

## InCred Financial Services Limited

**Background:** RBI has issued final guidelines on Liquidity Risk Management Framework for Non-Banking Financial Companies and Core Investment Companies on November 4, 2019. As per the said guidelines, NBFC are required to publicly disclose the below information related to liquidity risk on a quarterly basis. Accordingly, the disclosure on liquidity risk as at June 30, 2022 is as under:

**1. Funding Concentration based on significant counterparty** (INR in lakhs)

Sr. No.	Number of Significant Counterparties	Amount	% of Total Deposits	% of Total liabilities
1	25	257095	NA	71.83%

**2. Top 20 large deposits: NA**

**3. Top 10 Borrowings** (INR in lakhs)

Sr. No.	Amount	% of Total borrowings
1	55762	16.11%
2	28274	8.17%
3	16556	4.78%
4	15268	4.41%
5	14358	4.15%
6	12857	3.72%
7	11577	3.35%
8	11336	3.28%
9	8710	2.52%
10	7702	2.23%

**4. Funding Concentration based on significant instrument/product**

(INR in lakhs)

Sr. No.	Name of Instrument	Amount	% of Total liabilities
1	Term Loan	188609	52.70%
2	Market Linked Debentures	71040.01	19.85%
3	Non Convertible Debentures	36965.46	10.33%
4	Commercial paper	14281.43	3.99%
5	Cash Credit / WCDL	27995.72	7.82%
6	External Commercial Borrowings	5690.43	1.59%

7	Inter Corporate borrowings	1500.00	0.42%
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#### 5. Stock Ratios

Sr. No.	Name of Instrument	% of Total public funds	% of Total Liabilities	% of Total Assets
a	Commercial paper	1.64%	1.59%	0.97%
b	Non-convertible debentures (Original maturity of less than 1 year)	0%	0%	0%
c	Other short term liabilities	52.27%	50.54%	30.99%

#### 6. Institutional set-up for liquidity risk management

The Company has formulated an Asset Liability Management Policy. The Asset Liability Management Committee ('ALCO') is responsible for the management of the Company's short term, medium-term and long-term funding, and liquidity management requirements. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and by continuously monitoring forecast and actual cash flows, and by assessing the maturity profiles of financial assets and liabilities. The Company has access to undrawn borrowing facilities at the end of each reporting period. The minutes of ALCO meetings are placed before the Board of Directors in its next meeting for its perusal/approval/ratification.