



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 139% and 169% respectively were comfortably above the regulatory requirements of 70% 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 94% 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 1Q2016

	(In SGD'm)	Total Unweighted Value Average	Total Weighted Value Average
HIGH-QUALITY LIQUID ASSETS			
1	Total high-quality liquid assets (HQLA)		53,384
CASH OUTFLOWS			
2	Retail deposits and deposits from small business customers, of which:	97,227	8,605
3	Stable deposits	18,937	947
4	Less stable deposits	78,289	7,659
5	Unsecured wholesale funding, of which:	99,902	54,387
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	14,802	3,509
7	Non-operational deposits (all counterparties)	80,963	46,741
8	Unsecured debt	4,137	4,137
9	Secured wholesale funding		6
10	Additional requirements, of which:	33,202	5,455
11	Outflows related to derivative exposures and other collateral requirements	3,405	2,228
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	29,796	3,227
14	Other contractual funding obligations	3,262	3,262
15	Other contingent funding obligations	10,367	451
16	TOTAL CASH OUTFLOWS		72,168
CASH INFLOWS			
17	Secured lending (eg reverse repos)	3,433	252
18	Inflows from fully performing exposures	39,528	31,083
19	Other cash inflows	3,134	2,342
20	TOTAL CASH INFLOWS	46,096	33,677
			Total Adjusted Value
21	TOTAL HQLA		53,384
22	TOTAL NET CASH OUTFLOWS		38,490
23	LIQUIDITY COVERAGE RATIO (%)		139

GROUP SGD LCR for 1Q2016

	(In SGD'm)	Total Unweighted Value Average	Total Weighted Value Average
HIGH-QUALITY LIQUID ASSETS			
1	Total high-quality liquid assets (HQLA)		21,613
CASH OUTFLOWS			
2	Retail deposits and deposits from small business customers, of which:	67,602	5,926
3	Stable deposits	16,681	834
4	Less stable deposits	50,921	5,092
5	Unsecured wholesale funding, of which:	29,632	13,201
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	7,016	1,619
7	Non-operational deposits (all counterparties)	22,190	11,156
8	Unsecured debt	427	427
9	Secured wholesale funding		-
10	Additional requirements, of which:	18,321	5,192
11	Outflows related to derivative exposures and other collateral requirements	3,835	3,835
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	14,485	1,356
14	Other contractual funding obligations	798	798
15	Other contingent funding obligations	307	65
16	TOTAL CASH OUTFLOWS		25,182
CASH INFLOWS			
17	Secured lending (eg reverse repos)	730	1
18	Inflows from fully performing exposures	8,705	5,993
19	Other cash inflows	6,472	6,306
20	TOTAL CASH INFLOWS	15,907	12,300
			Total Adjusted Value
21	TOTAL HQLA		21,613
22	TOTAL NET CASH OUTFLOWS		12,882
23	LIQUIDITY COVERAGE RATIO (%)		169