

Annexure 5: Basel III Pillar 3 Disclosures

1. Scope of Application

CSB Bank Ltd (formerly Catholic Syrian Bank Ltd) is a commercial bank formed on 26th November 1920 with Registered Office at Thrissur. In August 1969, the Bank was included in the Second Schedule to the Reserve Bank of India Act 1934. The bank has no subsidiaries.

2. Capital Structure

Qualitative Disclosures:

As per Basel III guidelines, the Bank is required to maintain a minimum Capital to Risk Weighted Assets Ratio (CRAR) of 9% { 11.5% including Capital Conservation Buffer (CCB)}, with minimum Common Equity Tier I (CET1) of 5.5% (8% including CCB) as on 1st October 2021. The minimum capital required to be maintained by the Bank (including CCB) for the period ended 30th June 2021 is 10.875% with minimum Common Equity Tier 1 (CET1) of 7.375% (including CCB of 1.875%).

Bank's capital structure consists of Tier 1 and Tier 2 capital. The major components of Tier 1 capital are equity share capital, equity share premium, statutory reserves, general reserves, special reserve (Section 36(i)(viii) of Income Tax Act) and capital reserves and revaluation reserves (after discounting). Tier 2 capital consists of provision for standard assets, provisions held for country exposures and Investment Fluctuation reserves.. Bank has not issued any Upper Tier 2 bonds or perpetual debt or other innovative instruments.

Quantitative Disclosures:

The breakup of capital funds is as follows:

₹ in million

| | As on 30.06.2021 | As on 31.03.2021 |
|---|------------------|------------------|
| Tier 1 Capital | | |
| Paid up Share capital | 1,735.38 | 1,735.38 |
| Warrant Capital | - | |
| Share Premium | 17,921.08 | 17,921.08 |
| Employee Stock Options Outstanding | 25.37 | 7.75 |
| Statutory Reserves | 2,045.37 | 2,045.37 |
| Capital Reserves | 1,980.46 | 1,980.46 |
| Special Reserve (36 (i) (viii)) | 266.40 | 266.40 |
| Other eligible reserves | 999.14 | 996.00 |
| Revaluation Reserves after discounting | 693.71 | 695.13 |
| Total Tier 1 Capital (Gross) | 25,666.92 | 25,647.57 |
| Less: Debit balance in P&L account | (4,694.90) | (4,694.90) |
| Less: Deferred Tax Assets and Other Intangible Assets | (1330.45) | (1335.27) |
| Total Tier 1 Capital (Net) [A] | 19,641.57 | 19,617.40 |
| Tier 2 Capital | | |
| General provisions | 943.74 | 988.33 |
| Investment Fluctuation Reserve | 400.02 | 400.02 |
| Total Tier 2 Capital (Net) [B] | 1,343.76 | 1388.35 |
| Total Eligible capital [A] + [B] | 20,985.33 | 21,005.75 |

3. Capital Adequacy

Qualitative Disclosures:

In accordance with the guidelines of RBI, the bank has adopted standardized approach for credit risk, basic indicator approach for operational risk and standardized duration approach for market risk for computing capital adequacy. Basel III Capital regulations are applicable to Banks in India from 1st April, 2013 and will be fully phased in by 1st October 2021. Detailed guidelines on Basel III Capital Regulations and Guidelines on Composition of Capital Disclosure Requirements are issued by RBI and consolidated under the Master Circular – Basel III Capital Regulations July 2015.

The RBI vide circular No .RBI//2020-21/93 DOR.CAP.BC.No.34/21.06.201/2020-21 deferred the implementation of the last tranche of 0.625% of Capital Conservation Buffer (CCB) from April 1, 2021 to October 1, 2021. Accordingly, minimum capital conservation ratios as applicable from March 31, 2018 will also apply from March 31, 2021 till the CCB attains the level of 2.5% on October 1, 2021.

Regulatory Capital Adequacy position (as per Basel II & Basel III norms as made applicable by RBI) is assessed periodically. Besides, the bank also assessed its own internal estimate of risk capital based on its Board approved ICAAP policy and Stress Testing Policy to cover the Pillar 2 risks. Risks are assumed in line with the Bank's risk bearing capacity and capability in order to generate yields, taking risk-return frontier into account. This aims to ensure that risks that could jeopardize the Bank's existence are avoided.

Quantitative Disclosures:

a) Capital Requirement for Credit Risk – Standardized Approach

(₹ in Million)

| Portfolios | Gross Exposure (₹ Mio) | Gross Exposure (₹ Mio) | Capital Requirement (₹ Mio) | Capital Requirement (₹ Mio) |
|-----------------------------|---------------------------|---------------------------|-----------------------------------|-----------------------------------|
| | 30.06.2021 | 31.03.2021 | 30.06.2021 | 31.03.2021 |
| On Balance Sheet | | | | |
| Cash & Balance with RBI | 8,601.78 | 7,361.37 | 0.00 | 0.00 |
| Inter Bank Deposits | 6,811.35 | 9,779.31 | 16.02 | 254.83 |
| Market repo(CROMS) | 0.00 | 0.00 | 0.00 | 0.00 |
| Investments (HTM) | 36,836.56 | 42,499.73 | 163.01 | 278.29 |
| Advances | 138,171.70 | 144,381.22 | 5,574.28 | 5,682.09 |
| Fixed Assets & Other Assets | 14,272.47 | 11,000.60 | 566.87 | 511.56 |

| | | | | |
|---|-------------------|-------------------|-----------------|-----------------|
| Total | 204,693.86 | 215,022.23 | 6,320.17 | 6,726.71 |
| Off Balance Sheet | | | | |
| Letter of Credit & Guarantees | 6,660.04 | 5,856.67 | 215.90 | 219.83 |
| Undrawn Credit Commitments | 12,560.72 | 13,386.58 | 256.23 | 291.08 |
| Forward Exchange Contracts | 1,467.27 | 1,528.30 | 2.65 | 3.14 |
| Total | 20,688.03 | 20,771.56 | 474.78 | 514.06 |
| Total On & Off Balance Sheet | 225,381.89 | 235,793.79 | 6,794.95 | 7,240.77 |

b) Capital Requirement for Market Risk – Standardized Duration Approach

| (₹ in Million) | | | | |
|-----------------------|-------------------|-------------------|---------------------|---------------------|
| Type of Market Risk | Gross Exposure | Gross Exposure | Capital Requirement | Capital Requirement |
| | 30.06.2021 | 31.03.2021 | 30.06.2021 | 31.03.2021 |
| Interest Rate Risk | 23,673.00 | 18,717.00 | 448.35 | 612.56 |
| Foreign Exchange Risk | 110.00 | 110.00 | 9.90 | 9.90 |
| Equity Risk | 37.93 | 97.13 | 8.54 | 21.85 |
| Total | 23,820.94 | 18,924.13 | 466.79 | 644.32 |

c) Capital Requirement for Operational Risk – Basic Indicator Approach

| (₹ in Million) | |
|---------------------------------|-------------------------|
| | As on 30.06.2021 |
| Capital Requirement | 1,256.59 |
| Equivalent Risk Weighted Assets | 15707.36 |

d) Total Capital Requirement

| (₹ in Million) | | | | |
|--------------------------|---------------------|---------------------|----------------------|----------------------|
| Type of Risk | Capital Requirement | Capital Requirement | Risk Weighted Assets | Risk Weighted Assets |
| | 30.06.2021 | 31.03.2021 | 30.06.2021 | 31.03.2021 |
| Credit Risk | 6,794.95 | 7,115.98 | 75,499.48 | 79,066.49 |
| Market Risk | 466.79 | 644.32 | 5,834.85 | 8,053.95 |
| Operational Risk | 1,256.59 | 892.30 | 15,707.36 | 11,153.69 |
| Total | 8,518.33 | 8652.59 | 97,041.69 | 98,274.12 |
| Total Net Tier 1 Capital | | | 19,641.57 | 19,617.40 |
| Tier 1 Capital Ratio | | | 20.24% | 19.96% |
| Tier 2 Capital Ratio | | | 1.38% | 1.41% |
| Total CRAR | | | 21.63% | 21.37% |

3. Credit Risk: General Disclosure

Qualitative Disclosures

a) Definition of past due and impaired loans

Bank strictly adheres to RBI norms regarding definitions of past due and impaired loans, as under (in brief):

- i) Interest and or installment of principal remain overdue for a period of more than 90 days in respect of term loan accounts
- ii) the account remains 'out of order' (the outstanding balance remains continuously in excess of the sanctioned limit/drawing power, in cases where the outstanding balance in the principal operating account is less than the sanctioned limit/drawing power there are no credits continuously for 90 days as on the date of Balance Sheet or credits are not enough to cover the interest debited during the same period) in respect of Overdraft/Cash credit accounts. If the interest due and charged during any quarter is not serviced fully within 90 days from the end of the quarter, the account is classified as NPA.
- iii) The bill remains overdue for a period of more than 90 days in the case of bills purchased and discounted
- iv) The instalment of principal or interest thereon remains overdue for two crop seasons for short duration crops.
- v) The instalment of principal or interest thereon remains overdue for one crop season for long duration crops.

b) Credit Risk Management Policy

The bank has in place a Credit Risk Management Policy which is reviewed periodically to bring in refinements triggered by evolving concepts and actual experience.

The Executive level committee - Credit Risk Management Committee (CRMC) which reports to Risk Management Committee (RMC) of the Board, is responsible for the management and mitigation of credit risk in the bank. Credit Risk Management Department at Head Office level act as the secretariat of CRMC.

Credit approvals are subject to a well-established and time tested system of competencies, which act as a framework within which decision making committees are authorized to enter into lending transactions. Responsibility for the approval of loans is dependent on size, security and type of the loan.

Rating migration studies are conducted at quarterly intervals. The findings of the rating migration study brings light many behavioral patterns. Credit Risk Management Department conducts industry-wise evaluation to analyze the latest trends and developments in the industry, their impact on bank's customers, the desirability of taking further exposure, assessment of the quality of bank's exposure to that industry etc.

Credit rating system is in force using various CRA formats to measure the risk involved in each borrower account. All borrowers with an aggregate credit limit of above Rs. 25 lakh are subjected to borrower rating. Gold loans, Loans against Deposit Receipts, Housing Loans,

Loans against NSC & Insurance policies, Retail loans and Staff loans are subjected to portfolio rating.

Operations in all credit exposures of ₹. 50 lakh and above are monitored on a monthly basis by the Executive level committee – Large Advance committee to detect delinquency signals at an early date and nurse the account. To monitor the credit portfolio through various controlling returns, monthly operating statements (MOS) from branches to SME verticals of exposure of ₹. 50 lakh up to ₹. 2 crore and an exposure of above ₹. 2 crore by Credit Monitoring department.

Both regulatory capital and economic capital requirements are assessed at the time of credit appraisal of corporate exposures. RAROC analysis is based on bank's Board approved Risk Adjusted Return On Capital (RAROC) policy.

Quantitative Disclosures

a) Gross Credit Risk Exposure – Banking Book

(₹ in Million)

| | Loans 30.06.2021 | Loans 31.03.2021 | Investments 30.06.2021 | Investments 31.03.2021 |
|----------------|-----------------------------|-----------------------------|-----------------------------------|-----------------------------------|
| Fund Based | 138,171.70 | 144,381.22 | 36,836.56 | 42,499.73 |
| Non Fund Based | 6,660.04 | 5,856.67 | - | - |
| Total | 144,831.74 | 150,237.90 | 36,836.56 | 42,499.73 |

b) Industry type distribution – Banking Book

(₹ in Million)

| Industry Name | Credit funded | non funded | Total Investment Exposure(Including PTC) |
|---|--------------------------|-----------------------|---|
| A. Mining and Quarrying | 236.00 | 3.53 | 0.00 |
| A.1 Coal | 0.00 | 0.00 | 0.00 |
| A.2 Others | 236.00 | 3.53 | 0.00 |
| B. Food Processing | 5567.04 | 622.15 | 0.00 |
| B.1 Sugar | 1.04 | 0.00 | 0.00 |
| B.2 Edible Oils and Vanaspati | 407.60 | 400.00 | 0.00 |
| B.3 Tea | 57.52 | 4.66 | 0.00 |
| B.4 Coffee | 3.30 | 0.00 | 0.00 |
| B.5 Others | 5097.58 | 217.48 | 0.00 |
| C. Beverages (excluding Tea & Coffee) and Tobacco | 238.66 | 0.22 | 0.00 |
| C.1 Tobacco and tobacco products | 0.00 | 0.00 | 0.00 |
| C.2 Others | 238.66 | 0.22 | 0.00 |
| D. Textiles | 7149.95 | 1063.00 | 250.89 |
| D.1 Cotton | 5469.09 | 529.25 | 0.00 |

| | | | |
|---|---------|---------|--------|
| D.2 Jute | 9.42 | 0.00 | 0.00 |
| D.3 Man-made | 17.72 | 0.00 | 0.00 |
| D.4 Others | 1653.72 | 533.75 | 250.89 |
| Out of D (i.e., Total Textiles) to Spinning Mills | 0.00 | 0.00 | 0.00 |
| E. Leather and Leather products | 99.89 | 5.93 | 0.33 |
| F. Wood and Wood Products | 257.39 | 15.75 | 0.00 |
| G. Paper and Paper Products | 384.42 | 0.00 | 0.00 |
| H. Petroleum (non-infra), Coal Products (non-mining) and Nuclear Fuels | 1449.26 | 0.12 | 475.87 |
| I. Chemicals and Chemical Products (Dyes, Paints, etc.) | 1956.37 | 480.45 | 489.12 |
| I.1 Fertilizers | 14.71 | 0.00 | 0.00 |
| I.2 Drugs and Pharmaceuticals | 1475.72 | 478.95 | 0.00 |
| I.3 Petro-chemicals (excluding under Infrastructure) | 0.00 | 0.00 | 0.00 |
| I.4 Others | 465.94 | 1.49 | 489.12 |
| J. Rubber, Plastic and their Products | 474.65 | 92.18 | 0.00 |
| K. Glass & Glassware | 7.96 | 7.60 | 0.00 |
| L. Cement and Cement Products | 107.99 | 1.28 | 0.00 |
| M. Basic Metal and Metal Products | 724.34 | 10.28 | 0.00 |
| M.1 Iron and Steel | 446.89 | 0.11 | 0.00 |
| M.2 Other Metal and Metal Products | 277.45 | 10.17 | 0.00 |
| N. All Engineering | 1201.97 | 354.73 | 0.53 |
| N.1 Electronics | 5.57 | 6.87 | 0.00 |
| N.2 Others | 1196.39 | 347.85 | 0.53 |
| O. Vehicles, Vehicle Parts and Transport Equipments | 999.80 | 5.23 | 0.00 |
| P. Gems and Jewellery | 448.03 | 0.10 | 0.00 |
| Q. Construction | 2589.46 | 3373.21 | 0.00 |
| R. Infrastructure | 4488.10 | 1723.86 | 218.40 |
| R.a Transport (a.1 to a.6) | 1365.70 | 869.83 | 0.00 |
| R.a.1 Roads and Bridges | 1365.70 | 869.83 | 0.00 |
| R.a.2 Ports | 0.00 | 0.00 | 0.00 |
| R.a.3 Inland Waterways | 0.00 | 0.00 | 0.00 |
| R.a.4 Airport | 0.00 | 0.00 | 0.00 |
| R.a.5 Railway Track, tunnels, viaducts, bridges | 0.00 | 0.00 | 0.00 |
| R.a.6 Urban Public Transport (except rolling stock in case of urban road transport) | 0.00 | 0.00 | 0.00 |
| R.b. Energy (b.1 to b.6) | 1080.67 | 70.00 | 0.00 |
| R.b.1 Electricity Generation | 1077.21 | 70.00 | 0.00 |
| R.b.1.1 Central Govt PSUs | 0.00 | 0.00 | 0.00 |

| | | | |
|---|---------|--------|--------|
| R.b.1.2 State Govt PSUs (incl. SEBs) | 170.23 | 0.00 | 0.00 |
| R.b.1.3 Private Sector | 906.98 | 70.00 | 0.00 |
| R.b.2 Electricity Transmission | 0.00 | 0.00 | 0.00 |
| R.b.2.1 Central Govt PSUs | 0.00 | 0.00 | 0.00 |
| R.b.2.2 State Govt PSUs (incl. SEBs) | 0.00 | 0.00 | 0.00 |
| R.b.2.3 Private Sector | 0.00 | 0.00 | 0.00 |
| R.b.3 Electricity Distribution | 0.00 | 0.00 | 0.00 |
| R.b.3.1 Central Govt PSUs | 0.00 | 0.00 | 0.00 |
| R.b.3.2 State Govt PSUs (incl. SEBs) | 0.00 | 0.00 | 0.00 |
| R.b.3.3 Private Sector | 0.00 | 0.00 | 0.00 |
| R.b.4 Oil pipelines | 0.00 | 0.00 | 0.00 |
| R.b.5 Oil/Gas/Liquefied Natural Gas (LNG) storage facility | 0.00 | 0.00 | 0.00 |
| R.b.6 Gas pipelines | 3.46 | 0.00 | 0.00 |
| R.c. Water and Sanitation (c.1 to c.7) | 2041.73 | 784.04 | 218.40 |
| R.c.1 Solid Waste Management | 0.00 | 0.00 | 0.00 |
| R.c.2 Water supply pipelines | 0.00 | 0.00 | 0.00 |
| R.c.3 Water treatment plants | 21.96 | 0.00 | 218.40 |
| R.c.4 Sewage collection, treatment and disposal system | 0.00 | 0.00 | 0.00 |
| R.c.5 Irrigation (dams, channels, embankments etc) | 2019.77 | 784.03 | 0.00 |
| R.c.6 Storm Water Drainage System | 0.00 | 0.00 | 0.00 |
| R.c.7 Slurry Pipelines | 0.00 | 0.00 | 0.00 |
| R.d. Communication (d.1 to d.3) | 0.00 | 0.00 | 0.00 |
| R.d.1 Telecommunication (Fixed network) | 0.00 | 0.00 | 0.00 |
| R.d.2 Telecommunication towers | 0.00 | 0.00 | 0.00 |
| R.d.3 Telecommunication and Telecom Services | 0.00 | 0.00 | 0.00 |
| R.e. Social and Commercial Infrastructure (e.1 to e.9) | 0.00 | 0.00 | 0.00 |
| R.e.1 Education Institutions (capital stock) | 0.00 | 0.00 | 0.00 |
| R.e.2 Hospitals (capital stock) | 0.00 | 0.00 | 0.00 |
| R.e.3 Three-star or higher category classified hotels located outside cities with population of more than 1 million | 0.00 | 0.00 | 0.00 |
| R.e.4 Common infrastructure for industrial parks, SEZ, tourism facilities and agriculture markets | 0.00 | 0.00 | 0.00 |
| R.e.5 Fertilizer (Capital investment) | 0.00 | 0.00 | 0.00 |

| | | | |
|--|-----------|---------|---------|
| R.e.6 Post harvest storage infrastructure for agriculture and horticultural produce including cold storage | 0.00 | 0.00 | 0.00 |
| R.e.7 Terminal markets | 0.00 | 0.00 | 0.00 |
| R.e.8 Soil-testing laboratories | 0.00 | 0.00 | 0.00 |
| R.e.9 Cold Chain | 0.00 | 0.00 | 0.00 |
| R.f. Others, if any, please specify | 0.00 | 0.00 | 0.00 |
| OTHERS - Treasury Exposure | 0.00 | 0.00 | 0.00 |
| S. Other Industries, pl. specify | 644.81 | 14.51 | 0.00 |
| OTHERS | 644.81 | 14.51 | 0.00 |
| All Industries (A to S) | 29026.09 | 7774.11 | 1435.13 |
| Residuary other advances (to tally with gross advances) | 137228.24 | 0.00 | 7563.24 |
| Total | 166254.33 | 7774.11 | 8998.37 |

c) Residual Contractual Maturity breakdown of Assets as on 30.06.2021

(₹ in Million)

| | Cash & balance with RBI | Balance with Banks and money at call and short notice | Advances | Investments | Fixed assets and other assets |
|--------------|-------------------------|---|------------------|-----------------|-------------------------------|
| Next Day | 1083.35 | 5440.40 | 492.54 | 19026.60 | 0.04 |
| 2-7 days | 316.80 | 1370.00 | 2706.52 | 343.24 | 0.23 |
| 8-14 days | 188.09 | 0.00 | 2895.78 | 481.92 | 0.24 |
| 15-30 days | 165.11 | 0.00 | 5252.01 | 1111.78 | 102.31 |
| 31 days-<2M | 283.70 | 0.00 | 12887.85 | 508.02 | 36.08 |
| 2M<3M | 298.79 | 0.00 | 9556.95 | 985.62 | 931.75 |
| 3M-<6M | 954.06 | 0.00 | 17236.71 | 2296.42 | 314.01 |
| 6M-<1Y | 1784.96 | 0.00 | 20896.15 | 3404.17 | 428.62 |
| 1-<3Y | 3237.31 | 0.70 | 39161.08 | 16380.43 | 1376.95 |
| 3-<5 Y | 200.50 | 0.25 | 14049.18 | 522.12 | 888.97 |
| > 5 Yr | 89.10 | 0.00 | 13036.94 | 15487.17 | 8505.59 |
| Total | 8601.78 | 6811.35 | 138171.70 | 60547.49 | 12584.78 |

c) Disclosures regarding Non-Performing Assets

(₹ in Million)

| | As on 30.06.2021 | As on 31.03.2021 |
|-------------------------------|------------------|------------------|
| Amount of NPAs (Gross) | | |
| Substandard | 5,443.55 | 1,915.11 |

| | | |
|---|----------|----------|
| Doubtful 1 | 445.84 | 751.63 |
| Doubtful 2 | 468.00 | 785.59 |
| Doubtful 3 | 452.84 | 428.41 |
| Loss | 53.70 | 54.19 |
| Total Gross NPAs | 6,863.94 | 3,934.94 |
| Net NPAs | 4,437.51 | 1,688.08 |
| | | |
| NPA Ratios | | |
| Gross NPAs to Gross Advances | 4.88% | 2.68% |
| Net NPAs to Net Advances | 3.21% | 1.17% |
| | | |
| | | |
| Movement of provisions for NPAs | | |
| Opening balance (01.04.2020) | 2,205.14 | 1,883.57 |
| Provisions made during the period | 1,210.41 | 1,206.04 |
| Write-off | 859.13 | 0.00 |
| Write back of excess provisions | 172.14 | 884.48 |
| Closing balance | 2,384.28 | 2,205.14 |
| | | |
| Write-offs that have been booked directly to the income statement | 4.57 | 286.66 |
| Recoveries that have been booked directly to the income statement | 111.46 | 924.32 |

Major Industry breakup of NPA

| | 30.06.2021 | | 31.03.2021 | |
|-------------------------|------------|--------------------|------------|--------------------|
| Industry | Gross NPA | Specific Provision | Gross NPA | Specific Provision |
| NPA in top 5 Industries | 511.93 | 211.87 | 615.96 | 368.68 |

| | 30.06.2021 | | 31.03.2021 | |
|-----------|------------|--------------------|------------|--------------------|
| Geography | Gross NPA | Specific Provision | Gross NPA | Specific Provision |
| Domestic | 6,863.94 | 2,384.28 | 3,934.94 | 2,205.14 |
| Overseas | | | 0 | 0 |

| ₹ in million | 31.06.2021 | 31.03.2021 |
|--|------------|------------|
| Amount of Non-Performing Investments | 18.21 | 18.21 |
| | | |
| Amount of provisions held for non-performing investments | 18.21 | 17.70 |

| Movement of provisions for depreciation on Investments | For the period ended 30.06.2021 | For the period ended 31.03.2021 |
|---|--|--|
| Opening balance (01-04-2020) | 1240.91 | 1009.68 |
| Provisions made during the period | 0.50 | 602.98 |
| Write-off & Write back of excess provisions/diminution | 139.74 | 371.75 |
| Closing balance | 1101.67 | 1240.91 |

4. Credit Risk: Disclosures for portfolios subject to standardized approach

Qualitative Disclosures

In accordance with RBI guidelines, the bank has adopted standardized approach for computation of capital for credit risk.

Bank Loan Ratings of CRISIL, CARE, ICRA, ACUTE (SMERA), BRICKWORK, INFOMERICS and India Ratings are considered for arriving at the capital requirement.

Bank extends external rating of other issues of the borrower to unrated claims only when the issue specific rating maps to Risk Weight higher than that of the unrated exposure.

Quantitative Disclosures

Risk weight wise classification of exposures

(₹ in Million)

| | Gross Credit Exposure | Gross Credit Exposure | Capital Deductions | Capital Deductions | Exposure after Capital Deductions | Exposure after Capital Deductions |
|---|-----------------------|-----------------------|--------------------|--------------------|-----------------------------------|-----------------------------------|
| | (A) | (A) | (B) | (B) | (C) = (A) – (B) | (C) = (A) – (B) |
| | 30.06.2021 | 31.03.2021 | 30.06.2021 | 31.03.2021 | 30.06.2021 | 31.03.2021 |
| Advances, Letter of Credit & Guarantees | | | | | | |
| Below 100% risk weight | 91,040.19 | 90,099.87 | 0.00 | 0.00 | 91,040.19 | 90,099.87 |
| 100% risk weight | 48,090.71 | 54,003.62 | 0.00 | 0.00 | 48,090.71 | 54,003.62 |
| More than 100% risk weight | 5,700.83 | 6,134.40 | 0.00 | 0.00 | 5,700.83 | 6,134.40 |
| Total | 144,831.74 | 150,237.90 | 0.00 | 0.00 | 144,831.74 | 150,237.90 |
| Investments | | | | | | |
| Below 100% risk weight | 36,836.56 | 42,499.73 | 0.00 | 0.00 | 36,836.56 | 42,499.73 |
| 100% risk weight | | | 0.00 | 0.00 | | - |
| More than 100% risk weight | - | - | 0.00 | 0.00 | - | - |
| Total | 36,836.56 | 42,499.73 | 0.00 | 0.00 | 36,836.56 | 42,499.73 |

5. Credit Risk Mitigation: Disclosures for standardized approaches

Qualitative Disclosures

A Credit Risk Mitigation and Collateral Management Policy, addressing the Bank's approach towards the credit risk mitigants used for capital calculation is in place.

Following items are considered for on and off balance sheet netting:

- a) Deposits with specific lien to the facility
- b) Subsidies received (for priority sector advances)
- c) Claims received (for NPA accounts)

Of the eligible financial collaterals, the types of collateral taken by the bank are gold ornaments and bank's own deposit receipts. Gold ornaments are accepted as collateral by branches after due scrutiny and are marked to market value on a daily basis. Bank has made an assessment of market liquidity risk involved in liquidating gold ornaments and is considering a holding period of 21 days for advance against pledge of gold ornaments. In Pillar 1 capital adequacy computations, bank considers a haircut of 22% (after scaling up the standard supervisory haircut of 15% to a 21 day holding period). In addition to this, bank is maintaining extra capital for its gold loan portfolio in Pillar 2 capital computations.

The types of guarantees recognized for credit risk mitigation are guarantee by central government, state government, ECGC and banks (in the form of bills purchased/discounted under Letter of credit).

Collaterals other than financial collaterals that secure the credit portfolio of the bank are land & building, plant & machinery and current assets of the counter party. Land and Building includes commercial building, residential property and vacant land.

Quantitative Disclosures

a) Exposures Covered by Eligible Financial Collateral (After Haircuts)

(₹ in Million)

| | 30.06.2021 | 31.03.2021 |
|-------------------|------------------|------------------|
| Corporate | 1,198.10 | 1,086.21 |
| Regulatory Retail | 39,655.48 | 36,500.96 |
| Personal Loans | 14,325.69 | 21,795.88 |
| Total | 55,179.26 | 59,383.04 |

b) Exposures Covered by Guarantee

(₹ in Million)

| | 30.06.2021 | 31.03.2021 |
|----------------------|-----------------|-----------------|
| Covered by Guarantee | | |
| Corporate | 464.81 | 398.43 |
| Regulatory Retail | 4,326.53 | 3,934.59 |
| Total | 4,791.34 | 4,333.02 |

6. Securitization

No exposure of the bank has been securitized.

7. Market Risk in the Trading Book

Qualitative Exposures

Bank has put in place Board approved Market Risk Management Policy, Investment Policy and Foreign Exchange Policy for effective management of market risk of the bank.

Bank's Integrated Treasury manages the trading book. Proprietary trading is done in government securities, equity shares and foreign exchange. Adherence to limits is reported on a monthly basis to the Executive level Asset Liability Committee (ALCO) and Risk Management Committee (RMC) of the Board.

Modified Duration and Value at Risk (weighted historic simulation approach) are the tools used to track market risk in the trading book for interest rate related instruments. For equity exposures bank uses Value at Risk and Portfolio Beta.

Stress tests are conducted on a daily basis on securities in the trading book.

Portfolios covered by standardized approach are government securities, other trustee securities, Non SLR instruments, Certificate of Deposits and Equity Shares.

Quantitative Disclosures

Capital Requirement for Market Risk

| Type of Market Risk | (₹ in Million) | | | |
|-----------------------|------------------|------------------|---------------------|---------------------|
| | Gross Exposure | Gross Exposure | Capital Requirement | Capital Requirement |
| | 30.06.2021 | 31.03.2021 | 30.06.2021 | 31.03.2021 |
| Interest Rate Risk | 23,673.00 | 18,717.00 | 448.35 | 612.56 |
| Foreign Exchange Risk | 110.00 | 110.00 | 9.90 | 9.90 |
| Equity Risk | 37.93 | 97.13 | 8.54 | 21.85 |
| Total | 23,820.94 | 18,924.13 | 466.79 | 644.32 |

8. Operational Risk

Qualitative Disclosures

The Executive level committee - Operational Risk Management Committee (ORMC) which reports to Risk Management Committee (RMC) of the Board, is responsible for the

management and mitigation of operational risk in the bank. The bank has framed Operational Risk Management Policy duly approved by the Board. Other policies approved by the board that deal with the different facets of operational risk are Inspection Policy, Human Resource Management Policy, IT Policy, Compliance Policy, Business Continuity & Disaster Recovery Plan and Outsourcing policy.

Bank has obtained Bankers' Indemnity Policy to cover the risk of cash in transit and cash and securities including gold ornaments kept at branches. Risk Based Internal Audit (RBIA) is operational at all the branches.

Bank is adopting Basic Indicator Approach for arriving at capital charge for operational risk in compliance with RBI guidelines and is in the process of building database for moving to Advanced Approaches.

Cyber Risk: Cyber Risk can be defined as the risk connected to online business activity such as Internet Banking, Mobile Banking, Electronic Systems and storage of sensitive Information over computer networks. Common categories of Cyber Risk include inter-alia, Hacker Attacks, Data Breach, Virus / Malware transmission and Cyber Extortion. Financial gain continues to be a primary driver of the most sophisticated criminal offences and presents evolving challenges as criminal networks reinvest the revenue they generate into developing more advanced capabilities.

Cyber Risk can drive up costs and impact revenue. It can harm an organisation's ability to innovate and to gain and maintain customers. Cyber risk pose commercial losses and public relations problems, disruption of operations and the possibility of extortion, cyber- attacks. It also exposes an organisation to negligence claims, the inability to meet contractual obligations and a damaging loss of trust among customers. Protecting key information assets is of critical importance to the sustainability and competitiveness of business today due to which financial institutions like us are taking front foot in terms of their cyber preparedness. Because of this and to safeguard our institution from cyber threats, the bank has set up the cybersecurity framework.

Cyber Security Framework: Cybersecurity risks are products of three elements: threat, vulnerability and impact. The Bank has the holistic risk picture based on periodic vulnerability assessment and threat intelligence from advisory bodies such as CERT-In (Indian Computer Emergency Response Team) and IB-CART (Indian Banks – Centre for Analysis of Risks and Threats). The Bank has also invested in advanced systems such as antivirus / anti-malware, threat protection, network firewalls and application firewalls. It continues to invest in enhancing the overall effectiveness of the Bank's security posture to enable the Bank to prioritise and align its resources to detect and respond to cyber incidents quickly and prevent emerging cybersecurity risks.

Information Security Management department headed by Chief Information Security Officer (CISO) was formed to address cybersecurity risks. As part of the cybersecurity framework, proactive security measures adopted by the bank are Managed Security Operations Centre, advanced anti-phishing, anti-malware and anti-roogue services, Privileged Identity Management Solution, Web Application Firewall, Intrusion Detection and Prevention System for protecting network-level threats and for preventing unwanted and malicious network transmissions, Network Access Control which will allow only authorised users to connect to banks network, Data Leakage Prevention solution to prevent data leakage, DDoS mitigation service to prevent Denial of services, DMARC & SPF protection to enhance the email security standards, Vulnerability Assessment and Penetration Testing, SSL encryption for data transfers, network

firewall etc., Bank is continuing to invest on advanced technologies to enhance the systems. To evaluate banks preparedness against cyber-attacks, bank participates in the cyber-drill conducted by IDRBT. Bank has always taken continuous steps to create cybersecurity awareness among employees and customers through training/Newsletter/SMS/Emails.

9. Interest Rate Risk in the Banking Book

Qualitative Disclosures

The Executive Level Committee - Asset Liability Committee (ALCO) has the overall responsibility of managing the interest rate risk in the banking book of the bank. ALCO fixes the deposit and lending rates of the bank and directs the investment activities of the bank in line with its interest rate view. Limits are fixed from both Earnings and Economic Value Perspective in board approved Asset Liability Management Policy and adherence monitored on a monthly basis. Interest Rate Risk from Earnings Perspective is measured through Earnings at Risk (EaR) approach (which computes the impact on NII of various interest rate changes) on a monthly basis. Interest Rate Risk from Economic Value Perspective is measured using Modified Duration Gap Approach on a monthly basis.

The Risk Management Committee of the Board oversees the ALM process of the bank and reviews the decisions taken by the ALCO.

Key Assumptions for IRRB calculations

- a) Bulk of the advance portfolio to re-price within 12 months.
- b) Maturity of deposits considered after adjusting empirically observed premature closure rates.
- c) Core portion of Savings Bank Deposits slotted in 7 to 10 year time bucket.
- d) Core portion of Current Deposits slotted in 7 to 10 years' time bucket in Duration Gap approach. In the case of EaR approach, Current Deposits are treated as interest non sensitive.

Quantitative Disclosures

Interest Rate Risk – Earnings Perspective

(₹ in Million)

| 1 Year Change in Market Rates (Parallel Shift) | Impact as on 30.06.2021 | Impact as on 31.03.2021 |
|--|-------------------------|-------------------------|
| +200 basis points | 982.06 | 900.22 |
| -200 basis points | -982.06 | -900.22 |

Interest Rate Risk – Economic Value Perspective

(₹ in Million)

| 1 Year Change in Market Rates (Parallel Shift) | Impact as on 30.06.2021 | Impact as on 31.03.2020 |
|--|-------------------------|-------------------------|
| +200 basis points | 2415.12 | 1624.47 |
| -200 basis points | -2415.12 | -1624.47 |

11. Counterparty Credit Risk

Counterparty Credit Risk (CCR) is the risk that the counterparty to a transaction could default before final settlement of the transaction's cash flows. An economic loss would occur if the transaction or portfolio of transactions with the counterparty has a positive economic value for the Bank at the time of default. Unlike exposure to credit risk through a loan, where the exposure to credit risk is unilateral and only the lending bank faces the risk of loss, CCR creates a bilateral risk of loss whereby the market value for many different types of transactions can be positive or negative to either counterparty. The market value is uncertain and can vary over time with the movement in underlying market factors.

Capital is maintained on the exposure to CCR as per regulatory guidelines on Capital adequacy computation. The exposure is calculated using Current Exposure Method.

The MTM on client exposures are monitored periodically. The Bank does not recognize bilateral netting for capital computation.

(₹in Million)

| | Notional Amount 30.06.2021 | Credit Equivalent 30.06.2021 | Notional Amount 31.03.2021 | Credit Equivalent 31.03.2021 |
|----------------------------|----------------------------------|------------------------------------|----------------------------------|------------------------------------|
| Forward Exchange Contracts | 4243.59 | 100.24 | 12546.47 | 298.52 |

Leverage Ratio frame work

Definition and minimum requirement

The Basel III leverage ratio is defined as the capital measure (the numerator) divided by the exposure measure (the denominator), with this ratio expressed as a percentage

$$\text{Leverage Ratio} = \text{Capital Measure} / \text{Exposure Measure}$$

The public disclosure requirements of leverage ratio will begin from January 1, 2015 and the Basel Committee will monitor the impact of these disclosure requirements. Accordingly, banks operating in India are required to make disclosure of the leverage ratio and its components from April 1, 2015 on a quarterly basis and according to the disclosure templates as indicated in paragraph 16.7 along with Pillar 3 disclosures.

Table 1- Summary comparison of accounting assets Vs. leverage ratio exposure method

| | Item | (Rs. in Million) |
|---|---|------------------|
| 1 | Total consolidated assets as per published financial statements | 226717.11 |

| | | |
|---|--|-----------|
| 2 | Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation | |
| 3 | Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure | |
| 4 | Adjustments for derivative financial instruments | |
| 5 | Adjustment for securities financing transactions (i.e. repos and similar secured lending) | |
| 6 | Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off- balance sheet exposures) | 7976.65 |
| 7 | Other adjustments | |
| 8 | Leverage ratio exposure | 234693.77 |

Table 2 – Leverage ratio common disclosure template

| | Item | Leverage ratio framework |
|----|--|--------------------------|
| | On-balance sheet exposures | |
| 1 | On-balance sheet items (excluding derivatives and SFTs, but including collateral) | 226717.11 |
| 2 | (Asset amounts deducted in determining Basel III Tier 1 capital) | |
| 3 | Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2) | 226717.11 |
| | Derivative exposures | |
| 4 | Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin) | 15.37 |
| 5 | Add-on amounts for PFE associated with all derivatives transactions | 84.87 |
| 6 | Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework | |
| 7 | (Deductions of receivables assets for cash variation margin provided in derivatives transactions) | |
| 8 | (Exempted CCP leg of client-cleared trade exposures) | |
| 9 | Adjusted effective notional amount of written credit derivatives | |
| 10 | (Adjusted effective notional offsets and add-on deductions for written credit derivatives) | |
| 11 | Total derivative exposures (sum of lines 4 to 10) | 100.24 |
| | Securities financing transaction exposures | |
| 12 | Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions | |
| 13 | (Netted amounts of cash payables and cash receivables of gross SFT assets) | |
| 14 | CCR exposure for SFT assets | |
| 15 | Agent transaction exposures | |
| 16 | Total securities financing transaction exposures (sum of lines 12 to 15) | |
| | Other off-balance sheet exposures | |

| | | |
|----|---|-----------|
| 17 | Off-balance sheet exposure at gross notional amount | 7876.41 |
| 18 | (Adjustments for conversion to credit equivalent amounts) | |
| 19 | Off-balance sheet items (sum of lines 17 and 18) | 7876.41 |
| | Capital and total exposures | |
| 20 | Tier 1 capital | 19641.57 |
| 21 | Total exposures (sum of lines 3, 11, 16 and 19) | 234693.77 |
| | Leverage ratio | |
| 22 | Basel III leverage ratio | 8.37% |

Basel III common disclosure template to be used during the transition of regulatory adjustments (i.e. from April 1, 2013 to December 31, 2017)

| | | | Amounts Subject to Pre-Basel III Treatment | Ref No |
|----|---|----------|--|--------------------|
| | Common Equity Tier 1 Capital: Instruments and reserves | | | |
| 1 | Directly issued qualifying common share capital plus related stock surplus (share premium) | 19681.83 | | a1+a2 |
| 2 | Retained earnings | 596.47 | | b1+b2+b3+b4+b6+b7a |
| 3 | Accumulated other comprehensive income (and other reserves) | 693.71 | | c1 |
| 4 | Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies) | | | |
| 5 | Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1) | | | |
| 6 | Common Equity Tier 1 capital before regulatory adjustments | 20972.02 | | |
| | Common Equity Tier 1 Capital: regulatory adjustments | | | |
| 7 | Prudential valuation adjustments | | | |
| 8 | Goodwill (net of related tax liability) | | | |
| 9 | Intangibles | 363.28 | | e1-e2 |
| 10 | Deferred tax assets | 967.16 | | e2 |
| 11 | Cash-flow hedge reserve | | | |
| 12 | Shortfall of provisions to expected losses | | | |
| 13 | Securitisation gain on sale | | | |
| 14 | Gains and losses due to changes in own credit risk on fair valued liabilities | | | |
| 15 | Defined-benefit pension fund net assets | 0.00 | | |
| 16 | Investments in own shares (if not already netted off paid-in capital on reported balance sheet) | | | |
| 17 | Reciprocal cross-holdings in common equity | | | |
| 18 | Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short | 0.00 | | |

| | | | | |
|-----|---|----------|--|--|
| | positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold) | | | |
| 19 | Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold) | | | |
| 20 | Mortgage servicing rights ⁴ (amount above 10% threshold) | | | |
| 21 | Deferred tax assets arising from temporary differences ⁵ (amount above 10% threshold, net of related tax liability) | | | |
| 22 | Amount exceeding the 15% threshold | | | |
| 23 | of which: significant investments in the common stock of financial entities | | | |
| 24 | of which: mortgage servicing rights | | | |
| 25 | of which: deferred tax assets arising from temporary differences | | | |
| 26 | National specific regulatory adjustments ⁷ (26a+26b+26c+26d) | | | |
| 26a | of which: Investments in the equity capital of the unconsolidated insurance subsidiaries | | | |
| 26b | of which: Investments in the equity capital of unconsolidated non-financial subsidiaries | | | |
| 26c | of which: Shortfall in the equity capital of majority owned financial entities which have not been consolidated with the bank | | | |
| 26d | of which: Unamortised pension funds expenditures | | | |
| | Regulatory Adjustments Applied to Common Equity Tier 1 in respect of Amounts Subject to Pre-Basel III Treatment | | | |
| | of which: [INSERT TYPE OF ADJUSTMENT] | | | |
| 27 | Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions | | | |
| 28 | Total regulatory adjustments to Common equity Tier 1 | 1330.45 | | |
| 29 | Common Equity Tier 1 capital (CET1) | 19641.57 | | |
| | Additional Tier 1 capital: Instruments | | | |
| 30 | Directly issued qualifying Additional Tier 1 instruments plus related stock surplus (31+32) | | | |
| 31 | of which: classified as equity under applicable accounting standards (Perpetual Non-Cumulative Preference Shares) | | | |
| 32 | of which: classified as liabilities under applicable accounting standards (Perpetual debt Instruments) | | | |
| 33 | Directly issued capital instruments subject to phase out from Additional Tier 1 | | | |
| 34 | Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group AT1) | | | |
| 35 | of which: instruments issued by subsidiaries subject to phase out | | | |
| 36 | Additional Tier 1 capital before regulatory adjustments | 0 | | |
| | Additional Tier 1 capital:Regulatory Adjustments | | | |
| 37 | Investments in own Additional Tier 1 instruments | 0 | | |
| 38 | Reciprocal cross-holdings in Additional Tier 1 instruments | | | |

| | | | | |
|-----|--|----------|--|----------|
| 39 | Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold) | | | |
| 40 | Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions) | | | |
| 41 | National specific regulatory adjustments (41a+41b) | | | |
| 41a | Investments in the Additional Tier 1 capital of unconsolidated insurance subsidiaries | | | |
| 41b | Shortfall in the Additional Tier 1 capital of majority owned financial entities which have not been consolidated with the bank | | | |
| | Regulatory Adjustments Applied to Additional Tier 1 in respect of Amounts Subject to Pre-Basel III Treatment | | | |
| 42 | Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions | | | |
| 43 | Total regulatory adjustments to Additional Tier 1 capital | | | |
| 44 | Additional Tier 1 capital (AT1) | | | |
| 44a | Additional Tier 1 capital reckoned for capital adequacy | | | |
| 45 | Tier 1 capital (T1 = CET1 + AT1) (29 + 44a) | 19641.57 | | |
| | Tier 2 capital: Instruments & Provisions | | | |
| 46 | Directly issued qualifying Tier 2 instruments plus related stock surplus | | | |
| 47 | Directly issued capital instruments subject to phase out from Tier 2 | 0.00 | | d |
| 48 | Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group Tier 2) | | | |
| 49 | of which: instruments issued by subsidiaries subject to phase out | | | |
| 50 | Provisions | 1343.77 | | c1+c3+c4 |
| 51 | Tier 2 capital before regulatory adjustments | 1343.77 | | |
| | Tier 2 capital:Regulatory Adjustments | | | |
| 52 | Investments in own Tier 2 instruments | | | |
| 53 | Reciprocal cross-holdings in Tier 2 instruments | 0.00 | | |
| 54 | Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold) | | | |
| 55 | Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions) | | | |
| 56 | National specific regulatory adjustments (56a+56b) | | | |
| 56a | of which: Investments in the Tier 2 capital of unconsolidated subsidiaries | | | |
| 56b | of which: Shortfall in the Tier 2 capital of majority owned financial entities which have not been consolidated with the bank | | | |
| | Regulatory Adjustments Applied To Tier 2 in respect of Amounts Subject to Pre-Basel III Treatment | | | |

| | | | | |
|-----|---|----------|--|-------|
| | of which: [INSERT TYPE OF ADJUSTMENT e.g. existing adjustments which are deducted from Tier 2 at 50%] | | | |
| | of which: [INSERT TYPE OF ADJUSTMENT] | | | |
| 57 | Total regulatory adjustments to Tier 2 capital | 0.00 | | |
| 58 | Tier 2 capital (T2) | 1343.77 | | |
| 58a | Tier 2 capital reckoned for capital adequacy | 1343.77 | | |
| 58b | Excess Additional Tier 1 capital reckoned as Tier 2 capital | 0 | | |
| 58c | Total Tier 2 capital admissible for capital adequacy (58a + 58b) | 1343.77 | | |
| 59 | Total capital (TC = T1 + T2) (45 + 58c) | 20985.34 | | |
| | Risk Weighted Assets in respect of Amounts Subject to Pre-Basel III Treatment | | | |
| | of which: [INSERT TYPE OF ADJUSTMENT] | | | |
| | of which: ... | | | |
| 60 | Total risk weighted assets (60a + 60b + 60c) | 97041.69 | | |
| 60a | of which: total credit risk weighted assets | 75499.48 | | |
| 60b | of which: total market risk weighted assets | 5834.85 | | |
| 60c | of which: total operational risk weighted assets | 15707.36 | | |
| | Capital ratios | | | |
| 61 | Common Equity Tier 1 (as a percentage of risk weighted assets) | 20.24% | | |
| 62 | Tier 1 (as a percentage of risk weighted assets) | 20.24% | | |
| 63 | Total capital (as a percentage of risk weighted assets) | 21.63% | | |
| 64 | Institution specific buffer requirement (minimum CET1 requirement plus capital conservation and countercyclical buffer requirements, expressed as a percentage of risk weighted assets) | 7.38% | | |
| 65 | of which: capital conservation buffer requirement | 1.88% | | |
| 66 | of which: bank specific countercyclical buffer requirement | 0 | | |
| 67 | of which: G-SIB buffer requirement | 0 | | |
| 68 | Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets) | 14.25% | | |
| | Capital ratios | | | |
| 69 | National Common Equity Tier 1 minimum ratio (if different from Basel III minimum) | 5.50% | | |
| 70 | National Tier 1 minimum ratio (if different from Basel III minimum) | 7.00% | | |
| 71 | National total capital minimum ratio (if different from Basel III minimum) | 9.00% | | |
| | Amounts below the thresholds for deduction (before risk weighting) | | | |
| 72 | Non-significant investments in the capital of other financial entities | | | |
| 73 | Significant investments in the common stock of financial entities | | | |
| 74 | Mortgage servicing rights (net of related tax liability) | | | |
| 75 | Deferred tax assets arising from temporary differences (net of related tax liability) | | | |
| | Applicable caps on the inclusion of provisions in Tier 2 | | | |
| 76 | Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap) | 0.00 | | c3+c4 |
| 77 | Cap on inclusion of provisions in Tier 2 under standardised approach | 1213.02 | | |

| | | | | |
|----|--|------|--|--|
| 78 | Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap) | | | |
| 79 | Cap for inclusion of provisions in Tier 2 under internal ratings-based approach | | | |
| | Capital instruments subject to phase-out arrangements (only applicable between March 31, 2017 and March 31, 2022) | | | |
| 80 | Current cap on CET1 instruments subject to phase out arrangements | | | |
| 81 | Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities) | | | |
| 82 | Current cap on AT1 instruments subject to phase out arrangements | | | |
| 83 | Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) | | | |
| 84 | Current cap on T2 instruments subject to phase out arrangements | 0.00 | | |
| 85 | Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) | 0 | | |

Notes

| Row No. of the template | Particular | (Rs. in million) |
|-------------------------|---|------------------|
| 10 | Deferred tax assets associated with accumulated losses | 0 |
| | Deferred tax assets (excluding those associated with accumulated losses) net of Deferred tax liability | 967.16 |
| | Total as indicated in row 10 | 967.16 |
| 19 | If investments in insurance subsidiaries are not deducted fully from capital and instead considered under 10% threshold for deduction, the resultant increase in the capital of bank | NA |
| | of which: Increase in Common Equity Tier 1 capital | |
| | of which: Increase in Additional Tier 1 capital | |
| | of which: Increase in Tier 2 capital | |
| 26b | If investments in the equity capital of unconsolidated non-financial subsidiaries are not deducted and hence, risk weighted then: | NA |
| | (i) Increase in Common Equity Tier 1 capital | |
| | (ii) Increase in risk weighted assets | |
| 44a | Excess Additional Tier 1 capital not reckoned for capital adequacy (difference between Additional Tier 1 capital as reported in row 44 and admissible Additional Tier 1 capital as reported in 44a) | NA |
| | of which: Excess Additional Tier 1 capital which is considered as Tier 2 capital under row 58b | |
| 50 | Eligible Provisions included in Tier 2 capital | 943.74 |
| | Eligible Investment Fluctuation Reserves included in Tier 2 capital | 400.02 |
| | Total of row 50 | 1343.77 |
| 58a | Excess Tier 2 capital not reckoned for capital adequacy (difference between Tier 2 capital as reported in row 58 and T2 as reported in 58a) | 0.00 |

| | | Balance sheet as in financial statements | Balance Sheet under regulatory scope of consolidatio |
|------------------------------------|---|--|---|
| | | As on reporting date | As on reporting date |
| A Capital & Liabilities | | | |
| i | Paid-up Capital | 1,735.38 | |
| | of which: Amount eligible for CET1 | 1,735.38 | |
| | of which: Amount eligible for AT1 | - | |
| | Employee's Stock Options Outstanding | 25.37 | |
| | Reserves & Surplus | 20,669.17 | |
| | Minority Interest | - | |
| | Total Capital | 22,429.92 | |
| ii | Deposits | 186,528.04 | |
| | of which: Deposits from banks | 4.92 | |
| | of which: Customer deposits | 185,478.68 | |
| | of which: Other deposits (pl. specify) | - | |
| iii | Borrowings | 13,135.00 | |
| | of which: From RBI | 8,760.00 | |
| | of which: From banks | - | |
| | of which: From other institutions & agencies | 4,375.00 | |
| | of which: Others (pl. specify) | - | |
| | of which: Capital instruments | - | |
| iv | Other liabilities & provisions | 4,624.15 | |
| | of which: DTLs related to goodwill | - | |
| | of which: DTLs related to intangible assets | - | |
| Total Capital & Liabilities | | 226,717.11 | |
| B Assets | | | |
| i | Cash and balances with Reserve Bank of India | 8,601.78 | |
| | Balance with banks and money at call and short notice | 6,811.35 | |
| ii | Investments | 60,547.49 | |
| | of which: Government securities | 50,298.89 | |
| | of which: Other approved securities | - | |
| | of which: Shares | 56.14 | |
| | of which: Debentures & Bonds | 4,776.75 | |
| | of which: Subsidiaries / Joint Ventures / Associates | - | |
| | of which: Others (Commercial Papers, Mutual Funds etc.) | 5,415.72 | |
| iii | Loans & Advances | 138,171.70 | |
| | of which: Loans and advances to banks | - | |
| | of which: Loans and advances to customers | 138,171.70 | |
| iv | Fixed assets | 2,713.31 | |
| v | Other Assets | 9,871.47 | |
| | of which: Goodwill and intangible assets | 1,125.28 | |
| | Out of which: | | |
| | Goodwill | - | |
| | Other intangibles (excluding MSRs) | 1,125.28 | |
| | of which: Deferred tax assets | 762.00 | |

| | | | |
|-----|--|------------|--|
| vi | Goodwill on consolidation | - | |
| vii | Debit balance in Profit & Loss account | - | |
| | Total Assets | 226,717.11 | |

Composition of Capital: Reconciliation Requirements Step 2

Rs in million

| | | Balance sheet as in financial statements | Balance Sheet under regulatory scope of consolidatio | Ref No |
|------------------------------------|--|--|--|--------|
| | | As on reporting date | As on reporting date | |
| A Capital & Liabilities | | | | |
| i | Paid-up Capital | 1,735.38 | | a1 |
| | Employee's Stock Options Outstanding | 25.37 | | |
| | Reserves & Surplus | 20,669.16 | | |
| | of which: | | | |
| | Share premium | 17,921.08 | | a2 |
| | Statutory Reserves | 2,045.37 | | b1 |
| | Capital Reserves | 1,980.46 | | b2 |
| | General Reserves | 998.64 | | b3 |
| | Special Reserve (Tax): After Tax Portion | 266.40 | | b4 |
| | Special Reserve (Tax): Tax Element (not considered as part of capital funds) | - | | b5 |
| | Contingency Reserves | 0.50 | | b6 |
| | Add: Credit balance in Profit and Loss account | (4,694.90) | | b7a |
| | Current Period profits not reckoned for capital adequacy purpose | 610.03 | | b7b |
| | Revaluation Reserve reckoned as Tier I Capital | 693.71 | | c1 |
| | Revaluation Reserve not reckoned as Tier I Capital (55% discount) | 847.87 | | c2 |
| | Investment Reserve | | | c3 |
| | Minority Interest | - | | |
| | Total Capital | 22,429.92 | | |
| ii | Deposits | 186,528.04 | | |
| | of which: Deposits from banks | 4.92 | | |
| | of which: Customer deposits | 185,478.68 | | |
| | of which: Other deposits (pl. specify) | - | | |
| iii | Borrowings | 13,135.00 | | |
| | of which: From RBI | 8,760.00 | | |
| | of which: From banks | - | | |
| | of which: From other institutions & agencies | 4,375.00 | | |
| | of which: Others (pl. specify) | - | | |

| | | | | |
|-----------------------------|---|------------|--|----|
| | of which: Capital instruments: Tier II Bonds | - | | |
| | of which Eligible Amount after discounting | - | | d |
| iv | Other liabilities & provisions | 4,624.15 | | |
| | of which: Provision for Standard assets | - | | c4 |
| Total Capital & Liabilities | | 226,717.11 | | |
| | | | | |
| B Assets | | | | |
| i | Cash and balances with Reserve Bank of India | 8,601.78 | | |
| | Balance with banks and money at call and short notice | 6,811.35 | | |
| ii | Investments | 60,547.49 | | |
| | of which: Government securities | 50,298.89 | | |
| | of which: Other approved securities | - | | |
| | of which: Shares | 56.14 | | |
| | of which: Debentures & Bonds | 4,776.75 | | |
| | of which: Subsidiaries / Joint Ventures / Associates | - | | |
| | of which: Others (Commercial Papers, Mutual Funds etc.) | 5,415.72 | | |
| iii | Loans & Advances | 138,171.70 | | |
| | of which: Loans and advances to banks | - | | |
| | of which: Loans and advances to customers | 138,171.70 | | |
| iv | Fixed assets | 2,713.31 | | |
| v | Other Assets | 9,871.47 | | |
| | of which: Goodwill and intangible assets | 1,125.28 | | |
| | Out of which: | | | |
| | Goodwill | - | | |
| | Other intangibles (excluding MSRs) | 1,125.28 | | e1 |
| | of which: Deferred tax assets | 762.00 | | e2 |
| vi | Goodwill on consolidation | - | | |
| vii | Debit balance in Profit & Loss account | - | | |
| Total Assets | | 226,717.11 | | |