

DISCLOSURE ON NET STABLE FUNDING RATIO AS ON 30.09.2022

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 September 2022 and 30th June 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 30.09.2022					Position as on 30.06.2022					
	Unweighted value by residual maturity					Unweighted value by residual maturity					
	No maturity	< 6 months	6 months to < 1yr	≥ 1yr	Weighted value	No maturity	< 6 months	6 months to < 1yr	≥ 1yr	Weighted value	
ASF Item											
1	Capital: (2+3)	0	0	0	4,00,975	4,00,975	0	0	0	3,85,919	3,85,919
2	Regulatory capital	0	0	0	4,00,975	4,00,975	0	0	0	3,85,919	3,85,919
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)	13,78,045	4,57,887	5,30,244	4,82,229	26,07,093	13,59,636	4,75,465	4,99,039	4,58,707	25,56,346
5	Stable deposits	4,25,920	1,44,852	1,71,129	1,28,671	8,27,044	4,15,612	1,51,275	1,63,642	1,25,165	8,12,909
6	Less stable deposits	9,52,125	3,13,035	3,59,115	3,53,558	17,80,049	9,44,024	3,24,190	3,35,397	3,33,542	17,43,437
7	Wholesale funding: (8+9)	2,35,527	3,40,119	3,21,597	2,96,919	7,20,112	2,25,713	3,02,308	2,77,799	3,00,421	6,76,827
8	Operational deposits	0	0	0	0	0	0	0	0	0	0
9	Other wholesale funding	2,35,527	3,40,119	3,21,597	2,96,919	7,20,112	2,25,713	3,02,308	2,77,799	3,00,421	6,76,827
10	Other liabilities: (11+12)	8,93,703	1,15,311	29,604	20,253	0	8,94,010	1,26,989	22,232	27,228	0
11	NSFR derivative liabilities	0	0	0	1,375	0	0	0	0	1044	0
12	All other liabilities and equity not included in the above categories	8,93,703	1,15,311	29,604	18,878	0	8,94,010	1,26,989	22,232	26,184	0
13	Total ASF (1+4+7+10)					37,28,180					36,19,092
RSF Item											
14	Total NSFR high-quality liquid assets (HQLA)					74,248					70,509
15	Deposits held at other financial institutions for operational purposes	25,365	35,976	0	3,852	32,597	20,710	28,188	0	2,994	25,946
16	Performing loans and securities: (17+18+19+21+23)	5,846	7,47,776	2,50,280	6,79,668	9,25,216	5,065	6,69,303	2,59,689	7,22,037	9,17,080
17	Performing loans to financial institutions secured by Level 1 HQLA	0	715	0	0	72	0	2,170	0	0	217
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	0	1,17,568	0	0	17,635	0	1,21,304	0	0	18,196
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	6,29,493	2,50,280	3,35,109	6,57,707	0	5,45,829	2,59,689	3,62,048	6,38,090
20	With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	0	0	0	3,35,109	2,17,821	0	0	0	3,62,048	2,35,331
21	Performing residential mortgages, of which:	0	0	0	2,40,210	1,56,137	0	0	0	2,48,596	1,61,587
22	With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	0	0	0	2,40,210	1,56,137	0	0	0	2,48,596	1,61,587
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	5,846	0	0	1,04,349	93,665	5,065	0	0	1,11,393	98,990
24	Other assets: (sum of rows 25 to 29)	10,07,704	66,025	1,496	12,54,587	21,61,605	9,62,596	82,322	5,081	11,85,450	20,43,092
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	1,091		0	0	0	1,041
27	NSFR derivative assets		1,777	0	0	1,777		417	0	0	417
28	NSFR derivative liabilities before deduction of variation margin posted		4,756	1,031	2,643	8,430		5,177	315	1,794	7,285
29	All other assets not included in the above categories	10,07,704	59,492	465	12,51,944	21,50,307	9,62,596	76,728	4,766	11,83,656	20,34,349
30	Off-balance sheet items		6,95,602	0	0	25,569		6,61,229	0	0	23,886
31	Total RSF (14+15+16+24+30)					32,19,235					30,80,513
32	Net Stable Funding Ratio (%)					115.81%					117.48%

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 115.81% as at the end of the quarter Q2 (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 30.09.2022, the Available Stable Funding (ASF) position stood at ₹37,28,180 crore and Required Stable Funding (RSF) position stood at ₹32,19,235 crore. There was an increase in the values of total ASF and RSF as on 30.09.2022 over 30.06.2022. 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.