

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 04, 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 September 30, 2020 is as under:

1. Funding Concentration based on significant counterparty

Sr. No.	Number of Significant Counterparties	Amount	% of Total Deposits	% of Total liabilities
1	21	13,456,846,978	NA	83.40

2. Top 20 large deposits: NA

3. Top 10 Borrowings

Sr. No.	Amount	% of Total borrowings
1	2,000,361,233	13.00
2	1,470,369,664	9.56
3	1,469,084,607	9.55
4	1,463,988,540	9.51
5	909,540,612	5.91
6	902,589,041	5.87
7	782,679,217	5.09
8	502,441,317	3.27
9	496,359,139	3.23
10	447,504,733	2.91

4. Funding Concentration based on significant instrument/product

Sr. No.	Name of Instrument	Amount	% of Total liabilities
1	Term Loan	6,875,120,178	42.61
2	Non Convertible Debentures	5,974,782,181	37.03
3	Market Linked Debentures	1,725,397,446	10.69
4	Inter Corporate borrowings	623,500,000	3.86
5	Commercial paper	187,736,358	1.16

5. Stock Ratios

Sr. No.	Name of Instrument	% of Total public funds	% of Total Liabilities	% of Total Assets
a	Commercial paper	1.22	1.16	0.68
b	Non-convertible debentures (Original maturity of less than 1 year)	0	0	0
c	Other short term liabilities	41.57	39.64	23.34

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.