

ANNEXURE V

Disclosure on Liquidity Risk as on 30th June 2022(Un-Audited & Provisional)

RBI has issued guidelines on Liquidity Risk Management Framework for Non-Banking Financial Companies and Core Investment Companies on November 04, 2019. As per the guidelines, the disclosure on liquidity risk as at June 30, 2022 is as under:

i) Funding Concentration based on significant counterparty

Sr. No.	Number of Significant Counterparties	Amount (Rs. In Crores)*	% of Total Deposits	% of Total Liabilities
1	10	253.5	N.A.	94%

Note:

- *Included only Principal amount.
- "Significant Counterparty" is defined as a single counterparty or group of connected or affiliated counterparties accounting in aggregate for more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities and 10% for other non-deposit taking NBFCs
- Total Liabilities has been computed as Total Assets less Equity share capital less Reserve & Surplus

ii) Top 20 large deposits (amount in Rs. Crore and % of total deposits).

- Nil. The Company is registered with NHB as Non Deposit accepting HFC.

iii) Top 10 borrowings (amount in Rs Crores & % of total borrowings*)

Amount (Rs crore)	% of Total Borrowings
253.5	100%

Note: Included only Principal amount.

iv) Funding Concentration based on significant instrument / product:

Sr. No.	Name of the instrument/product	Number of Counterparties	Amount O/s (Rs in Crore)	% of Total Liabilities
1	Long Term Bank Loans	10	253.5	94%
2	Short Term Loans	2	Nil	0%
3	Long Term NCD	-	Nil	0%
4	Short Term NCD	-	Nil	0%
5	Commercial Paper	-	Nil	0%
	Total	10*	253.5	94%

Note:

- Total Liabilities has been computed as Total Assets less Equity share capital less Reserve & Surplus
- * Two bank have sanctioned both long term and short-term loans

v) Stock ratios:

Commercial papers as a % of total liabilities	N.A.
Commercial papers as a % of total assets	N.A.
Non-convertible debentures (original maturity of less than one year) as a % of total liabilities	N.A.
Non-convertible debentures (original maturity of less than one year) as a % of total Assets	N.A.
Other short-term liabilities as a % of total liabilities	34%
Other short-term liabilities as a % of total assets	23%

Note:

- As on 30th June 2022, Outstanding Commercial Paper & Non-Convertible Debenture are Nil.

vi) Institutional set up for liquidity risk management:

The company has been following Board approved policies for Liquidity Risk Management.

- Asset Liability Management Policy
- Interest Rate Policy
- Liquidity Management Framework
- Risk Management Policy

The Asset Liability Management Committee –provides guidance and directions in terms of interest rate, liquidity, funding sources, and investment of surplus funds.

The Asset Liability Management Committee, inter alia, reviews the asset liability profile, risk monitoring system, liquidity risk management, funding and capital planning, and contingency planning.

The borrowing program has now expanded to c. Rs. 377 crores with limits from 10 lenders; 5 PSBs, 3 private sector banks, 1 FI and 2 refinance facility from NHB. Further, liquidity buffer of Rs. 35 crore; un-utilized bank lines – Rs. 20 crore and un-encumbered cash & bank balance and Investments – Rs. 15 crore;

Funding Review meeting with – Director, CEO, Treasury, Accounts on monthly basis providing overview of liquidity, new funding discussions etc.

Liquidity Overview Report – is circulated with Management every month.