

IndusInd Bank

BASEL III DISCLOSURE – NET STABLE FUNDING RATIO : As on Mar 31, 2025

The Net Stable Funding Ratio (NSFR) and Liquidity Coverage Ratio (LCR) are significant components of the Basel III reforms. NSFR standard require banks to fund their activities with sufficiently stable sources of funding in order to mitigate the risk of future funding stress, thereby ensures reduction in funding risk over a longer time horizon. For both funding and assets, long term is mainly defined as more than one year, with lower requirements applying to anything between six months and a year to avoid the cliff-edge effect. Banks must maintain a ratio of 100% to meet the standards.

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.

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

The Bank has maintained NSFR well above the minimum regulatory requirements during the FY 2024-25. NSFR maintained by the Bank as on March 31, 2025 was at 120.32% against 125.43% as on Mar 31, 2024.

The Available Stable Funding (ASF) is primarily driven by the total regulatory capital as per Basle III Capital Adequacy guidelines stipulated by RBI and deposits from retail customers, small business customers and non-financial corporate customers. Under the Required Stable Funding (RSF), the primary drivers are unencumbered performing loans with residual maturities of one year or more, excluding loans to financial institutions.

The Liquidity Risk Management of the Bank is governed by the Asset Liability Management (ALM) Policy approved by the Board. The Asset Liability Committee (ALCO) is a decision-making unit responsible for implementing the liquidity and interest rate risk management strategy of the Bank in line with its risk management objectives and ensures adherence to the risk tolerance/limits set by the Board / regulator.

BASEL III DISCLOSURE – NET STABLE FUNDING RATIO : As on March 31, 2025

(Rs.in Crore)		Unweighted value by residual maturity				Weighted Value
		No Maturity	<6 Months	6 Months to < 1 year	>= 1 Year	
ASF Item						
1	Capital: (2+3)	66,297	-	-	1,981	68,278
2	Regulatory capital	63,497	-	-	-	63,497
3	Other capital instruments	2,800	-	-	1,981	4,781
4	Retail deposits and deposits from small business customers: (5+6)	61,255	1,23,674	107	97	1,67,016
5	Stable deposits	7,740	-	-	-	7,353
6	Less stable deposits	53,514	1,23,674	107	97	1,59,663
7	Wholesale funding: (8+9)	73,750	1,40,612	44,602	24,440	1,14,314
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	73,750	1,40,612	44,602	24,440	1,14,314
10	Other liabilities: (11+12)	-	22,117	399	1,846	1,992
11	NSFR derivative liabilities		497	107	-	
12	All other liabilities and equity not included in the above categories	-	21,620	292	1,846	1,992
13	Total ASF (1+4+7+10)					3,51,601
RSF Item						
14	Total NSFR high-quality liquid assets (HQLA)					5,042
15	Deposits held at other financial institutions for operational purposes	-	-	-	-	-
16	Performing loans and securities: (17+18+19+21+23)	40,589	1,03,505	56,702	1,71,265	2,50,754
17	Performing loans to financial institutions secured by Level 1 HQLA	-	4,693	-	-	469
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	3,703	11,862	5,920	13,278	19,305
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:	36,886	85,067	48,362	1,44,677	2,18,766
20	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit Risk	-	-	16,577	12,281	-
21	Performing residential mortgages, of which:	-	-	-	2,116	1,375

22	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit Risk	-	-	-	2,116	-
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	1,883	2,420	11,194	10,839
24	Other assets: (sum of rows 25 to 29)	-	25,066	451	14,308	25,914
25	Physical traded commodities, including gold	-				-
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs		-	-	3,657	3,108
27	NSFR derivative assets		-	-	2,227	1,624
28	NSFR derivative liabilities before deduction of variation margin posted		-	-	-	
29	All other assets not included in the above categories	-	25,066	451	8,424	21,182
30	Off-balance sheet items			2,42,383		10,501
31	Total RSF (14+15+16+24+30)					2,92,211
32	Net Stable Funding Ratio (%)					120.32%

BASEL III DISCLOSURE – NET STABLE FUNDING RATIO : As on December 31, 2024

(Rs.in Crore)		Unweighted value by residual maturity				Weighted Value
		No Maturity	<6 Months	6 Months to < 1	>= 1 Year	
ASF Item						
1	Capital: (2+3)	67,972	-	-	2,800	70,772
2	Regulatory capital	65,271	-	-	-	65,271
3	Other capital instruments	2,700	-	-	2,800	5,500
4	Retail deposits and deposits from small business customers: (5+6)	63,254	1,25,281	71	123	1,70,310
5	Stable deposits	8,820	-	-	-	8,379
6	Less stable deposits	54,434	1,25,281	71	123	1,61,931
7	Wholesale funding: (8+9)	79,680	1,32,570	35,874	19,988	1,09,770
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	79,680	1,32,570	35,874	19,988	1,09,770
10	Other liabilities: (11+12)	-	20,039	415	3,400	3,483

11	NSFR derivative liabilities		691	249	-	
12	All other liabilities and equity not included in the above categories	-	19,347	166	3,400	3,483
13	Total ASF (1+4+7+10)					3,54,336
RSF Item						
14	Total NSFR high-quality liquid assets (HQLA)					5,081
15	Deposits held at other financial institutions for operational purposes	-	-	-	-	-
16	Performing loans and securities: (17+18+19+21+23)	43,228	1,32,466	54,034	1,69,463	2,54,396
17	Performing loans to financial institutions secured by Level 1 HQLA	-	11,599	-	-	1,160
18	Performing loans to financial institutions secured by non-Level 1 HQLA and	5,222	23,988	4,969	13,021	21,292
19	Performing loans to non- financial corporate clients, loans to retail and small	38,006	91,297	45,251	1,42,934	2,18,359
20	With a risk weight of less than or equal to 35% under the Basel II Standardised	-	-	18,293	20,145	-
21	Performing residential mortgages, of which:	-	-	-	1,950	1,267
22	With a risk weight of less than or equal to 35% under the Basel II Standardised	-	-	-	1,950	-
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded	-	5,582	3,814	11,559	12,317
24	Other assets: (sum of rows 25 to 29)	-	23,284	449	12,002	22,520
25	Physical traded commodities, including gold	-				-
26	Assets posted as initial margin for derivative contracts and contributions to default funds		-	-	2,719	2,311
27	NSFR derivative assets		-	-	2,447	1,507
28	NSFR derivative liabilities before deduction of variation margin posted		-	-	-	
29	All other assets not included in the above categories		23,284	449	6,837	18,703
30	Off-balance sheet items			2,40,933		10,421
31	Total RSF (14+15+16+24+30)					2,92,418
32	Net Stable Funding Ratio (%)					121.17%

BASEL III DISCLOSURE – NET STABLE FUNDING RATIO : As on September 30, 2024

(Rs.in Crore)		Unweighted value by residual maturity				Weighted Value
		No Maturity	<6 Months	6 Months to < 1	>= 1 Year	
ASF Item						
1	Capital: (2+3)	66,700	-	-	2,800	69,500
2	Regulatory capital	64,050	-	-	-	64,050
3	Other capital instruments	2,650	-	-	2,800	5,450
4	Retail deposits and deposits from small business customers: (5+6)	59,869	1,21,805	129	112	1,64,183
5	Stable deposits	8,962	-	-	-	8,513
6	Less stable deposits	50,907	1,21,805	129	112	1,55,669
7	Wholesale funding: (8+9)	88,357	1,29,575	32,129	22,620	1,09,753
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	88,357	1,29,575	32,129	22,620	1,09,753
10	Other liabilities: (11+12)	-	17,613	572	3,094	3,297
11	NSFR derivative liabilities		490	165	-	
12	All other liabilities and equity not included in the above categories	-	17,123	408	3,094	3,297
13	Total ASF (1+4+7+10)					3,46,733
RSF Item						
14	Total NSFR high-quality liquid assets (HQLA)					4,787
15	Deposits held at other financial institutions for operational purposes	-	-	-	-	-
16	Performing loans and securities: (17+18+19+21+23)	70,059	1,11,678	50,261	1,56,576	2,57,966
17	Performing loans to financial institutions secured by Level 1 HQLA	-	6,390	-	-	639
18	Performing loans to financial institutions secured by non-Level 1 HQLA and	9,820	21,964	3,668	11,731	24,634
19	Performing loans to non- financial corporate clients, loans to retail and small	60,239	74,575	45,475	1,36,433	2,24,002

20	With a risk weight of less than or equal to 35% under the Basel II Standardised	-	-	24,335	18,268	-
21	Performing residential mortgages, of which:	-	-	-	1,070	696
22	With a risk weight of less than or equal to 35% under the Basel II Standardised	-	-	-	1,070	-
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded	-	8,748	1,117	7,342	7,995
24	Other assets: (sum of rows 25 to 29)	-	19,917	444	12,103	21,183
25	Physical traded commodities, including gold	-				-
26	Assets posted as initial margin for derivative contracts and contributions to default funds		-	-	2,975	2,529
27	NSFR derivative assets		-	-	2,403	1,748
28	NSFR derivative liabilities before deduction of variation margin posted		-	-	-	-
29	All other assets not included in the above categories		19,917	444	6,725	16,906
30	Off-balance sheet items			2,30,263		9,846
31	Total RSF (14+15+16+24+30)					2,93,782
32	Net Stable Funding Ratio (%)					118.02%

BASEL III DISCLOSURE – NET STABLE FUNDING RATIO : As on June 30, 2024

(Rs.in Crore)	Unweighted value by residual maturity				Weighted Value	
	No Maturity	<6 Months	6 Months to < 1	>= 1 Year		
ASF Item						
1	Capital: (2+3)	65,477	-	-	2,800	68,277
2	Regulatory capital	65,477	-	-	-	65,477
3	Other capital instruments	-	-	-	2,800	2,800
4	Retail deposits and deposits from small business customers: (5+6)	59,215	1,14,741	159	120	1,57,266
5	Stable deposits	8,847	-	-	-	8,404
6	Less stable deposits	50,369	1,14,741	159	120	1,48,862
7	Wholesale funding: (8+9)	87,012	1,07,843	41,972	28,912	1,13,167
8	Operational deposits	-	-	-	-	-

9	Other wholesale funding	87,012	1,07,843	41,972	28,912	1,13,167
10	Other liabilities: (11+12)	-	19,297	1,308	3,106	3,272
11	NSFR derivative liabilities		613	976	-	
12	All other liabilities and equity not included in the above categories	-	18,684	331	3,106	3,272
13	Total ASF (1+4+7+10)					3,41,981
RSF Item						
14	Total NSFR high-quality liquid assets (HQLA)					4,521
15	Deposits held at other financial institutions for operational purposes	-	-	-	-	-
16	Performing loans and securities: (17+18+19+21+23)	44,617	1,24,399	52,939	1,47,829	2,38,247
17	Performing loans to financial institutions secured by Level 1 HQLA	-	-	-	-	-
18	Performing loans to financial institutions secured by non-Level 1 HQLA and	9,424	24,910	4,910	10,384	23,971
19	Performing loans to non- financial corporate clients, loans to retail and small	35,193	93,583	45,889	1,31,965	2,08,078
20	With a risk weight of less than or equal to 35% under the Basel II Standardised	-	-	20,117	21,290	-
21	Performing residential mortgages, of which:	-	-	-	914	594
22	With a risk weight of less than or equal to 35% under the Basel II Standardised	-	-	-	914	-
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded	-	5,905	2,140	4,566	5,604
24	Other assets: (sum of rows 25 to 29)	-	18,483	1,098	9,999	18,710
25	Physical traded commodities, including gold	-				-
26	Assets posted as initial margin for derivative contracts and contributions to default funds		-	-	2,762	2,348
27	NSFR derivative assets		-	-	709	44
28	NSFR derivative liabilities before deduction of variation margin posted		-	-	-	-
29	All other assets not included in the above categories		18,483	1,098	6,528	16,318
30	Off-balance sheet items			2,26,424		9,646
31	Total RSF (14+15+16+24+30)					2,71,124
32	Net Stable Funding Ratio (%)					126.13%