

**OCBC Group**  
**Second Quarter of 2017**

**Liquidity Coverage Ratio**

For 2Q17, the average Singapore dollar (“SGD”) and all-currency liquidity coverage ratios (“LCR”) for the Group (excluding OCBC Wing Hang Hong Kong, OCBC Wing Hang Macau and OCBC Yangon which will be included in due course) were 260% and 144% respectively. Compared to 1Q17, the average all-currency LCR was higher by 1 percentage point. This is relatively stable compared to the previous 2 quarters as the Group continued to support the net cash outflow with a diversified pool of 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 2Q17, the number of data points in calculating the average figures is 91.

### Average Group All-Currency LCR for 2Q17

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)		45,969
<b>CASH OUTFLOWS</b>			
2	Retail deposits and deposits from small business customers, of which:	104,812	8,651
3	Stable deposits	36,606	1,830
4	Less stable deposits	68,207	6,821
5	Unsecured wholesale funding, of which:	96,729	49,507
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	22,500	5,462
7	Non-operational deposits (all counterparties)	65,186	35,003
8	Unsecured debt	9,043	9,043
9	Secured wholesale funding		462
10	Additional requirements, of which:	54,555	33,826
11	Outflows related to derivative exposures and other collateral requirements	31,347	31,347
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	23,208	2,479
14	Other contractual funding obligations	963	963
15	Other contingent funding obligations	11,259	338
16	<b>TOTAL CASH OUTFLOWS</b>		93,747
<b>CASH INFLOWS</b>			
17	Secured lending (eg reverse repos)	3,538	1,462
18	Inflows from fully performing exposures	46,728	26,866
19	Other cash inflows	33,389	33,316
20	<b>TOTAL CASH INFLOWS</b>	83,655	61,644
			<b>TOTAL ADJUSTED VALUE</b>
21	<b>TOTAL HQLA</b>		45,969
22	<b>TOTAL NET CASH OUTFLOWS</b>		32,103
23	<b>LIQUIDITY COVERAGE RATIO</b>		144%

Average Group SGD LCR for 2Q17

Group - SGD (\$\$'m)		TOTAL UNWEIGHTED VALUE (average)	TOTAL WEIGHTED VALUE (average)
<b>HIGH-QUALITY LIQUID ASSETS</b>			
1	Total high-quality liquid assets (HQLA)		16,922
<b>CASH OUTFLOWS</b>			
2	Retail deposits and deposits from small business customers, of which:	60,528	4,674
3	Stable deposits	27,567	1,378
4	Less stable deposits	32,960	3,296
5	Unsecured wholesale funding, of which:	24,558	10,028
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	8,647	2,105
7	Non-operational deposits (all counterparties)	15,907	7,919
8	Unsecured debt	5	5
9	Secured wholesale funding		-
10	Additional requirements, of which:	16,798	9,979
11	Outflows related to derivative exposures and other collateral requirements	9,356	8,026
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	7,442	623
14	Other contractual funding obligations	567	567
15	Other contingent funding obligations	1,933	58
16	<b>TOTAL CASH OUTFLOWS</b>		25,307
<b>CASH INFLOWS</b>			
17	Secured lending (eg reverse repos)	1,172	-
18	Inflows from fully performing exposures	8,553	4,484
19	Other cash inflows	16,443	16,437
20	<b>TOTAL CASH INFLOWS</b>	26,168	20,921
			TOTAL ADJUSTED VALUE
21	<b>TOTAL HQLA</b>		16,922
22	<b>TOTAL NET CASH OUTFLOWS</b>		6,570
23	<b>LIQUIDITY COVERAGE RATIO</b>		260%