

**CONSOLIDATED LIQUIDITY COVERAGE RATIO DISCLOSURE AT SEPTEMBER 30, 2019**

The Basel Committee for Banking Supervision (BCBS) had introduced the Liquidity Coverage Ratio (LCR) in order to ensure that a bank has an adequate stock of unencumbered High Quality Liquid Assets (HQLA) to survive a significant liquidity stress lasting for a period of 30 days. LCR is defined as a ratio of HQLA to the total net cash outflows estimated for the next 30 calendar days. Based on the RBI guidelines the minimum LCR required to be maintained on a standalone level has been implemented in a phased manner from January 1, 2015.

The RBI through a supplementary guideline issued on March 31, 2015 had stipulated the implementation of LCR at a consolidated level from January 1, 2016. The minimum LCR requirement set out in the RBI guideline for the standalone Bank and for Group effective January 1, 2019 is 100%.

The key entities covered in the Group LCR are ICICI Bank Limited, ICICI Bank UK PLC, ICICI Bank Canada, ICICI Home Finance Company Limited, ICICI Prudential Asset Management Company Limited, ICICI Securities Limited, ICICI Securities Primary Dealership Limited and ICICI Venture Fund Management Company Limited.

As per the RBI guidelines, for the LCR on a consolidated basis, a cross-border banking group should apply the liquidity parameters adopted in the home jurisdiction to all legal entities being consolidated except for the treatment of retail and small business deposits which would be based on the relevant parameters adopted in the host jurisdictions in which the entities operate. ICICI Bank Canada and ICICI Bank UK PLC have followed the treatment for retail and small business deposits as specified by their respective regulators. For all other parameters, the RBI-prescribed LCR factors are applicable for the purposes of the Group LCR computation. The excess HQLA maintained at the group entities over their respective regulatory requirement has not been considered in the Group LCR computation.

The following table sets out the average of unweighted and weighted value of the LCR components of the ICICI Group. The simple average has been computed based on daily values for the three months ended September 30, 2019.

		₹ in million	
<b>Particulars</b>		<b>Total unweighted value (average)</b>	<b>Total weighted value (average)</b>
<b>High quality liquid assets</b>			
1	Total high quality liquid assets	<b>N.A.</b>	<b>1,576,726.0</b>
<b>Cash outflows</b>			
2	Retail deposits and deposits from small business customers, of which:	4,066,298.6	386,148.0
(i)	Stable deposits	610,172.2	30,000.6
(ii)	Less stable deposits	3,456,126.4	356,147.4
3	Unsecured wholesale funding, of which:	1,906,762.7	951,432.3
(i)	Operational deposits (all counterparties)	518,156.2	129,539.0
(ii)	Non-operational deposits (all counterparties)	1,274,142.0	707,428.8

Particulars		Total unweighted value (average)	Total weighted value (average)
(iii)	Unsecured debt	114,464.5	114,464.5
4	Secured wholesale funding	N.A.	1,661.9
5	Additional requirements, of which:	495,422.3	131,888.0
(i)	Outflows related to derivative exposures and other collateral requirements	73,477.2	73,477.2
(ii)	Outflows related to loss of funding on debt products	220.0	220.0
(iii)	Credit and liquidity facilities	421,725.1	58,190.8
6	Other contractual funding obligations	122,440.3	122,440.3
7	Other contingent funding obligations	2,390,179.4	92,744.8
<b>8</b>	<b>Total Cash Outflows</b>	<b>N.A.</b>	<b>1,686,315.3</b>
9	Secured lending (e.g. reverse repos)	30,323.3	0.0
10	Inflows from fully performing exposures	463,680.1	371,945.7
11	Other cash inflows	72,557.8	38,300.2
<b>12</b>	<b>Total Cash Inflows</b>	<b>566,561.2</b>	<b>410,245.9</b>
<b>13</b>	<b>Total HQLA</b>	<b>N.A.</b>	<b>1,576,726.0</b>
<b>14</b>	<b>Total Net Cash Outflows</b>	<b>N.A.</b>	<b>1,276,069.4</b>
<b>15</b>	<b>Liquidity coverage ratio (%)</b>	<b>N.A.</b>	<b>123.56%</b>

The Group, during the three months ended September 30, 2019, had maintained average HQLA (after haircut) of ₹ 1,576,726.0 million as against the average liquidity requirement of ₹ 1,276,069.4 million at a minimum LCR requirement of 100%. HQLA primarily included government securities in excess of minimum Statutory Liquidity Ratio (SLR), the extent allowed under the Marginal Standing Facility (MSF) and the Facility to Avail Liquidity for LCR (FALLCR). Additionally, cash, balances in excess of cash reserve requirement with RBI & the overseas central banks and marketable securities issued by foreign sovereigns form part of level 1 HQLA. Level 2 HQLA primarily consisted of AA- and above rated corporate bonds and commercial papers.

The average LCR of the ICICI Group for the three months ended September 30, 2019 was 123.56 %.