

KOTAK MAHINDRA INVESTMENTS LIMITED

Disclosure on Liquidity Risk Under Liquidity Risk Management Framework as at 30th June 2024.

(i) Funding Concentration based on significant counterparty (both deposits and borrowings)

(Amount in lakhs)

Sr No.	Number of Significant Counterparties *	Amount**	% of Total deposits	% of Total Liabilities
1	14	642,970	0%	61.06%

* A "Significant counterparty" is defined as a single counterparty or group of connected or affiliated counterparties accounting in aggregate for more than 1% of the total liabilities, Significant counterparty has been computed using Latest Beneficiary Position instead of original subscribers.

** Total Amount is consider on the basis of borrowing face value

(ii) Top 20 large deposits

Not Applicable

(iii) Top 10 Borrowings (amount in Rs Lakh and % of Total Borrowings)

(Amount in lakhs)

Sr No.	Name of the party	Amount*	% of Total Borrowings
1	HDFC MUTUAL FUND	126,400	12%
2	STATE BANK OF INDIA	118,900	12%
3	HDFC BANK LIMITED	91,250	9%
4	WIPRO LIMITED	87,500	9%
5	ICICI PRUDENTIAL SAVINGS FUND	32,500	3%
6	KOTAK MAHINDRA BANK LIMITED	30,000	3%
7	ZOMATO LIMITED	27,820	3%
8	HCL TECHNOLOGIES LIMITED	25,500	2%
9	NIPPON LIFE INDIA TRUSTEE LTD-A/C NIPPON INDIA FLOATING RATE FUND	20,000	2%
10	CANARA BANK	19,100	2%
1	Top 10 Borrowings		578,970
2	% age of Total Borrowings		56.53%

* Total Amount is consider on the basis of borrowing face value

(iv) Funding Concentration based on significant instrument/product

(Amount in lakhs)

Sr No.	Name of Significant Instrument / Product **	Amount*	% of Total Liabilities ***
1	Non-Convertible Debenture	753,711	71.58%
2	Commercial Paper	43,225	4.11%
3	Borrowing from Banks	207,580	19.71%
4	Inter Corporate Deposits	11,833	1.12%
5	Unsecured Debentures	20,660	1.96%

** A "significant instrument/product" is defined as a single instrument/product of group of similar instruments/products which in aggregate amount to more than 1% of total liabilities. Significant counterparty has been computed using Latest Beneficiary Position instead of original subscribers.

*** Total Liabilities has been computed as sum of all liabilities (Balance Sheet figure) less Equities and Reserves/Surplus

(v) Stock Ratios:

Sr No.	Instrument/Product	%age of		
		Total Public Funds*	Total Liabilities	Total Assests
1	Commercial Paper	4.17%	4.11%	3.10%
2	Non Convertible Debentures (Original Maturity of Less than One Year)	0.00%	0.00%	0.00%
3	Borrowing from Banks (short term borrowings)	2.58%	2.54%	1.92%
4	Inter Corporate Deposits (short term borrowings)	0.26%	0.25%	0.19%

*Public funds are considered as total of borrowings from NCD, CP, Bank Loans and ICDS.

Institutional set-up for liquidity risk management

The Company's ALCO monitors asset liability mismatches to reduce imbalances on its Balance Sheet. The Company continuously monitors liquidity in the market; and as a part of its ALM strategy, the Company maintains a liquidity buffer to reduce this risk.

In a normal economic scenario liquidity buffer (primarily in the form Bank fixed deposits, MFs, and unutilised bank lines,) of 2 to 3 months of debt repayment is maintained by the Company. This is over and above the regulatory requirement of maintaining High Quality Liquid Assets investments for LCR purposes.

RBI vide Circular No. RBI/2019-20/88 DOR.NBFC (PD) CC. No.102/03.10.001/2019-20 has come up with guidelines on liquidity risk framework for NBFCs. It covers various aspects of liquidity risk management in NBFCs such as granular level classification of buckets in structural liquidity statement and tolerance limits thereupon, liquidity risk management tools and principles.

The Company has formulated a policy on Liquidity Risk Management Framework which covers liquidity risk management, maintaining LCR, stress testing, contingency funding plan, maturity profiling and liquidity risk measurement – stock approach, interest Rate Risk and liquidity risk monitoring tools.

		Average for the quarter	
HQLA		Total Unweighted Value	Total Weighted Value
1	HQLA:		
	Cash	61.84	61.84
	Gsec/ Tbills	1,180.48	1,180.48
Cash Outflow:			
2	Deposits (for deposit taking companies)		-
3	Unsecured wholesale funding	148.90	171.24
4	Secured wholesale funding	102.47	117.84
5	<u>Additional requirements, of which:</u>		-
	Outflows related to derivative exposures and other collateral requirements		-
	Outflows related to loss of funding on debt products		-
	Credit and liquidity facilities		-
6	Other contractual funding obligations	27.80	31.97
7	Other contingent funding obligations	1,197.07	1,376.62
8	TOTAL CASH OUTFLOWS	1,476.23	1,697.67
Cash Inflows:			
9	Secured lending	393.83	295.37
10	Inflows from fully performing exposures		-
11	Other cash inflows:		-
	Mutual Fund	224.52	168.39
	ICD/CD		-
	FD	-	-
	Others	-	-
12	TOTAL CASH INFLOWS	618.35	463.76
13	Total HQLA		1,242.32
14	Total Net cash outflows		1,233.91
15	Liquidity Coverage Ratio %		100.68%