



## 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 128% and 174% respectively were comfortably above the regulatory requirements of 90% and 100%. 90 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 92%<sup>1</sup> 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 1Q2018**

	(In SGD'm)	Total Unweighted Value Average	Total Weighted Value Average
<b>HIGH-QUALITY LIQUID ASSETS</b>			
1	Total high-quality liquid assets (HQLA)		42,773
<b>CASH OUTFLOWS</b>			
2	Retail deposits and deposits from small business customers, of which:	110,250	9,683
3	Stable deposits	22,028	1,101
4	Less stable deposits	88,223	8,581
5	Unsecured wholesale funding, of which:	105,348	57,067
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	15,991	3,796
7	Non-operational deposits (all counterparties)	84,777	48,691
8	Unsecured debt	4,580	4,580
9	Secured wholesale funding		174
10	Additional requirements, of which:	30,438	6,012
11	Outflows related to derivative exposures and other collateral requirements	3,115	2,437
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	27,323	3,575
14	Other contractual funding obligations	5,036	5,036
15	Other contingent funding obligations	13,207	616
16	<b>TOTAL CASH OUTFLOWS</b>		78,588
<b>CASH INFLOWS</b>			
17	Secured lending (eg reverse repos)	9,586	3,610
18	Inflows from fully performing exposures	50,790	37,282
19	Other cash inflows	5,052	4,171
20	<b>TOTAL CASH INFLOWS</b>	65,429	45,064
Total Adjusted Value			
21	<b>TOTAL HQLA</b>		42,773
22	<b>TOTAL NET CASH OUTFLOWS</b>		33,524
23	<b>LIQUIDITY COVERAGE RATIO (%)</b>		128



## GROUP SGD CURRENCY LCR for 1Q2018

	(In SGD'm)	Total Unweighted Value Average	Total Weighted Value Average
<b>HIGH-QUALITY LIQUID ASSETS</b>			
1	Total high-quality liquid assets (HQLA)		12,585
<b>CASH OUTFLOWS</b>			
2	Retail deposits and deposits from small business customers, of which:	76,699	6,688
3	Stable deposits	19,647	982
4	Less stable deposits	57,052	5,705
5	Unsecured wholesale funding, of which:	29,194	12,767
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	7,902	1,844
7	Non-operational deposits (all counterparties)	21,243	10,875
8	Unsecured debt	49	49
9	Secured wholesale funding		-
10	Additional requirements, of which:	17,350	7,962
11	Outflows related to derivative exposures and other collateral requirements	6,863	6,857
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	10,488	1,106
14	Other contractual funding obligations	1,114	1,114
15	Other contingent funding obligations	139	73
16	<b>TOTAL CASH OUTFLOWS</b>		28,604
<b>CASH INFLOWS</b>			
17	Secured lending (eg reverse repos)	836	13
18	Inflows from fully performing exposures	13,236	9,008
19	Other cash inflows	15,234	15,072
20	<b>TOTAL CASH INFLOWS</b>	29,306	24,093
			Total Adjusted Value
21	<b>TOTAL HQLA</b>		12,585
22	<b>TOTAL NET CASH OUTFLOWS</b>		7,226
23	<b>LIQUIDITY COVERAGE RATIO (%)</b>		174

<sup>1</sup>after LCR weighting