

# SHAPOORJI PALLONJI FINANCE PRIVATE LIMITED

## Public Disclosure on Liquidity Risk

December 31, 2023

### 1. Funding Concentration based on significant counterparty (both deposit and borrowings)

| Number of Significant Counterparties | O/s Amount<br>(₹ crore) | % of Total<br>deposits | % of Total<br>Liabilities |
|--------------------------------------|-------------------------|------------------------|---------------------------|
| 3                                    | 27.84                   | 0.00%                  | 61.93%                    |

#### Notes:

- Significant Counterparty - a single counterparty or group of connected or affiliated counterparties accounting in aggregate for more than 1% of the company's Total Liabilities
- Outstanding Amount have been considered in case of Bank Lines/ Term Loans
- Total Liabilities has been computed as sum of all liabilities (Balance Sheet figure) less Equities and Reserves/Surplus

### 2. Top 20 large deposits (amount in Rs. crore and % of Total Deposits)

Not Applicable. The Company being a Systemically Important Non-Deposit taking Non-Banking Financial Company registered with Reserve Bank of India does not accept public deposits.

### 3. Top10 Borrowings

| O/s Amount (₹ crore) | % of Total Borrowings |
|----------------------|-----------------------|
| 27.84                | 100.00%               |

#### Note:

- Outstanding Amount have been considered in case of Bank Lines/ Term Loans

### 4. Funding concentration based on significant instrument / product:

| Sr. No. | Name of the instrument/ product       | O/s Amount (₹ crore) | % of Total Liabilities |
|---------|---------------------------------------|----------------------|------------------------|
| 1       | Overdrafts and working capital limits | 0.03                 | 0.06%                  |
| 2       | Term Loan                             | 27.81                | 61.87%                 |
| 3       | Commercial Paper                      | 0.00                 | 0.00%                  |
| 4       | Non Convertible Debentures            | 0.00                 | 0.00%                  |
|         | <b>Total</b>                          | <b>27.84</b>         | <b>61.93%</b>          |

#### Notes:

- Significant Instrument/Product – a single instrument/product or group of similar instruments/ products which in aggregate amount to more than 1% of the company's Total Liabilities.
- Outstanding Amount have been considered in case of Bank Lines/ Term Loans
- Total Liabilities has been computed as sum of all liabilities (Balance Sheet figure) less Equities and Reserves/Surplus.

### 5. Stock Ratios:

| Instrument \ As a % of Total | Public Funds | Liabilities | Assets |
|------------------------------|--------------|-------------|--------|
| Commercial Papers            | 0.00%        | 0.00%       | 0.00%  |
| Non Convertible Debentures   | 0.00%        | 0.00%       | 0.00%  |
| Other Short Term Liabilities | 0.10%        | 0.06%       | 0.01%  |

**Notes:**

- Public Funds has been computed as sum of all liabilities (Balance Sheet figure) less Equities and Reserves/Surplus and other liabilities.
- Other Short-term Liabilities – consists of loans with original maturity/ sanction tenor of less than 1 year
- Outstanding Amount have been considered in case of Bank Lines/ Term Loans
- Total Liabilities has been computed as sum of all liabilities (Balance Sheet figure) less Equities and Reserves/Surplus. Total Assets taken as the Balance Sheet figure

**6. Institutional set-up for liquidity risk management:**

Asset Liability Management Committee (ALCO) of the Company defines its liquidity risk management strategy and sets the overall policy and risk tolerances.

In order to manage/ mitigate liquidity risk, in addition to regulatory limits on liquidity gaps, the Company has also defined prudential internal limit for Liquidity Gap tolerance for its time bucket which is approved by the ALCO.

Treasury is responsible for managing liquidity under the liquidity risk management framework as approved by the ALCO.

Liquidity risk management strategies and practices are reviewed to align with changes to the external environment, including regulatory changes, business conditions and market developments. Actual and anticipated cash flows generated are monitored to ensure compliance with limits.