

# VOLKSWAGEN FINANCE PRIVATE LIMITED

## APPENDIX I as on 30<sup>th</sup> September 2020 (Un-Audited & Provisional)

Please find below "Appendix I" as required in the guideline issued by Reserve Bank of India for Liquidity Risk Management Framework for Non-Banking Financial Companies ("NBFC's) and Core Investment Companies vide circular no. RBI/2019-20/88 DOR.NBFC (PD) CC. No.102/03.10.001/2019-20 dated 4<sup>th</sup> November 2019.

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

Sr. No.	Number of Significant counterparties	Amount (Rs. In Crores)	% of Total Deposits	% of Total Liabilities (Borrowings)
<b>Deposits</b>				
1	Nil. The Company is registered with RBI as Non Deposit accepting NBFC.			
<b>Borrowings</b>				
1	Long Term NCD's	450	N.A.	21%
2	Long Term Bank Loans	551	N.A.	26%
3	Working Capital Demand Loan	525	N.A.	25%
4	Commercial Paper	500	N.A.	23%
5	Cash Credit	109	N.A.	5%
	<b>Total</b>	<b>2,135</b>		<b>100%</b>

Note: \* Included only Principal amount.

**ii). Top 20 large deposits (amount in Rs. Crore and % of total deposits).**

- Nil. The Company is registered with RBI as Non Deposit accepting NBFC.

**iii) Top 10 borrowings (amount in Rs Crores & % of total borrowings\*)**

Sr. No.	Number of Significant counterparties	Amount (Rs. In Crores)	% of Total Deposits	% of Total Liabilities (Borrowings)
<b>1</b>	<b>Long Term NCD's*</b>	<b>450</b>	<b>N.A.</b>	<b>21%</b>
	Bank	150	N.A.	7%
	Mutual Funds	300	N.A.	14%
<b>2</b>	<b>Long Term Bank Loans</b>	<b>551</b>	<b>N.A.</b>	<b>26%</b>
	Bank of America	407	N.A.	19%
	Scotiabank	144	N.A.	7%
<b>3</b>	<b>Working Capital Demand Loan</b>	<b>525</b>	<b>N.A.</b>	<b>25%</b>
	Societe Generale	135	N.A.	6%
	Barclays Bank	90	N.A.	4%
	J P Morgan Chase Bank	300	N.A.	15%
<b>4</b>	<b>Commercial Paper</b>	<b>500</b>	<b>N.A.</b>	<b>23%</b>
	State Bank of India	500	N.A.	23%
<b>5</b>	<b>Cash Credit</b>	<b>109</b>	<b>N.A.</b>	<b>5%</b>
	J P Morgan Chase Bank	109	N.A.	5%
	<b>Total</b>	<b>2,135</b>		<b>100%</b>

Note: \* Included only Principal amount.

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- Detailed break up is as follows\*:

Sr. No.	Number of Significant counterparties	Amount (Rs. In Crores)	% of Total Liabilities (Borrowings)
1	<b>Long Term NCD's*</b>	<b>450</b>	<b>21%</b>
	<b>Bank</b>	<b>150</b>	<b>7%</b>
	STANDARD CHARTERED BANK	150	7%
	<b>Mutual Funds</b>	<b>300</b>	<b>14%</b>
	ICICI Prudential Mutual Fund	300	14%

Note: \* Included only Principal amount.

**iv) Funding Concentration based on significant instrument / product:**

Sr. No.	Name of the instrument/product	Amount (Rs in Crore)	% of Total Liabilities (Borrowings)
1	Long Term NCD's	450	21%
2	Long Term Bank Loans	551	26%
3	Working Capital Demand Loans	525	25%
4	Commercial Paper	500	23%
5	Cash Credit	109	5%
	<b>Total</b>	<b>2,135</b>	<b>100%</b>

**v) Stock ratios:**

**(a) Commercial Papers as a % of total public funds, total liabilities & total assets\*:**

Commercial Papers as a % of total public funds	23.32%
Commercial Papers as a % of total liabilities	22.13%
Commercial Papers as a % of total assets	13.85%

Note - \* As on 30<sup>th</sup> September 2020, Outstanding Commercial Paper is Rs 500 Crores.

**(b) Non-Convertible Debentures (original maturity of less than one year) as a % of total public funds, total liabilities and total assets:**

Non-Convertible Debentures (original maturity of less than one year) as a % of total public funds	N.A.
Non-Convertible Debentures (original maturity of less than one year) as a % of total liabilities	N.A.
Non-Convertible Debentures (original maturity of less than one year) as a % of total assets	N.A.

Note - \* As on 30<sup>th</sup> September 2020, there is NIL Non-Convertible Debentures (original maturity of less than one year).

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**(c) Other short term liabilities, if any as a % of total public funds, total liabilities and to Tal Assets\*:**

Other short term liabilities as a % of total public funds	81.60%
Other short term liabilities as a % of total liabilities	77.43%
Other short term liabilities as a % of total assets	48.45%

Note - \* Short Term Liabilities includes Bank Borrowing, NCD's with residual maturities less than 1 year, interest accrued on borrowings & other short term liabilities as on 30<sup>th</sup> September 2020.

**vi) Institutional set up for liquidity risk management:**

The company has following Board approved policies for Liquidity Risk Management.

- Liquidity Planning
- Resource Mobilization &
- Liquidity Contingency Planning Framework

The total sanctioned bank limits are approx. Rs. 41 Bn (Rs. 4,112 Crores) and out of which, approx. Rs. 22 Bn (Rs. 2,277 Crores) limits are unutilized and available. Further, Commercial Paper limits to the tune of Rs. 25 Bn (Rs. 2,500 Crores) are also unutilized and available.

As approved in Asset Liability Committee (ALCO) and subsequently approved by Local Board Members, Company is keeping 10% of Non-Convertible Debentures ("NCD") outstanding in fixed deposit with banks as a liquidity buffer in the backdrop of COVID 19 scenario.

As on date (i.e. 21<sup>st</sup> October 2020), liquidity buffer for Rs. 45 Crores (i.e. 10% of NCD outstanding Rs. 450 Crores) has been placed in fixed deposit with banks.

On a Fortnightly basis, Risk & Treasury departments jointly conducts fortnightly Operational Liquidity Committee meetings to understand the liquidity position for next 15 days.