



## Liquidity Coverage Ratio

The Liquidity Coverage Ratio ("LCR") ensures that a Bank has sufficient unencumbered high quality liquid assets ("HQLA") to survive a significant stress scenario for the next 30 days. The Group's LCR disclosure is as per MAS Notice 651 "Liquidity Coverage Ratio Disclosure".

Quarterly average all Currency LCR and Singapore Dollar LCR of 135% and 170% respectively were comfortably above the regulatory requirements of 80% and 100%. 92 calendar days' data points were used in calculating the average figures. The main drivers of LCR are the net cumulative outflow driven mainly by deposit profile and the portfolio of high quality liquid asset which would cause some volatility on a day to day basis. The Group's HQLA composition comprised 90% Level 1 HQLA and the remaining in Level 2A and 2B HQLA. Deposit strategies are regularly discussed in Group ALCO with monitoring on deposit tenure, concentration and currency mismatch etc. The Group's exposures to derivatives and potential collateral calls were relatively insignificant.

Daily liquidity management is centrally managed under GMIM-PLM with regular discussion with Central Treasury and relevant Business Units. Liquidity limits and triggers were established to limit the Group's liquidity exposure. Balance Sheet Risk Management oversees the liquidity risk management in the Group. Contingency funding plans are in place to identify potential liquidity crisis using a series of early warning indicators as well as crisis escalation process and related funding strategies.



**GROUP ALL CURRENCY LCR for 4Q2017**

	(In SGD'm)	Total Unweighted Value Average	Total Weighted Value Average
<b>HIGH-QUALITY LIQUID ASSETS</b>			
1	Total high-quality liquid assests (HQLA)		39,255
<b>CASH OUTFLOWS</b>			
2	Retail deposits and deposits from small business customers, of which:	107,954	9,481
3	Stable deposits	21,614	1,081
4	Less stable deposits	86,340	8,400
5	Unsecured wholesale funding, of which:	101,578	53,786
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	14,478	3,421
7	Non-operational deposits (all counterparties)	83,291	46,556
8	Unsecured debt	3,809	3,809
9	Secured wholesale funding		84
10	Additional requirements, of which:	29,842	5,797
11	Outflows related to derivative exposures and other collateral requirements	2,814	2,332
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	27,027	3,465
14	Other contractual funding obligations	5,078	5,078
15	Other contingent funding obligations	13,040	588
16	<b>TOTAL CASH OUTFLOWS</b>		74,813
<b>CASH INFLOWS</b>			
17	Secured lending (eg reverse repos)	7,620	3,002
18	Inflows from fully performing exposures	53,051	39,012
19	Other cash inflows	4,358	3,546
20	<b>TOTAL CASH INFLOWS</b>	65,029	45,560
Total Adjusted Value			
21	<b>TOTAL HQLA</b>		39,255
22	<b>TOTAL NET CASH OUTFLOWS</b>		29,253
23	<b>LIQUIDITY COVERAGE RATIO (%)</b>		135



**GROUP SGD CURRENCY LCR for 4Q2017**

	(In SGD'm)	Total Unweighted Value Average	Total Weighted Value Average
<b>HIGH-QUALITY LIQUID ASSETS</b>			
1	Total high-quality liquid assests (HQLA)		11,516
<b>CASH OUTFLOWS</b>			
2	Retail deposits and deposits from small business customers, of which:	75,125	6,550
3	Stable deposits	19,244	962
4	Less stable deposits	55,881	5,588
5	Unsecured wholesale funding, of which:	27,784	12,473
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	7,213	1,671
7	Non-operational deposits (all counterparties)	20,535	10,765
8	Unsecured debt	36	36
9	Secured wholesale funding		-
10	Additional requirements, of which:	15,835	6,536
11	Outflows related to derivative exposures and other collateral requirements	5,415	5,413
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	10,420	1,124
14	Other contractual funding obligations	913	913
15	Other contingent funding obligations	228	68
16	<b>TOTAL CASH OUTFLOWS</b>		26,540
<b>CASH INFLOWS</b>			
17	Secured lending (eg reverse repos)	790	3
18	Inflows from fully performing exposures	13,708	9,636
19	Other cash inflows	11,806	11,633
20	<b>TOTAL CASH INFLOWS</b>	26,304	21,273
Total Adjusted Value			
21	<b>TOTAL HQLA</b>		11,516
22	<b>TOTAL NET CASH OUTFLOWS</b>		6,806
23	<b>LIQUIDITY COVERAGE RATIO (%)</b>		170

