



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 162% and 275% respectively were comfortably above the regulatory requirements of 70% 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 93% 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 4Q2016

	(In SGD'm)	Total Unweighted Value Average	Total Weighted Value Average
HIGH-QUALITY LIQUID ASSETS			
1	Total high-quality liquid assests (HQLA)		43,883
CASH OUTFLOWS			
2	Retail deposits and deposits from small business customers, of which:	102,089	8,984
3	Stable deposits	20,390	1,019
4	Less stable deposits	81,699	7,964
5	Unsecured wholesale funding, of which:	90,622	47,029
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	14,769	3,485
7	Non-operational deposits (all counterparties)	72,265	39,956
8	Unsecured debt	3,588	3,588
9	Secured wholesale funding		184
10	Additional requirements, of which:	32,283	6,326
11	Outflows related to derivative exposures and other collateral requirements	3,417	2,692
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	28,865	3,633
14	Other contractual funding obligations	3,226	3,226
15	Other contingent funding obligations	11,845	559
16	TOTAL CASH OUTFLOWS		66,307
CASH INFLOWS			
17	Secured lending (eg reverse repos)	7,145	3,442
18	Inflows from fully performing exposures	42,087	31,321
19	Other cash inflows	4,985	4,222
20	TOTAL CASH INFLOWS	54,217	38,985
Total Adjusted Value			
21	TOTAL HQLA		43,883
22	TOTAL NET CASH OUTFLOWS		27,322
23	LIQUIDITY COVERAGE RATIO (%)		162



GROUP SGD CURRENCY LCR for 4Q2016

	(In SGD'm)	Total Unweighted Value Average	Total Weighted Value Average
HIGH-QUALITY LIQUID ASSETS			
1	Total high-quality liquid assests (HQLA)		17,270
CASH OUTFLOWS			
2	Retail deposits and deposits from small business customers, of which:	70,913	6,188
3	Stable deposits	18,067	903
4	Less stable deposits	52,846	5,285
5	Unsecured wholesale funding, of which:	26,850	11,841
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	7,222	1,665
7	Non-operational deposits (all counterparties)	19,601	10,148
8	Unsecured debt	28	28
9	Secured wholesale funding		-
10	Additional requirements, of which:	15,377	4,681
11	Outflows related to derivative exposures and other collateral requirements	3,424	3,424
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	11,952	1,257
14	Other contractual funding obligations	607	607
15	Other contingent funding obligations	314	66
16	TOTAL CASH OUTFLOWS		23,384
CASH INFLOWS			
17	Secured lending (eg reverse repos)	757	16
18	Inflows from fully performing exposures	8,295	5,357
19	Other cash inflows	12,263	12,095
20	TOTAL CASH INFLOWS	21,315	17,468
Total Adjusted Value			
21	TOTAL HQLA		17,270
22	TOTAL NET CASH OUTFLOWS		6,343
23	LIQUIDITY COVERAGE RATIO (%)		275

