

# **HSBC InvestDirect Financial Services (India) Limited**

## **Disclosure on Liquidity Risk**

### **Background:**

RBI has issued final guidelines on Liquidity Risk Management Framework for Non-Banking Financial Companies (NBFC) and Core Investment Companies on November 04, 2019. As per the said guidelines, NBFC are required to publicly disclose the below mentioned related to liquidity risk on a quarterly basis. Accordingly, the disclosure on liquidity risk as at December 31, 2021 based on unaudited financials is as under:

### **i) Funding Concentration based on significant counterparty**

**As at Dec 31, 2021**

<b>Sr. No.</b>	<b>Number of significant counterparties</b>	<b>Amount (₹ Crore)</b>	<b>% of Total Deposit</b>	<b>% of Total Liabilities *</b>
1	Commercial Paper from 1 Mutual fund company	30	NA	15%
2	Overdraft from HDFC Bank Ltd.	0	NA	0%
3	Loan from holding company	162	NA	82%

### **ii) Top 20 large deposits (amount in ₹ crore and % of total deposits) - Not Applicable**

### **iii) Top 10 borrowings**

**As at Dec 31, 2021**

<b>Sr. No.</b>	<b>Type of Borrowing</b>	<b>Amount (₹ Crore)</b>	<b>% of borrowings</b>
1	Commercial paper	30	16%
2	Overdraft from Bank	0	0%
3	Loan from holding company	162	84%
	<b>Total</b>	<b>192</b>	<b>100%</b>

iv) **Funding Concentration based on significant instrument/product**  
**As at Dec 31, 2021**

Sr. No.	Number of instrument / product	Amount (₹ Crore)	% of Total Liabilities *
1	Commercial paper	30	15%
2	Overdraft from Bank	0	0%
3	Loan from holding company	162	82%

v) **Stock Ratios:**  
**Dec 31, 2021**

Sr. No.	Stock Ratio	%
1	Commercial Paper To Total Public Funds	NA
2	Commercial Paper To Total Liabilities*	15%
3	Commercial Paper To Total Assets	4%
4	NCD's (original maturity < 1 year) To Total Public Funds	NA
5	NCD's (original maturity < 1 year) To Total Liabilities*	NA
6	NCD's (original maturity < 1 year) To Total Assets	NA
7	Other short-term liabilities To Total Public Funds	NA
8	Other short-term liabilities To Total Liabilities*	17%
9	Other short-term liabilities To Total Assets	5%

vi) **Institutional set-up for liquidity risk management**

HSBC InvestDirect Financial Services (India) Limited has Board approved policy for managing its liquidity risk. The Liquidity risk would be monitored in Asset Liability Management Committee / Risk Management Committee on a monthly basis.

\* Total Liabilities is excluding equity and reserves.