

SBI Global Factors Ltd.
Liquidity Risk Management Framework for NBFCs

Public Disclosure on liquidity risk

(These details are pertaining to quarter ended June, 2022.)

(i) Funding concentration based on significant counterparty (Both deposits and borrowings)
as on 30th June 2022

Sr. No.	Number of Significant Counterparties *	Amount	% of Total deposits	% of Total Liabilities
Total	11	65,059	NA	92

as on 31st March 2021

Sr. No.	Number of Significant Counterparties *	Amount	% of Total deposits	% of Total Liabilities
Total	11	76,235	NA	93

* Significant counterparties are those counterparties whose outstandings is Rs. 10 crore and above.

(ii) Top 20 large deposits (amount in Rupees crore and % of total deposits)

- Since the Company has been categorized as an NBFC NDSI, this is not applicable.

(iii) Top 10 borrowings (amount in Rupees crore and % of total borrowings)

as on 30th June 2022

Sr. No.	Particulars of Lenders	March 31, 2022	% of Total Borrowings
Total		63,059	93%

as on 31st March 2022

Sr. No.	Particulars of Lenders	March 31, 2022	% of Total Borrowings
Total		76,235	96%

(iv) Funding concentration based on significant instrument/product

as on 30th June 2022

Sr. No.	Number of Instrument/product	Amount	% of Total Liabilities
Total		68,159	97

as on 31st March 2022

Sr. No.	Number of Instrument/product	Amount	% of Total Liabilities
Total		79,335	97

(V) Stock Ratios:

As per Ind AS

Sr. No.	Ratios	June 30, 2022	March 31, 2022
a)	Commercial paper as a % of Total Public Funds	NA	NA
	Commercial paper as a % of Total Liabilities	15	19
	Commercial paper as a % of Total Assets	10	13
b)	Non-convertible debentures(Original Maturity of less than 1 year) as a % of Total Public Fund, Total Liabilities and Total Assets	NA	NA
c)	Other Short-term liabilities as a % of Total Public Funds	NA	NA
	Other Short-term liabilities as a % of Total Liabilities	70	68
	Other Short-term liabilities as a % of Total Assets	45	46

Figures for arriving at the ratios given in above table are as follows:



Particulars	June 30, 2022	March 31, 2022
Total Assets	1,09,439.48	1,19,498.47
Total Liabilities	70,522.88	81,859.89
Total Public Funds	-	-
Commercial Paper	10,471.87	15,918.68
Non-convertible debentures(Original Maturity of less than 1 year)	-	-
Other Short-Term Liabilities	49,580.51	55,403.63

(VI) Institutional set-up of liquidity risk management

I. Introduction

Liquidity Risk is the Probability of loss arising from a situation where

- (1) The cash and / or cash equivalent is not adequate to meet the obligations to the lenders and other counter parties.
- (2) Sale of liquid assets will yield less than their fair value, or
- (3) Liquid assets cannot be sold at the desired time due to lack of buyers.
- (4) Lack of Market Appetite

II. Identification

Events that may lead to disturbance in cash flow position in our Company:

- a) Delays in repayment of loans by the debtors / clients.
- b) Inability to raise money from the overnight market.

III. Treatment / Handling of Liquidity Risk

Majority of the Company's assets are of short-term nature (Average 90 days) and are funded through combination of Commercial Papers (CPs), Owned funds and banks' lines of credit. As the Banks' lines of credit are normally for a period of one year (renewable after one year) but are costly as compared to other sources of funds, the assets are funded mainly through CPs.

- a) Undrawn, committed rupee facilities;
- b) Investments in liquid instruments, should always exceed aggregate of short term dated loans with no surety of rollover, and CP's falling due within the next one week and
- c) A Contingency Funding Plan (CFP) has also been approved by ECB & the Board for inclusion in the Asset Liability Management Policy, which is being reviewed annually.

