

OCBC Group
Third Quarter of 2018

Liquidity Coverage Ratio

For 3Q18, the average Singapore dollar (“SGD”) and all-currency liquidity coverage ratios (“LCR”) for the Group were 232% and 130% respectively. Compared to 2Q18, the average SGD and all-currency LCR were lower by 17 percentage points and 8 percentage points respectively due to a decrease 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 3Q18, the number of data points in calculating the average figures is 92.

Average Group All-Currency LCR for 3Q18

Group - ALL Currency (S\$m)		TOTAL UNWEIGHTED VALUE (average)	TOTAL WEIGHTED VALUE (average)
HIGH-QUALITY LIQUID ASSETS			
1	Total high-quality liquid assets (HQLA)		47,630
CASH OUTFLOWS			
2	Retail deposits and deposits from small business customers, of which:	130,628	10,992
3	Stable deposits	41,417	2,071
4	Less stable deposits	89,211	8,921
5	Unsecured wholesale funding, of which:	106,607	54,322
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	25,120	6,090
7	Non-operational deposits (all counterparties)	71,474	38,219
8	Unsecured debt	10,013	10,013
9	Secured wholesale funding		627
10	Additional requirements, of which:	64,906	41,321
11	Outflows related to derivative exposures and other collateral requirements	38,363	38,363
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	26,542	2,958
14	Other contractual funding obligations	1,226	1,226
15	Other contingent funding obligations	12,589	378
16	TOTAL CASH OUTFLOWS		108,867
CASH INFLOWS			
17	Secured lending (eg reverse repos)	2,042	910
18	Inflows from fully performing exposures	55,489	31,582
19	Other cash inflows	39,564	39,490
20	TOTAL CASH INFLOWS	97,094	71,982
		TOTAL ADJUSTED VALUE	
21	TOTAL HQLA		47,630
22	TOTAL NET CASH OUTFLOWS		36,885
23	LIQUIDITY COVERAGE RATIO (%)		130

Average Group SGD LCR for 3Q18

Group - SGD (S\$m)		TOTAL UNWEIGHTED VALUE (average)	TOTAL WEIGHTED VALUE (average)
HIGH-QUALITY LIQUID ASSETS			
1	Total high-quality liquid assets (HQLA)		17,816
CASH OUTFLOWS			
2	Retail deposits and deposits from small business customers, of which:	66,342	5,198
3	Stable deposits	28,728	1,436
4	Less stable deposits	37,614	3,761
5	Unsecured wholesale funding, of which:	23,961	9,738
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	9,168	2,233
7	Non-operational deposits (all counterparties)	14,276	6,989
8	Unsecured debt	516	516
9	Secured wholesale funding		-
10	Additional requirements, of which:	21,949	14,844
11	Outflows related to derivative exposures and other collateral requirements	14,172	14,172
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	7,776	672
14	Other contractual funding obligations	701	701
15	Other contingent funding obligations	1,780	53
16	TOTAL CASH OUTFLOWS		30,534
CASH INFLOWS			
17	Secured lending (eg reverse repos)	756	-
18	Inflows from fully performing exposures	7,785	4,172
19	Other cash inflows	21,703	21,696
20	TOTAL CASH INFLOWS	30,244	25,868
			TOTAL ADJUSTED VALUE
21	TOTAL HQLA		17,816
22	TOTAL NET CASH OUTFLOWS		7,695
23	LIQUIDITY COVERAGE RATIO (%)		232