



## 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 157% and 203% respectively were comfortably above the regulatory requirements of 80% and 100%. 91 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 2Q2017**

	(In SGD'm)	Total Unweighted Value Average	Total Weighted Value Average
<b>HIGH-QUALITY LIQUID ASSETS</b>			
1	Total high-quality liquid assests (HQLA)		40,809
<b>CASH OUTFLOWS</b>			
2	Retail deposits and deposits from small business customers, of which:	105,701	9,294
3	Stable deposits	21,242	1,062
4	Less stable deposits	84,459	8,232
5	Unsecured wholesale funding, of which:	95,573	49,974
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	14,743	3,491
7	Non-operational deposits (all counterparties)	75,909	41,562
8	Unsecured debt	4,921	4,921
9	Secured wholesale funding		56
10	Additional requirements, of which:	29,529	5,537
11	Outflows related to derivative exposures and other collateral requirements	2,762	2,203
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	26,767	3,334
14	Other contractual funding obligations	3,591	3,591
15	Other contingent funding obligations	12,168	542
16	<b>TOTAL CASH OUTFLOWS</b>		68,994
<b>CASH INFLOWS</b>			
17	Secured lending (eg reverse repos)	6,415	2,728
18	Inflows from fully performing exposures	49,153	36,681
19	Other cash inflows	4,143	3,386
20	<b>TOTAL CASH INFLOWS</b>	59,711	42,795
Total Adjusted Value			
21	<b>TOTAL HQLA</b>		40,809
22	<b>TOTAL NET CASH OUTFLOWS</b>		26,199
23	<b>LIQUIDITY COVERAGE RATIO (%)</b>		157



**GROUP SGD CURRENCY LCR for 2Q2017**

	(In SGD'm)	Total Unweighted Value Average	Total Weighted Value Average
<b>HIGH-QUALITY LIQUID ASSETS</b>			
1	Total high-quality liquid assests (HQLA)		12,462
<b>CASH OUTFLOWS</b>			
2	Retail deposits and deposits from small business customers, of which:	73,809	6,434
3	Stable deposits	18,932	947
4	Less stable deposits	54,877	5,488
5	Unsecured wholesale funding, of which:	27,594	12,114
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	7,480	1,739
7	Non-operational deposits (all counterparties)	19,835	10,096
8	Unsecured debt	280	280
9	Secured wholesale funding		-
10	Additional requirements, of which:	14,907	5,188
11	Outflows related to derivative exposures and other collateral requirements	4,025	4,025
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	10,882	1,163
14	Other contractual funding obligations	687	687
15	Other contingent funding obligations	318	69
16	<b>TOTAL CASH OUTFLOWS</b>		24,492
<b>CASH INFLOWS</b>			
17	Secured lending (eg reverse repos)	736	-
18	Inflows from fully performing exposures	12,517	9,077
19	Other cash inflows	14,615	14,450
20	<b>TOTAL CASH INFLOWS</b>	27,867	23,526
Total Adjusted Value			
21	<b>TOTAL HQLA</b>		12,462
22	<b>TOTAL NET CASH OUTFLOWS</b>		6,123
23	<b>LIQUIDITY COVERAGE RATIO (%)</b>		203

