

SBFC Finance Limited
Public Disclosure on Liquidity Risk (As on 31st December 2025)

Background

RBI has issued final guidelines on Liquidity Risk Management Framework for Non-Banking Financial Companies and Core Investment Companies on November 04, 2019 vide circular RBI/2019-20/88 DOR.NBFC (PD) CC.No.102/03.10.001/2019-20. As per the said guidelines, NBFC are required to publicly disclose the below information related to liquidity risk on a quarterly basis. Accordingly, the disclosure on liquidity risk as at 31st December 2025 is as under:

i. Funding Concentration based on significant counterparty (borrowings)

S.No	Number of Significant Counterparties*	Amount (Rs. in Cr)	% of Total deposits	% of Total Liabilities
1	22	6,606	Nil	91.12%

*Significant instrument/product" is defined as group of similar instruments/products which in aggregate amount to more than 1% total liabilities

ii. Top 20 large Deposits

Not applicable, since the Company is a non-deposit taking Non-Banking Financial Company.

iii. Top 10 Borrowings

Amount (Rs. in Cr)	% of Total borrowings
4,829	69.35%

iv. Funding concentrations based on significant instrument/Product

S.No	Name of product/ instrument	Amount (Rs. in Cr)	% of Total Liabilities
1	Debt securities	1,000	13.79%
2	Private Sector Bank	2,720	37.52%
3	Financial Institutions	292	4.03%
4	Public Sector Bank	1,124	15.50%
5	Securitization	152	2.10%
6	Foreign Bank	78	1.07%
7	FCNR Loan and ECB	1,596	22.01%

v. Stock Ratios:

S.No	Stock ratio	Percentage
1	Commercial papers as a % of total liabilities	Nil
2	Commercial papers as a % of total assets	Nil
3	Non-convertible debentures (original maturity of less than one year) as a % of total liabilities	14.58%
4	Non-convertible debentures (original maturity of less than one year) as a % of total assets	9.77%
5	Other short-term liabilities as a % of total liabilities #	2.88%
6	Other short-term liabilities as a % of total assets	1.93%
7	Other short-term liabilities as a % of total long term assets	3.19%
8	Debt equity ratio (times) ##	1.67
9	Current ratio	NA

#Total liabilities represent Total liabilities less equity and other equity

##(Debt Securities + Borrowings (Other than debt Securities))/ (Equity Share Capital + Other Equity)

vi. Institutional set-up for liquidity risk management

- The Liquidity Risk Management framework of the Company is governed by its Liquidity Risk Management policy and procedures approved by the Board.
- The Board of Directors of the Company have the overall responsibility of management of liquidity risk. Board decides the strategy, policies and procedures of the NBFC to manage liquidity risk in accordance with the liquidity risk tolerance/limits decided by it.
- Risk Management Committee (RMC) reports to the Board and evaluates overall risks faced by the Company including liquidity risk.
- Asset Liability Management Committee (ALCO) of the Company implements the liquidity risk management strategy and ensures adherence to the risk tolerance/limits set by the Board.
- In order to ensure a diversified borrowing mix, concentration of borrowing through various sources are monitored.