

THE NAINITAL BANK LIMITED
(Regd. Office: G.B.Pant Road, Nainital)

NET STABLE FUNDING RATIO DISCLOSURE AS ON DECEMBER 31, 2023

The RBI guidelines stipulated the implementation of NSFR effective from 1st October 2021 at a consolidated level with disclosure from quarter ended December 2021. Accordingly, the bank is computing the Consolidated NSFR. The NSFR is defined as the amount of Available Stable Funding relative to the amount of Required Stable Funding;

$$\text{NSFR} = (\text{Available Stable Funding (ASF)}) / (\text{Required Stable Funding (RSF)})$$

Available stable funding (ASF) is measured based on the broad characteristics of relative stability of funding sources, including contractual maturity of its liabilities and the differences in the tendency of different types of funding providers to withdraw their funding. Required Stable Funding (RSF) is a function of the liquidity characteristics and residual maturities of the various assets held by the bank including Off-Balance Sheet (OBS) exposures.

The table attached herewith sets out the un-weighted and weighted value of the NSFR components as on 31.12.2023 and based on audited financials.

At a consolidated level, the NSFR of the bank comes out to 192.72% as on 31.12.2023 respectively against the requirement of 100% as per RBI guidelines.

To promote the consistency and usability of disclosures related to the NSFR and to enhance market discipline, bank is required to publish its NSFR according to a common template given by RBI. Bank is therefore required to publish this disclosure along with the publication of financial statements (i.e. typically quarterly or semi-annually), irrespective of whether the financial statements are audited. The NSFR information is calculated on a consolidated basis and presented in Indian Rupee.

Data must be presented as quarter-end observations. Both un-weighted and weighted values of the NSFR components are to be disclosed unless otherwise indicated. Weighted values are calculated as the values after applying ASF (Available stable funding) or RSF (Required stable funding) factors.

RBI in its circular dated 05.02.2021 decided that NSFR guidelines will come into effect from October 1,2021.

NSFR DISCLOSURE TEMPLATE - AS OF 31.12.2023

(Amount Rs. in Crore)

Appendix II						
NSFR Disclosure Template-31.12.2023						
(Rs.in Crore)		Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1yr	≥ 1yr	
ASF Item						
1	Capital: (2+3)	0.00	0.00	0.00	758.94	758.94
2	Regulatory capital	0.00	0.00	0.00	758.94	758.94
3	Other capital instruments	0.00	0.00	0.00	0.00	0.00
4	Retail deposits and deposits from small business customers: (5+6)	2,728.80	1,509.15	1,841.66	0.00	5,624.83
5	Stable deposits	1,720.97	611.11	731.62	0.00	2,910.52
6	Less stable deposits	1,007.83	898.04	1,110.04	0.00	2,714.31
7	Wholesale	113.77	80.32	398.42	0.00	296.25

	funding: (8+9)					
8	Operational deposits	0.00	0.00	0.00	0.00	0.00
9	Other wholesale funding	113.77	80.32	398.42	0.00	296.25
10	Other liabilities: (11+12)	0.00	878.81	0.00	606.31	615.51
11	NSFR derivative liabilities		0.00	0.00	0.00	
12	All other liabilities and equity not included in the above categories	0.00	878.81	0.00	606.31	615.51
13	Total ASF (1+4+7+10)					7295.53
14	Total NSFR high-quality liquid assets Assets (HQLA)					
15	Deposits held at other financial institutions for operational purposes	15.21	0.00	0.00	0.00	7.61
16	Performing loans and securities: (17+18+19+21+23)	0.00	5,669.34	871.97	803.44	2,880.24
17	Performing loans to financial institutions secured by Level 1 HQLA	0.00	0.00	0.00	0.00	0.00
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	0.00	0.00	0.00	0.00	0.00
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:	0.00	2,697.18	75.29	380.90	1,545.57
20	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	0.00	0.00	0.00	0.00	0.00
21	Performing residential mortgages, of which:	0.00	470.72	7.17	322.72	451.88
22	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	0.00	470.72	7.17	322.72	451.88
23	Securities that are not in default and do not qualify as	0.00	2,501.44	789.51	99.82	882.79

	HQLA, including exchange-traded equities					
24	Other assets: (sum of rows 25 to 29)	0.00	1254.83	0.00	0.00	895.30
25	Physical traded commodities, including gold					
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs		0.00	0.00	0.00	0.00
27	NSFR derivative assets		0.00	0.00	0.00	0.00
28	NSFR derivative liabilities before deduction of variation margin posted		0.00	0.00	0.00	0.00
29	All other assets not included in the above categories	0.00	1254.83	0.00	0.00	895.30
30	Off-balance sheet items		80.66	0.00	0.00	2.42
31	Total RSF (14+15+16+24+30)					3,785.57
32	Net Stable Funding Ratio (%)					192.72%

Sachin Kumar
Chief Risk Officer