

**OCBC Group**  
**Fourth Quarter of 2017**

**Liquidity Coverage Ratio**

For 4Q17, the average Singapore dollar (“SGD”) and all-currency liquidity coverage ratios (“LCR”) for the Group (excluding OCBC Wing Hang Hong Kong, OCBC Wing Hang Macao and OCBC Yangon which will be included in due course) were 254% and 159% respectively. Compared to 3Q17, the average all-currency LCR was higher by 12 percentage points driven by an increase in High Quality Liquid Assets (“HQLA”) and lower cash outflow from wholesale funding. The SGD LCR decreased by 15 percentage points with lower cash inflow from derivative transactions.

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 4Q17, the number of data points in calculating the average figures is 92.

### Average Group All-Currency LCR for 4Q17

Group - ALL Currency (S\$m)		TOTAL UNWEIGHTED VALUE (average)	TOTAL WEIGHTED VALUE (average)
<b>HIGH-QUALITY LIQUID ASSETS</b>			
1	Total high-quality liquid assets (HQLA)		46,675
<b>CASH OUTFLOWS</b>			
2	Retail deposits and deposits from small business customers, of which:	106,876	8,867
3	Stable deposits	36,408	1,820
4	Less stable deposits	70,468	7,047
5	Unsecured wholesale funding, of which:	95,786	47,442
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	23,753	5,770
7	Non-operational deposits (all counterparties)	63,100	32,740
8	Unsecured debt	8,932	8,932
9	Secured wholesale funding		551
10	Additional requirements, of which:	51,222	30,409
11	Outflows related to derivative exposures and other collateral requirements	27,929	27,929
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	23,293	2,479
14	Other contractual funding obligations	1,013	1,013
15	Other contingent funding obligations	10,936	328
16	<b>TOTAL CASH OUTFLOWS</b>		88,610
<b>CASH INFLOWS</b>			
17	Secured lending (eg reverse repos)	2,666	1,266
18	Inflows from fully performing exposures	47,459	27,420
19	Other cash inflows	30,397	30,287
20	<b>TOTAL CASH INFLOWS</b>	80,523	58,972
			<b>TOTAL ADJUSTED VALUE</b>
21	<b>TOTAL HQLA</b>		46,675
22	<b>TOTAL NET CASH OUTFLOWS</b>		29,638
23	<b>LIQUIDITY COVERAGE RATIO</b>		159%

Average Group SGD LCR for 4Q17

Group - SGD (\$\$'m)		TOTAL UNWEIGHTED VALUE (average)	TOTAL WEIGHTED VALUE (average)
<b>HIGH-QUALITY LIQUID ASSETS</b>			
1	Total high-quality liquid assets (HQLA)		17,723
<b>CASH OUTFLOWS</b>			
2	Retail deposits and deposits from small business customers, of which:	61,916	4,799
3	Stable deposits	27,855	1,393
4	Less stable deposits	34,062	3,406
5	Unsecured wholesale funding, of which:	24,882	9,803
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	9,218	2,246
7	Non-operational deposits (all counterparties)	15,504	7,397
8	Unsecured debt	160	160
9	Secured wholesale funding		-
10	Additional requirements, of which:	17,248	9,910
11	Outflows related to derivative exposures and other collateral requirements	9,208	9,208
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	8,040	702
14	Other contractual funding obligations	611	611
15	Other contingent funding obligations	1,808	54
16	<b>TOTAL CASH OUTFLOWS</b>		25,177
<b>CASH INFLOWS</b>			
17	Secured lending (eg reverse repos)	969	-
18	Inflows from fully performing exposures	6,964	3,738
19	Other cash inflows	15,159	15,151
20	<b>TOTAL CASH INFLOWS</b>	23,092	18,889
			TOTAL ADJUSTED VALUE
21	<b>TOTAL HQLA</b>		17,723
22	<b>TOTAL NET CASH OUTFLOWS</b>		7,405
23	<b>LIQUIDITY COVERAGE RATIO</b>		254%