

InCred Financial Services Limited

Background: RBI has issued final guidelines on Liquidity Risk Management Framework for Non-Banking Financial Companies and Core Investment Companies on November 4, 2019. As per the said guidelines, NBFC are required to publicly disclose the below information related to liquidity risk on a quarterly basis. Accordingly, the disclosure on liquidity risk as at September 30, 2021 is as under:

1. Funding Concentration based on significant counterparty (INR in lakhs)

Sr. No.	Number of Significant Counterparties	Amount	% of Total Deposits	% of Total liabilities
1	250	184566.71	NA	80.08%

2. Top 20 large deposits: NA

3. Top 10 Borrowings (INR in lakhs)

Sr. No.	Amount	% of Total borrowings
1	19,932	8.72%
2	18,395	8.27%
3	14,103	6.34%
4	13,671	6.14%
5	13,133	5.90%
6	12,556	5.64%
7	11,502	5.17%
8	8,165	3.67%
9	7,295	3.28%
10	7,113	3.20%

4. Funding Concentration based on significant instrument/product

(INR in lakhs)

Sr. No.	Name of Instrument	Amount	% of Total liabilities
1	Term Loan	105,606	45.28%
2	Non-Convertible Debentures	56,499	26.37%
3	Market Linked Debentures	58,456	20.60%

4	Inter Corporate borrowings	-	0%
5	Cash Credit / WCDL	-	0%
6	Commercial Paper	1952	0.85%

5. Stock Ratios

Sr. No.	Name of Instrument	% of Total public funds	% of Total Liabilities	% of Total Assets
a	Commercial paper	0.88%	0.85%	0.58%
b	Non-convertible debentures (Original maturity of less than 1 year)	0.00%	0.00%	0.00%
c	Other short term liabilities	2.07%	2.00%	1.36%

6. Institutional set-up for liquidity risk management

The Company has formulated an Asset Liability Management Policy. The Asset Liability Management Committee ('ALCO') is responsible for the management of the Company's short term, medium-term and long-term funding, and liquidity management requirements. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and by continuously monitoring forecast and actual cash flows, and by assessing the maturity profiles of financial assets and liabilities. The Company has access to undrawn borrowing facilities at the end of each reporting period. The minutes of ALCO meetings are placed before the Board of Directors in its next meeting for its perusal/approval/ratification.