

Leverage Ratio

The leverage ratio act as a credible supplementary measure to the risk based capital requirement. w.e.f October 1, 2019 The Bank is required to maintain a minimum Leverage Ratio at 4% for Domestic Systemically Important Banks (DSIBs) and 3.5% for other Banks as per notification dated June 28, 2019.

The Bank's leverage ratio, calculated in accordance with the RBI guidelines under solo and consolidated framework is as follows:

Comparison of accounting assets and leverage ratio exposure as of December 31, 2023

(In Rs '000)

S. No.	Leverage ratio framework	Solo	Regulatory scope of consolidation*
1	Total consolidated assets	1,327,164,711	1,365,311,226
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	204,125,250	204,125,250
5	Adjustment for securities financing transactions (i.e. repos and similar secured lending)	249,386	249,386
6	Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off- balance sheet exposures)	307,198,047	310,294,102
7	Other adjustments	(1,726,020)	(8,148,520)
8	Leverage ratio exposure	1,837,011,374	1,871,831,444

*Based on unaudited accounts

Leverage ratio common disclosure

(In Rs '000)

S. No.	Leverage ratio framework	Solo	Regulatory scope of consolidation*
On-balance sheet exposures			
1	On-balance sheet items (excluding derivatives and SFTs, but including collateral)	1,215,310,243	1,253,456,758
2	(Asset amounts deducted in determining Basel III Tier 1 capital)	(1,726,020)	(8,148,520)
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)	1,213,584,223	1,245,308,238
Derivative exposures			
4	Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin)	35,928,834	35,928,834
5	Add-on amounts for PFE associated with all derivatives transactions	254,411,477	254,411,477
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)	290,340,311	290,340,311
Securities financing transaction exposures			
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	25,639,407	25,639,407
13	(Netted amounts of cash payables and cash receivables of gross SFT ASSETS)	-	-
14	CCR exposure for SFT assets	249,386	249,386
15	Agent transaction exposures	-	-
16	Total securities financing transaction exposures (sum of lines 12 to 15)	25,888,793	25,888,793
Other off-balance sheet exposures			
17	Off-balance sheet exposure at gross notional amount	843,703,836	874,664,386
18	(Adjustments for conversion to credit equivalent amounts)	(536,505,789)	(564,370,284)
19	Off-balance sheet items (sum of lines 17 and 18)	307,198,047	310,294,102
Capital and total exposures			
20	Tier 1 capital	210,615,488	220,051,027
21	Total exposures (sum of lines 3, 11, 16 and 19)	1,837,011,374	1,871,831,444
Leverage ratio			
22	Basel III leverage ratio	11.47%	11.76%

*Based on unaudited accounts

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

(In Rs '000)

S. No.	Leverage ratio framework	Solo	Regulatory scope of consolidation*
1	Total consolidated assets	1,327,164,711	1,365,311,226
2	Replacement cost associated with all derivatives transactions, i.e., net of eligible cash variation margin	(86,215,061)	(86,215,061)
3	Adjustment for securities financing transactions (i.e., repos and similar secured lending)	(25,639,407)	(25,639,407)
4	Adjustment for entities outside the scope of regulatory consolidation	-	-
5	On-balance sheet exposure under leverage ratio (excluding derivatives and SFTs)	1,215,310,243	1,253,456,758

*Based on unaudited accounts

Previous period Leverage Ratios for DBAG India

(In Rs '000)	December 31, 2023	September 30, 2023	June 30, 2023	March 31, 2023
Tier 1 Capital	210,615,488	197,478,331	197,526,844	183,837,783
Exposure Measure	1,837,011,374	1,853,698,133	1,870,250,813	1,780,796,948
Leverage Ratio %	11.47%	10.65%	10.56%	10.32%