

## Leverage Ratio

The leverage ratio act as a credible supplementary measure to the risk based capital requirement. The Bank is required to maintain a minimum leverage ratio of 4.5%. The Bank's leverage ratio, calculated in accordance with the RBI guidelines under consolidated framework is as follows:

Comparison of accounting assets and leverage ratio exposure

		<b>(In Rs Million)</b>
<b>S. No.</b>	<b>Leverage ratio framework*</b>	<b>30-June-2017</b>
1	Total consolidated assets	795,747.11
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	142,534.13
5	Adjustment for securities financing transactions (i.e. repos and similar secured lending)	511.48
6	Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off- balance sheet exposures)	261,501.24
7	Other adjustments	(4,066.98)
<b>8</b>	<b>Leverage ratio exposure</b>	<b>1,196,226.98</b>

\* Based on unaudited accounts

Leverage ratio common disclosure

		<b>(In Rs Million)</b>
<b>S. No.</b>	<b>Leverage ratio framework*</b>	<b>30-June-2017</b>
<b>On-balance sheet exposures</b>		
1	On-balance sheet items (excluding derivatives and SFTs, but including collateral)	619,376.05
2	(Asset amounts deducted in determining Basel III Tier 1 capital)	(4,066.98)
<b>3</b>	<b>Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)</b>	<b>615,309.07</b>
<b>Derivative exposures</b>		
4	Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin)	100,372.44
5	Add-on amounts for PFE associated with all derivatives transactions	142,997.75
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)	-
<b>11</b>	<b>Total derivative exposures (sum of lines 4 to 10)</b>	<b>243,370.19</b>

Leverage ratio common disclosure (continue.)

<b>Securities financing transaction exposures</b>		
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	75,535.00
13	(Netted amounts of cash payables and cash receivables of gross SFT ASSETS)	-
14	CCR exposure for SFT assets	511.48
15	Agent transaction exposures	-
<b>16</b>	<b>Total securities financing transaction exposures (sum of lines 12 to 15)</b>	<b>76,046.48</b>
<b>Other off-balance sheet exposures</b>		
17	Off-balance sheet exposure at gross notional amount	694,573.94
18	(Adjustments for conversion to credit equivalent amounts)	(433,072.70)
<b>19</b>	<b>Off-balance sheet items (sum of lines 17 and 18)</b>	<b>261,501.24</b>
<b>Capital and total exposures</b>		
<b>20</b>	<b>Tier 1 capital</b>	<b>109,065.90</b>
<b>21</b>	<b>Total exposures (sum of lines 3, 11, 16 and 19)</b>	<b>1,196,226.98</b>
<b>Leverage ratio</b>		
<b>22</b>	<b>Basel III leverage ratio</b>	<b>9.12%</b>

\* Based on unaudited accounts

Reconciliation of total published balance sheet size and on balance sheet exposure under common disclosure

		<b>(In Rs Million)</b>
<b>S. No.</b>	<b>Leverage ratio framework*</b>	<b>30-June-2017</b>
1	Total consolidated assets	795,747.11
2	Replacement cost associated with all derivatives transactions, i.e. net of eligible cash variation margin	(100,836.07)
3	Adjustment for securities financing transactions (i.e. repos and similar secured lending)	(75,534.99)
4	Adjustment for entitles outside the scope of regulatory consolidation	-
<b>5</b>	<b>On-balance sheet exposure under leverage ratio (excluding derivatives and SFTs)</b>	<b>619,376.05</b>

\* Based on unaudited accounts