	0	0	98,135	88,333
24	Other assets: (sum of rows 25 to 29)	12,02,987	72,127	4,092	15,85,817	26,58,137	13,00,570	49,832	3,383	14,92,735	26,46,725
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	1,603		0	0	0	1,088
27	NSFR derivative assets		0	36	2336	56		238	0	828	20
28	NSFR derivative liabilities before deduction of variation margin posted		145	80	546	771		2,073	741	2,602	5,416
29	All other assets not included in the above categories	12,02,987	71,982	3,976	15,82,935	26,55,707	13,00,570	47,521	2,642	14,89,305	26,40,201
30	Off-balance sheet items		10,67,040	0	0	43,987		10,24,700	0	0	42,093
31	Total RSF (14+15+16+24+30)					36,12,528					36,17,360
32	Net Stable Funding Ratio (%)					117.76%					115.75%

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 117.76% as at the end of Q2 FY 2023-24 and is above the minimum regulatory requirement of 100% stipulated in the RBI guidelines effective from 01st October 2021. As on 30th September 2023, the position of Available Stable Funding (ASF) stood at ₹ 42,54,291 crore and Required Stable Funding (RSF) stood at ₹ 36,12,528 crore. There was an increase in the values of total ASF and decrease in the values of RSF over 30th June 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.