

Leverage Ratio

The leverage ratio acts as a credible supplementary measure to the risk-based capital requirement. The Bank is required to maintain a minimum leverage ratio of 3.50% with effect from October 1, 2019. The Bank's leverage ratio as on December 31, 2024, calculated in accordance with the RBI guidelines is as follows:

1. Leverage Ratio Common Disclosure

Rs. In Million

Sl. No.	Item	As on December 31, 2024
On-balance sheet exposures		
1	On-balance sheet items (excluding derivatives and SFTs, but including collateral)	18,39,143.80
2	(Asset amounts deducted in determining Basel III Tier 1 capital)	(1,669.05)
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)	18,37,474.76
Derivative exposures		
4	Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin)	825.12
5	Add-on amounts for PFE associated with all derivatives transactions	1,019.40
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	-
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	-
8	(Exempted CCP leg of client-cleared trade exposures)	-
9	Adjusted effective notional amount of written credit derivatives	-
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-
11	Total derivative exposures (sum of lines 4 to 10)	1,844.52
Securities financing transaction exposures		
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	-
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-
14	CCR exposure for SFT assets	-
15	Agent transaction exposures	-
16	Total securities financing transaction exposures (sum of lines 12 to 15)	(0.00)

Other off-balance sheet exposures		
17	Off-balance sheet exposure at gross notional amount	1,08,915.99
18	(Adjustments for conversion to credit equivalent amounts)	(63,356.44)
19	Off-balance sheet items (sum of lines 17 and 18)	45,559.55
Capital and total exposures		
20	Tier 1 capital	2,13,221.43
21	Total exposures (sum of lines 3, 11, 16 and 19)	18,84,878.82
Leverage ratio		
22	Basel III leverage ratio	11.31%

2. Summary comparison of Accounting assets and Leverage Ratio Exposure Measure

Rs. In Million

Sl. No.	Item	As on December 31, 2024
1	Total consolidated assets as per published financial statements	18,39,143.80
2	Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	-
3	Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-
4	Adjustments for derivative financial instruments	1,844.52
5	Adjustment for securities financing transactions (i.e. repos and similar secured lending)	-
6	Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off- balance sheet exposures)	45,559.55
7	Other adjustments (i.e. Asset amounts deducted in determining Basel III Tier 1 capital)	(1,669.05)
8	Leverage ratio exposure	18,84,878.82

The Bank's Leverage Ratio as on December 31, 2024, stands at 11.31%, calculated as Tier 1 Capital divided by Total On/Off-Balance Sheet exposure. The total exposure amounts to Rs. 18,84,878.82 million. The Tier 1 Capital is recorded at Rs 2,13,221.43 million. The position remained above the minimum regulatory requirement of 3.5%. The available Tier 1 capital is sufficient for ongoing Balance Sheet growth on a non-risk adjusted basis.