

Public Disclosure on liquidity risk of Reliance Capital Limited as on September 30, 2021, in accordance with RBI Circular No. DOR.NBFC (PD) CC. No.102/03.10.001/2019-20 dated November 4, 2019, on Liquidity Risk Management Framework for Non-Banking Financial Companies and Core Investment Companies:

(i) **Funding Concentration based on significant counterparty (both Deposits and Borrowings):**

Sr. No.	Number of Significant Counterparties*	Amount (Rs. in Crore)	% of Total deposits	% of Total Liabilities**
1	2	5,900	NA	34%

*Significant counterparties are defined as parties having exposure in excess of 10% of the total liabilities.

**Total Liabilities includes only Borrowings of the Company.

(ii) **Top 20 large deposits (amount in Rs. Crore and % of total deposits):** The Company does not accept public deposits.

(iii) **Top 10 borrowings (amount in Rs. Crore and % of total borrowings):** Constitute Rs. 10,359 crore and 59% of total borrowings.

(iv) **Funding Concentration based on significant instrument/product:** Secured Non-convertible Debentures comprises Rs. 14,855 crores with 85% of Total Liabilities.

(v) **Stock Ratios:**

a. **Commercial papers as a % of total public funds, total liabilities, and total assets:** As of September 30, 2021, Commercial papers outstanding is NIL.

b. **Non-convertible debentures (original maturity of less than one year) as a % of total public funds, total liabilities, and total assets:** As of September 30, 2021, outstanding Non-convertible Debentures having original maturity of less than one year is NIL.

c. **Other short-term liabilities, if any as a % of total public funds, total liabilities, and total assets:** As of September 30, 2021, outstanding Other short-term debt Liabilities is NIL.

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

The Board of Directors of the Company is responsible to approves strategy, policy and procedures to manage liquidity risk along with liquidity risk tolerance and limits and adopted an Asset Liability Management Policy ('ALM Policy'). Risk management function is carried out by the Risk Management Department which is guided and supported by Group Risk Management Committee ('GRMC'). GRMC Comprises of Independent Directors, Chief Executive Officer, Chief Financial Officer and, Chief Risk Officer ('CRO') of the Company and advises on financial risks and appropriate governance framework for the Company. The ALCO comprising senior management functionaries of the Company and addresses ALM related issues and reports to GRMC. GRMC and Audit Committee as part of evaluation of the overall risks evaluate the Liquidity risk faced by the Company and provides assurance to the Board of

Directors of the Company that Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives.

Note:

Since September 2018, due to sudden adverse developments in the financial sector and financial flexibility of majority of non-banking finance companies, the Company was adversely impacted resulting into temporary liquidity mismatch which led to rating downgrades as well as delays / defaults in repayment of outstanding debt to its lenders and debenture holders. The Company is currently engaged with debenture holders to arrive at a resolution of debt by monetisation of its assets and unlocking the value of its underlying business, and thereby significantly reduce its overall leverage, subject to applicable approvals from the board and shareholders of the Company, courts, creditors and regulatory authorities.