

# VOLKSWAGEN FINANCE PRIVATE LIMITED

## APPENDIX I as on 31<sup>st</sup> December 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	300	N.A.	17%
2	Long Term Bank Loans	531	N.A.	31%
3	Working Capital Demand Loan	539	N.A.	31%
4	Commercial Paper	275	N.A.	16%
5	Cash Credit	77	N.A.	4%
	<b>Total</b>	<b>1,722</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>300</b>	<b>N.A.</b>	<b>17%</b>
	Mutual Funds	300	N.A.	17%
<b>2</b>	<b>Long Term Bank Loans</b>	<b>531</b>	<b>N.A.</b>	<b>31%</b>
	Bank of America	387	N.A.	22%
	Scotiabank	144	N.A.	8%
<b>3</b>	<b>Working Capital Demand Loan</b>	<b>539</b>	<b>N.A.</b>	<b>31%</b>
	Societe Generale	114	N.A.	7%
	Credit Agricole	125	N.A.	7%
	J P Morgan Chase Bank	300	N.A.	17%
<b>4</b>	<b>Commercial Paper</b>	<b>275</b>	<b>N.A.</b>	<b>16%</b>
	State Bank of India	125	N.A.	7%
	PGIM India Mutual Fund	50	N.A.	3%
	Kotak Mahindra MF	100	N.A.	6%
<b>5</b>	<b>Cash Credit</b>	<b>77</b>	<b>N.A.</b>	<b>4%</b>
	J P Morgan Chase Bank	77	N.A.	4%
	<b>Total</b>	<b>1,722</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	Long Term NCD's*	300	17%
	Mutual Funds	300	17%
	ICICI Prudential Mutual Fund	300	17%

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	300	17%
2	Long Term Bank Loans	531	31%
3	Working Capital Demand Loans	539	31%
4	Commercial Paper	275	16%
5	Cash Credit	77	4%
	<b>Total</b>	<b>1,722</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	15.91%
Commercial Papers as a % of total liabilities	14.61%
Commercial Papers as a % of total assets	8.58%

Note - \* As on 31<sup>st</sup> December 2020, Outstanding Commercial Paper is Rs 275 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 31<sup>st</sup> December 2020, there is NIL Non-Convertible Debentures (original maturity of less than one year).

**(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	88.78%
Other short term liabilities as a % of total liabilities	81.56%
Other short term liabilities as a % of total assets	47.89%

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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 31<sup>st</sup> December 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. 35 Bn (Rs. 3,582 Crores) and out of which, approx. Rs. 23 Bn (Rs. 2,310 Crores) limits are unutilized and available. Further, Commercial Paper limits to the tune of Rs. 27 Bn (Rs. 2,725 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. 31<sup>st</sup> December 2020), fixed deposit with banks for Rs. 60.10 Crores has been placed which includes liquidity buffer of Rs. 30 Crores (i.e. 10% of NCD outstanding Rs. 300 Crores).

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