

## DISCLOSURE ON NET STABLE FUNDING RATIO AS ON 30.06.2023

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 30<sup>th</sup> June 2023 over 31<sup>st</sup> March 2023 (i.e. quarter end observations) :

NET STABLE FUNDING RATIO											
State Bank of India						₹ in Crore					
NSFR Disclosure Template											
Position as on 30.06.2023											
	Unweighted value by residual maturity				Weighted value	Position as on 31.03.2023				Weighted value	
	No maturity	< 6 months	6 months to < 1yr	≥ 1yr		No maturity	< 6 months	6 months to < 1yr	≥ 1yr		
<b>ASF Item</b>											
1	Capital: (2+3)	3,44,442	0	0	79,815	4,24,257	0	0	0	4,07,423	4,07,423
2	Regulatory capital	3,44,442	0	0	79,815	4,24,257	0	0	0	4,07,423	4,07,423
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)	15,04,894	4,72,015	5,75,441	5,78,423	28,64,333	14,66,184	4,82,484	5,13,982	5,84,499	27,87,242
5	Stable deposits	4,43,273	1,47,638	1,86,444	1,55,402	8,86,120	4,17,678	1,54,564	1,65,854	1,58,061	8,51,350
6	Less stable deposits	10,61,621	3,24,377	3,88,997	4,23,021	19,78,213	10,48,506	3,27,920	3,48,128	4,26,438	19,35,892
7	Wholesale funding: (8+9)	2,75,863	3,54,638	3,02,464	4,74,994	8,98,394	3,00,821	3,95,079	2,45,063	4,52,127	8,64,625
8	Operational deposits	0	0	0	0	0	0	0	0	0	0
9	Other wholesale funding	2,75,863	3,54,638	3,02,464	4,74,994	8,98,394	3,00,821	3,95,079	2,45,063	4,52,127	8,64,625
10	Other liabilities: (11+12)	8,09,661	1,26,422	33,712	31,342	0	7,80,210	1,10,741	34,591	34,103	0
11	NSFR derivative liabilities		33	1046	-			25	0	330	
12	All other liabilities and equity not included in the above categories	8,09,661	1,26,389	32,666	31,342	0	7,80,210	1,10,716	34,591	33,773	0
13	<b>Total ASF (1+4+7+10)</b>					<b>41,86,984</b>					<b>40,59,290</b>
<b>RSF Item</b>											
14	Total NSFR high-quality liquid assets (HQLA)					77,061					74,681
15	Deposits held at other financial institutions for operational purposes	14,717	41,720	0	2,445	29,441	13,492	37,512	0	2,385	26,695
16	Performing loans and securities: (17+18+19+21+23)	5,787	6,60,675	2,49,766	6,06,999	8,22,041	5,360	6,74,535	2,65,986	6,23,214	8,50,657
17	Performing loans to financial institutions secured by Level 1 HQLA	0	6,934	0	0	693	0	7,406	0	0	741
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	0	1,41,433	0	0	21,215	0	1,30,127	0	0	19,519
19	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs of	0	5,12,308	2,49,766	2,94,740	5,72,619	0	5,37,002	2,65,986	3,03,341	5,98,666
20	With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	0	0	0	2,94,740	1,91,581	0	0	0	3,03,341	1,97,172
21	Performing residential mortgages, of which:	0	0	0	2,14,124	1,39,181	0	0	0	2,23,583	1,45,329
22	With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	0	0	0	2,14,124	1,39,181	0	0	0	2,23,583	1,45,329
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	5,787	0	0	98,135	88,333	5,360	0	0	96,290	86,402
24	<b>Other assets: (sum of rows 25 to 29)</b>	<b>13,00,570</b>	<b>49,832</b>	<b>3,383</b>	<b>14,92,735</b>	<b>26,46,725</b>	<b>12,23,321</b>	<b>52,307</b>	<b>5,992</b>	<b>14,51,872</b>	<b>25,43,068</b>
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	1,088		0	0	0	1,098
27	NSFR derivative assets		238	0	828	20		-	0	0	-
28	NSFR derivative liabilities before deduction of variation margin posted		2,073	741	2,602	5,416		1,752	1,099	2,886	5,737
29	All other assets not included in the above categories	13,00,570	47,521	2,642	14,89,305	26,40,201	12,23,321	50,555	4,893	14,48,986	25,36,233
30	Off-balance sheet items		10,24,700	0	0	42,093		9,97,023	0	0	40,733
31	<b>Total RSF (14+15+16+24+30)</b>					<b>36,17,360</b>					<b>35,35,834</b>
32	<b>Net Stable Funding Ratio (%)</b>					<b>115.75%</b>					<b>114.80%</b>

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 ASF items pertaining to capital have been classified to align with the extant regulatory guidelines.

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 115.75% as at the end of Q1 FY 2023-24 and is above the minimum regulatory requirement of 100% stipulated in the RBI guidelines effective from 01<sup>st</sup> October 2021. As on 30<sup>th</sup> June 2023, the position of Available Stable Funding (ASF) stood at ₹ 41,86,984 crore and Required Stable Funding (RSF) stood at ₹ 36,17,360 crore. There was an increase in the values of total ASF and RSF over 31<sup>st</sup> March 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 short-term requirements.