

QUALITATIVE DISCLOSURE ON NET STABLE FUNDING RATIO

The Net Stable Funding Ratio (NSFR) and Liquidity Coverage Ratio (LCR) are significant components of the Basel III reforms. The LCR guidelines which promote short term resilience of a bank's liquidity profile have been issued vide circular DBOD.BP.BC.No.120/21.04.098/2013-14 dated June 9, 2014. **The NSFR guidelines on the other hand ensure reduction in funding risk over a longer time horizon by requiring banks to fund their activities with sufficiently stable sources of funding in order to mitigate the risk of future funding stress.**

In the Indian context, the guidelines for NSFR were effective from October 1, 2021. The NSFR is defined as the amount of available stable funding relative to the amount of required stable funding. "Available stable funding" (ASF) is defined as the portion of capital and liabilities expected to be reliable over the time horizon considered by the NSFR, which extends to one year. The amount of stable funding required ("Required stable funding") (RSF) of a specific institution is a function of the liquidity characteristics and residual maturities of the various assets held by that institution as well as those of its off-balance sheet (OBS) exposures. The run-off factors for the stressed scenarios are prescribed by the RBI, for various categories of liabilities (viz., deposits, unsecured and secured wholesale borrowings), undrawn commitments, derivative-related exposures, and offset with inflows emanating from assets maturing within the same time period. **The minimum NSFR requirement set out in the RBI guideline for the standalone Bank and for Group effective October 1, 2021 is 100%.**

The PNB on a consolidated basis at 31st Mar, 2025 maintained Available Stable Funding (ASF) of ₹ 13,54,199 Crore against the RSF requirement of ₹ 10,35,812 Crore. The NSFR for the quarter ended March 31, 2025 was at 130.74%.

The Available Stable Funding (ASF) is primarily driven by the total regulatory capital as per Basle III Capital Adequacy guidelines stipulated by RBI and deposits from retail customers, small business customers and non-financial corporate customers. Under the Required Stable Funding (RSF), the primary drivers are unencumbered performing loans with residual maturities of one year or more.

Punjab National Bank - Consolidated						
NSFR Disclosure as of 31.03.2025					(Amount in ₹ Crore)	
(₹ in Crore)		Unweighted value by residual maturity				Weighted value
		No maturity*	< 6 months	6 months to < 1yr	≥ 1yr	
ASF Item						
1	Capital: (2+3)	1,24,762	0	495	36,593	1,61,849
2	Regulatory capital	1,24,762	0	495	31,400	1,56,657
3	Other capital instruments	0	0	0	5,193	5,193
4	Retail deposits and deposits from small business customers: (5+6)	4,86,639	1,81,653	3,75,640	729	9,45,792
5	Stable deposits	74,549	15,680	20,236	213	1,05,156
6	Less stable deposits	4,12,090	1,65,973	3,55,404	515	8,40,636
7	Wholesale funding: (8+9)	82,677	1,50,524	1,72,024	42,077	2,44,690
8	Operational deposits	0	15	0	0	8
9	Other wholesale funding	82,677	1,50,509	1,72,024	42,077	2,44,682
10	Other liabilities: (11+12)	21,514	2,08,876	2,759	3,629	1,868
11	NSFR derivative liabilities		0	0	0	
12	All other liabilities and equity not included in the above categories	21,514	1,97,764	2,671	1,868	1,868
13	Total ASF (1+4+7+10)					13,54,199
RSF Item						
14	Total NSFR high-quality liquid assets (HQLA)					19,435
15	Deposits held at other financial institutions for operational purposes	13,496	116	0	0	6,806
16	Performing loans and securities: (17+18+19+21+23)	3,263	3,38,786	83,632	8,22,406	8,43,411
17	Performing loans to financial institutions secured by Level 1 HQLA	0	16,801	126	195	1,728

Punjab National Bank - Consolidated						
NSFR Disclosure as of 31.03.2025					(Amount in ₹ Crore)	
(₹ in Crore)		Unweighted value by residual maturity				Weighted value
		No maturity*	< 6 months	6 months to < 1yr	≥ 1yr	
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	0	91,408	29,456	1,14,289	1,42,728
19	Performing loans to non- financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks, and PSEs, of which:	0	1,70,105	47,125	5,34,794	5,29,904
20	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	0	1,04,454	21,403	1,66,427	1,71,106
21	Performing residential mortgages, of which:	0	41,611	2,479	90,902	84,731
22	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	0	27,809	2,168	72,901	62,374
23	Securities that are not in default and do not qualify as HQLA, including exchange- traded equities	3,263	18,860	4,446	82,226	84,319
24	Other assets: (sum of rows 25 to 29)	1,23,235	1,323	606	28,129	1,53,226
25	Physical traded commodities, including gold	0	0	0	0	0
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	448	0	0	0	381
27	NSFR derivative assets	0	0	0	0	0
28	NSFR derivative liabilities before deduction of variation margin posted	0	1	1	33	35
29	All other assets not included in the above categories	1,22,787	1,322	606	28,096	1,52,810
30	Off-balance sheet items	0	44,303	17,031	2,30,293	12,934
31	Total RSF					10,35,812
32	Net Stable Funding Ratio (%)					130.74

Punjab National Bank - Consolidated						
NSFR Disclosure as of 31.12.2024					(Amount in ₹ Crore)	
(₹ in Crore)		Unweighted value by residual maturity				Weighted value
		No maturity*	< 6 months	6 months to < 1yr	≥ 1yr	
ASF Item						
1	Capital: (2+3)	1,12,389	0	0	36,058	1,48,447
2	Regulatory capital	1,12,389	0	0	33,695	1,46,084
3	Other capital instruments	0	0	0	2,363	2,363
4	Retail deposits and deposits from small business customers: (5+6)	4,81,725	2,12,155	3,37,063	836	9,34,234
5	Stable deposits	75,365	17,655	17,953	241	1,05,665
6	Less stable deposits	4,06,359	1,94,500	3,19,111	596	8,28,569
7	Wholesale funding: (8+9)	75,984	1,75,062	1,04,865	40,714	2,18,669
8	Operational deposits	0	15	0	0	8
9	Other wholesale funding	75,984	1,75,047	1,04,865	40,714	2,18,662
10	Other liabilities: (11+12)	23,304	2,15,905	2,455	86	86
11	NSFR derivative liabilities		0	0	0	
12	All other liabilities and equity not included in the above categories	23,304	2,15,905	2,455	86	86
13	Total ASF (1+4+7+10)					13,01,436
RSF Item						
14	Total NSFR high-quality liquid assets (HQLA)					19,143
15	Deposits held at other financial institutions for operational purposes	14,585	57	0	0	7,321
16	Performing loans and securities: (17+18+19+21+23)	4,497	3,13,484	1,02,747	7,78,624	8,19,489
17	Performing loans to financial institutions secured by Level 1 HQLA	0	1,531	332	0	319

Punjab National Bank - Consolidated						
NSFR Disclosure as of 31.12.2024					(Amount in ₹ Crore)	
(₹ in Crore)		Unweighted value by residual maturity				Weighted value
		No maturity*	< 6 months	6 months to < 1yr	≥ 1yr	
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	0	1,04,919	30,698	1,11,421	1,42,508
19	Performing loans to non- financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks, and PSEs, of which:	0	1,50,500	63,044	4,98,464	5,10,760
20	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	0	69,493	37,448	98,533	1,17,517
21	Performing residential mortgages, of which:	0	52,539	2,359	86,249	86,808
22	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	0	36,407	2,083	69,761	64,590
23	Securities that are not in default and do not qualify as HQLA, including exchange- traded equities	4,497	3,995	6,314	82,491	79,094
24	Other assets: (sum of rows 25 to 29)	1,24,636	1,242	670	27,667	1,54,133
25	Physical traded commodities, including gold	0	0	0	0	0
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	549	0	0	0	467
27	NSFR derivative assets	0	0	0	0	0
28	NSFR derivative liabilities before deduction of variation margin posted	0	1	1	19	20
29	All other assets not included in the above categories	1,24,087	1,241	669	27,649	1,53,646
30	Off-balance sheet items	0	43,801	17,235	1,76,632	10,251
31	Total RSF					10,10,337
32	Net Stable Funding Ratio (%)					128.81

Punjab National Bank - Consolidated						
NSFR Disclosure as of 30.09.2024					(Amount in ₹ Crore)	
(₹ in Crore)		Unweighted value by residual maturity				Weighted value
		No maturity*	< 6 months	6 months to < 1yr	≥ 1yr	
ASF Item						
1	Capital: (2+3)	1,12,766	0	0	34,841	1,47,607
2	Regulatory capital	1,12,766	0	0	31,195	1,43,961
3	Other capital instruments	0	0	0	3,646	3,646
4	Retail deposits and deposits from small business customers: (5+6)	4,75,428	2,70,164	2,74,367	860	9,24,313
5	Stable deposits	74,187	20,540	15,081	280	1,04,597
6	Less stable deposits	4,01,241	2,49,624	2,59,287	580	8,19,716
7	Wholesale funding: (8+9)	76,893	1,53,132	90,605	35,811	1,96,126
8	Operational deposits	0	17	0	0	8
9	Other wholesale funding	76,893	1,53,115	90,605	35,811	1,96,117
10	Other liabilities: (11+12)	22,305	1,94,948	122	1,722	1,722
11	NSFR derivative liabilities		0	0	0	
12	All other liabilities and equity not included in the above categories	22,305	1,94,948	122	1,722	1,722
13	Total ASF (1+4+7+10)					12,69,768
RSF Item						
14	Total NSFR high-quality liquid assets (HQLA)					18,982
15	Deposits held at other financial institutions for operational purposes	7,469	47	0	0	3,758
16	Performing loans and securities: (17+18+19+21+23)	3,983	2,55,964	1,13,690	7,70,488	7,88,920
17	Performing loans to financial institutions secured by Level 1 HQLA	0	921	0	0	92
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	0	64,421	26,332	1,06,371	1,29,200

Punjab National Bank - Consolidated						
NSFR Disclosure as of 30.09.2024					(Amount in ₹ Crore)	
(₹ in Crore)		Unweighted value by residual maturity				Weighted value
		No maturity*	< 6 months	6 months to < 1yr	≥ 1yr	
19	Performing loans to non- financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks, and PSEs, of which:	0	1,40,255	76,258	4,99,577	4,98,850
20	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	0	80,205	49,194	1,70,235	1,75,352
21	Performing residential mortgages, of which:	0	41,803	2,200	81,878	78,398
22	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	0	32,039	1,931	66,003	59,887
23	Securities that are not in default and do not qualify as HQLA, including exchange- traded equities	3,983	8,564	8,900	82,662	82,381
24	Other assets: (sum of rows 25 to 29)	1,17,261	1,559	777	18,921	1,38,457
25	Physical traded commodities, including gold	0	0	0	0	0
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	400	0	0	0	340
27	NSFR derivative assets	0	1	0	0	1
28	NSFR derivative liabilities before deduction of variation margin posted	29	0	0	0	29
29	All other assets not included in the above categories	1,16,831	1,558	777	18,921	1,38,086
30	Off-balance sheet items	0	848	2,04,743	77,940	12,618
31	Total RSF					9,62,735
32	Net Stable Funding Ratio (%)					131.89

Punjab National Bank - Consolidated						
NSFR Disclosure as of 30.06.2024					(Amount in ₹ Crore)	
(₹ in Crore)		Unweighted value by residual maturity				Weighted value
		No maturity*	< 6 months	6 months to < 1yr	≥ 1yr	
ASF Item						
1	Capital: (2+3)	1,07,034	0	0	34,900	1,41,934
2	Regulatory capital	1,07,034	0	0	31,195	1,38,229
3	Other capital instruments	0	0	0	3,705	3,705
4	Retail deposits and deposits from small business customers: (5+6)	4,51,101	1,53,363	3,85,245	975	8,97,183
5	Stable deposits	73,234	13,600	22,591	265	1,04,219
6	Less stable deposits	3,77,867	1,39,762	3,62,654	710	7,92,965
7	Wholesale funding: (8+9)	83,151	1,40,963	97,941	34,669	1,95,697
8	Operational deposits	0	0	0	0	0
9	Other wholesale funding	83,151	1,40,963	97,941	34,669	1,95,697
10	Other liabilities: (11+12)	48,540	1,23,263	2,833	1,811	1,811
11	NSFR derivative liabilities		0	0	0	
12	All other liabilities and equity not included in the above categories	48,540	1,23,263	2,833	1,811	1,811
13	Total ASF (1+4+7+10)					12,36,625
RSF Item						
14	Total NSFR high-quality liquid assets (HQLA)					18,311
15	Deposits held at other financial institutions for operational purposes	4,164	85	0	0	2,125
16	Performing loans and securities: (17+18+19+21+23)	12,108	2,84,398	90,145	7,17,323	7,43,001
17	Performing loans to financial institutions secured by Level 1 HQLA	0	3,210	0	0	321
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	0	93,873	18,656	92,690	1,16,099

Punjab National Bank - Consolidated						
NSFR Disclosure as of 30.06.2024					(Amount in ₹ Crore)	
(₹ in Crore)		Unweighted value by residual maturity				Weighted value
		No maturity*	< 6 months	6 months to < 1yr	≥ 1yr	
19	Performing loans to non- financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks, and PSEs, of which:	0	1,53,226	66,231	4,63,084	4,72,465
20	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	0	84,540	43,855	1,54,422	1,64,572
21	Performing residential mortgages, of which:	0	32,990	2,235	83,631	75,533
22	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk	0	26,049	1,923	65,832	56,777
23	Securities that are not in default and do not qualify as HQLA, including exchange- traded equities	12,108	1,100	3,024	77,918	78,584
24	Other assets: (sum of rows 25 to 29)	92,244	1,358	1,306	17,691	1,12,500
25	Physical traded commodities, including gold	0	0	0	0	0
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	419	0	0	0	357
27	NSFR derivative assets	0	0	0	0	0
28	NSFR derivative liabilities before deduction of variation margin posted	17	0	0	0	17
29	All other assets not included in the above categories	91,807	1,358	1,306	17,691	1,12,127
30	Off-balance sheet items	0	793	1,86,865	64,411	11,315
31	Total RSF					8,87,252
32	Net Stable Funding Ratio (%)					139.38