

**OCBC Group**  
**Second Quarter of 2018**

**Liquidity Coverage Ratio**

For 2Q18, the average Singapore dollar (“SGD”) and all-currency liquidity coverage ratios (“LCR”) for the Group (excluding OCBC Yangon which will be included in due course) were 249% and 138% respectively. Compared to 1Q18, the average all-currency LCR was lower by 11 percentage points driven by lower cash inflow from wholesale loans. The SGD LCR increased by 19 percentage points mainly due to an increase in High Quality Liquid Assets (“HQLA”).

The Group continued to focus on acquiring stable deposits and to maintain a mix of HQLA comprising mainly Level 1 central bank reserves and liquid sovereign bonds. The Asset & Liability Management Desk in Global Treasury manages the day-to-day liquidity needs of the Group, and is subject to liquidity limits and triggers that serve as risk control on the Group’s liquidity exposure.

## Liquidity Coverage Ratio Quantitative Disclosure

The data presented in the quantitative disclosure are simple averages of daily observations over the quarter. For 2Q18, the number of data points in calculating the average figures is 91.

### Average Group All-Currency LCR for 2Q18

Group - ALL Currency (\$\$m)		TOTAL UNWEIGHTED VALUE (average)	TOTAL WEIGHTED VALUE (average)
<b>HIGH-QUALITY LIQUID ASSETS</b>			
1	Total high-quality liquid assets (HQLA)		50,536
<b>CASH OUTFLOWS</b>			
2	Retail deposits and deposits from small business customers, of which:	128,538	10,784
3	Stable deposits	41,389	2,069
4	Less stable deposits	87,148	8,715
5	Unsecured wholesale funding, of which:	107,476	54,890
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	25,441	6,178
7	Non-operational deposits (all counterparties)	70,757	37,434
8	Unsecured debt	11,278	11,278
9	Secured wholesale funding		818
10	Additional requirements, of which:	63,574	39,530
11	Outflows related to derivative exposures and other collateral requirements	36,629	36,629
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	26,946	2,901
14	Other contractual funding obligations	1,460	1,460
15	Other contingent funding obligations	11,527	346
16	<b>TOTAL CASH OUTFLOWS</b>		107,827
<b>CASH INFLOWS</b>			
17	Secured lending (eg reverse repos)	2,903	1,187
18	Inflows from fully performing exposures	53,724	30,615
19	Other cash inflows	39,149	39,069
20	<b>TOTAL CASH INFLOWS</b>	95,776	70,871
			<b>TOTAL ADJUSTED VALUE</b>
21	<b>TOTAL HQLA</b>		50,536
22	<b>TOTAL NET CASH OUTFLOWS</b>		36,956
23	<b>LIQUIDITY COVERAGE RATIO (%)</b>		138

Average Group SGD LCR for 2Q18

Group - SGD (S\$m)		TOTAL UNWEIGHTED VALUE (average)	TOTAL WEIGHTED VALUE (average)
<b>HIGH-QUALITY LIQUID ASSETS</b>			
1	Total high-quality liquid assets (HQLA)		18,831
<b>CASH OUTFLOWS</b>			
2	Retail deposits and deposits from small business customers, of which:	64,880	5,060
3	Stable deposits	28,552	1,428
4	Less stable deposits	36,329	3,633
5	Unsecured wholesale funding, of which:	24,270	9,391
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	9,253	2,254
7	Non-operational deposits (all counterparties)	15,010	7,131
8	Unsecured debt	7	7
9	Secured wholesale funding		-
10	Additional requirements, of which:	22,357	14,973
11	Outflows related to derivative exposures and other collateral requirements	14,264	14,264
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	8,093	709
14	Other contractual funding obligations	845	845
15	Other contingent funding obligations	1,811	54
16	<b>TOTAL CASH OUTFLOWS</b>		30,324
<b>CASH INFLOWS</b>			
17	Secured lending (eg reverse repos)	1,220	-
18	Inflows from fully performing exposures	8,747	4,837
19	Other cash inflows	22,343	22,337
20	<b>TOTAL CASH INFLOWS</b>	32,310	27,174
			TOTAL ADJUSTED VALUE
21	<b>TOTAL HQLA</b>		18,831
22	<b>TOTAL NET CASH OUTFLOWS</b>		7,581
23	<b>LIQUIDITY COVERAGE RATIO (%)</b>		249