



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 154% and 232% respectively were comfortably above the regulatory requirements of 70% 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 93% 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 1Q2017

	(In SGD'm)	Total Unweighted Value Average	Total Weighted Value Average
HIGH-QUALITY LIQUID ASSETS			
1	Total high-quality liquid assests (HQLA)		43,409
CASH OUTFLOWS			
2	Retail deposits and deposits from small business customers, of which:	103,663	9,117
3	Stable deposits	20,804	1,040
4	Less stable deposits	82,859	8,077
5	Unsecured wholesale funding, of which:	96,942	50,659
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	16,021	3,801
7	Non-operational deposits (all counterparties)	75,874	41,810
8	Unsecured debt	5,047	5,047
9	Secured wholesale funding		16
10	Additional requirements, of which:	31,450	6,320
11	Outflows related to derivative exposures and other collateral requirements	3,282	2,693
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	28,168	3,627
14	Other contractual funding obligations	3,492	3,492
15	Other contingent funding obligations	13,952	603
16	TOTAL CASH OUTFLOWS		70,207
CASH INFLOWS			
17	Secured lending (eg reverse repos)	7,032	3,329
18	Inflows from fully performing exposures	46,114	34,079
19	Other cash inflows	5,062	4,309
20	TOTAL CASH INFLOWS	58,208	41,717
Total Adjusted Value			
21	TOTAL HQLA		43,409
22	TOTAL NET CASH OUTFLOWS		28,491
23	LIQUIDITY COVERAGE RATIO (%)		154



GROUP SGD CURRENCY LCR for 1Q2017

	(In SGD'm)	Total Unweighted Value Average	Total Weighted Value Average
HIGH-QUALITY LIQUID ASSETS			
1	Total high-quality liquid assests (HQLA)		16,134
CASH OUTFLOWS			
2	Retail deposits and deposits from small business customers, of which:	71,619	6,240
3	Stable deposits	18,442	922
4	Less stable deposits	53,177	5,318
5	Unsecured wholesale funding, of which:	28,826	12,532
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	8,249	1,926
7	Non-operational deposits (all counterparties)	20,565	10,594
8	Unsecured debt	13	13
9	Secured wholesale funding		-
10	Additional requirements, of which:	16,122	6,053
11	Outflows related to derivative exposures and other collateral requirements	4,847	4,847
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	11,274	1,206
14	Other contractual funding obligations	589	589
15	Other contingent funding obligations	313	67
16	TOTAL CASH OUTFLOWS		25,481
CASH INFLOWS			
17	Secured lending (eg reverse repos)	602	-
18	Inflows from fully performing exposures	8,741	5,672
19	Other cash inflows	14,481	14,313
20	TOTAL CASH INFLOWS	23,823	19,986
Total Adjusted Value			
21	TOTAL HQLA		16,134
22	TOTAL NET CASH OUTFLOWS		7,025
23	LIQUIDITY COVERAGE RATIO (%)		232

