

## Net Stable Funding Ratio Disclosure at June 30, 2024

AU Bank, as per the RBI guideline on NSFR dated May 17, 2018, is required to maintain the NSFR on an ongoing basis. The minimum NSFR requirement set out in the RBI guideline effective October 1, 2021, is 100%. The Basel Committee on Banking Supervision (BCBS) had introduced the Net Stable Funding Ratio (NSFR) to ensure resilience over a longer-term time horizon by requiring banks to fund their activities with more stable sources of funding. NSFR is defined as the amount of available stable funding relative to the amount of required stable funding. "Available stable funding" (ASF) is defined as the portion of capital and liabilities expected to be reliable over the time horizon considered by the NSFR, which extends to one year. The amount of stable funding required ("Required stable funding") (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.

The NSFR at June 30, 2024 was at 113.64 % (March 31, 2024 was at 116.94%).

The following table sets out the unweighted and weighted value of the NSFR components of the AU Small Finance Bank at June 30, 2024.

NSFR Disclosure						
(₹ in Crore)		Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1yr	≥ 1yr	
<b>ASF Item</b>						
1	Capital: (2+3)	15,441.72	-	500.00	834.00	16,525.72
2	Regulatory capital	14,723.74	-	-	-	14,723.74
3	Other capital instruments	717.98	-	500.00	834.00	1,801.98
4	Retail deposits and deposits from small business customers: (5+6)	27,365.09	7,699.76	7,419.48	16,674.52	53,386.87
5	Stable deposits	2,147.23				2,039.87
6	Less stable deposits	25,217.85	7,699.76	7,419.48	16,674.52	51,347.00
7	Wholesale funding: (8+9)	4,670.23	17,452.91	14,203.61	6,938.68	15,998.50
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	4,670.23	17,452.91	14,203.61	6,938.68	15,998.50
10	Other liabilities: (11+12)	4,279.62	-	-	-	-
11	NSFR derivative liabilities		-	-	-	
12	All other liabilities and equity not included in the above categories	4,279.62	-	-	-	-
13	<b>Total ASF (1+4+7+10)</b>					<b>85,911.09</b>
<b>RSF Item</b>						
14	Total NSFR high-quality liquid assets (HQLA)					1,110.62
15	Deposits held at other financial institutions for operational purposes	241.57	-	-	-	120.79
16	Performing loans and securities: (17+18+19+21+23)	-	15,872.32	10,597.04	68,449.92	69,049.45
17	Performing loans to financial institutions secured by Level 1 HQLA	-	400.00	-	-	-
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	-	1,064.71	944.60	1,810.09	2,442.09

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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:	-	11,432.50	8,635.62	58,747.32	60,040.12
20	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	-	4,378.93	2,538.96	54.69	3,494.49
21	Performing residential mortgages, of which:	-	113.16	120.62	6,604.34	4,666.12
22	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	-	94.39	100.68	5,322.32	3,557.04
23	Securities that are not in default and do not qualify as HQLA, including exchange- traded equities	-	2,861.95	896.21	1,288.17	1,901.12
24	Other assets: (sum of rows 25 to 29)	8,003.53	-	-	565.58	3,980.56
25	Physical traded commodities, including gold	-	-	-	-	-
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	61.29	-	-	-	52.09
27	NSFR derivative assets	-	-	-	-	-
28	NSFR derivative liabilities before deduction of variation margin posted	-	-	-	-	-
29	All other assets not included in the above categories	7,942.24	-	-	565.58	3,928.47
30	Off-balance sheet items			28,476.48		1,337.72
31	Total RSF					<b>75,599.14</b>
32	Net Stable Funding Ratio (%)					113.64%