



Net Stable Funding Ratio

Net Stable Funding Ratio (NSFR) ensures 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.

The NSFR is defined as the amount of Available Stable Funding relative to the amount of Required Stable Funding.

$$\text{NSFR} = \frac{\text{Available Stable Funding (ASF)}}{\text{Required Stable Funding (RSF)}} \geq 100\%$$

“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 such stable funding required ("Required stable funding") 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.

Bank’s NSFR comes to 134.02% as at the end of Q3 FY24-25 and is above the minimum regulatory requirement of 100% stipulated in RBI guidelines. As on 31st Dec 2024, the position of Available Stable Funding (ASF) stood at 2,667.15 cr. and Required Stable Funding (RSF) stood at 1990.06 cr.

Quantitative Disclosure: The following table contains unweighted and weighted values of NSFR components of Shivalik Small Finance Bank as on 31st December 2024.

SHIVALIK SMALL FINANCE BANK LIMITED						
CIN NO. U65900DL2020PLC366027						
(Amounts in INR Crore)						
Particulars		Quarter December 31, 2024				Weighted Value
		Unweighted Value by residual maturity				
		No Maturity	less than 6 Months	6 Months to 1 year	More Than 1 year	
ASF Item						
1	Capital (2+3)	0.00	0.00	0.00	368.69	368.69
2	Regulatory Capital	0.00	0.00	0.00	368.69	368.69
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)	612.53	458.39	353.28	686.09	1950.40
5	Stable Deposits	122.92	281.12	233.04	385.75	971.69
6	Less Stable Deposits	489.60	177.27	120.24	300.33	978.70
7	Wholesale funding :(8+9)	59.76	336.29	89.38	31.01	258.22
8	Operational Deposits	0.00	0.00	0.00	0.00	0.00
9	Other Wholesale Funding	59.76	336.29	89.38	31.01	258.22
10	Other Liabilities (11+12)	156.02	220.41	26.18	96.67	89.84
11	NSFR Derivative liabilities	0.00	0.00	0.00	0.00	0.00
12	All other liabilities and equity not included in the above categories	156.02	220.41	26.18	96.67	94.91
13	Total ASF (1+4+7+10)	828.30	1015.09	468.84	1182.46	2667.15

RSF Items						
14	Total NSFR high quality liquid assets (HQLA)	218.38	140.57	0.00	501.34	26.80
15	Deposits held at other financial institutions for operational purposes	13.96	0.00	0.00	0.00	6.98
16	Performing loans and securities: (17+18+19+21+23)	10.19	437.30	643.62	860.54	1270.10
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	56.00	56.00	22.60	59.00
19	Performing loans to nonfinancial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks, and PSEs, of which:	0.00	364.52	570.97	638.26	1010.27
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	16.79	16.65	199.41	191.95
22	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	0.00	12.59	12.59	152.25	155.92
23	Securities that are not in default and do not qualify as HQLA, including exchange traded equities	10.19	0.00	0.00	0.27	8.89
24	Other assets: (sum of rows 25 to 29)	206.74	32.95	13.18	415.93	668.80
25	Physical traded commodities, including gold	0.00	0.00	0.00	0.00	0.00
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	0.00
28	NSFR derivative liabilities before deduction margin posted	0.00	0.00	0.00	0.00	0.00
29	All other assets not included in the above categories	206.74	32.95	13.18	415.93	668.80
30	Off-balance sheet item	0.00	103.72	0.00	245.34	17.39
31	Total RSF (14+15+16+24+30)	449.27	714.53	656.80	2023.15	1990.06
32	Net Stable Funding Ratio (%)	1.84	1.42	0.71	0.58	134.02%

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134.02%
