

V O L V O

Volvo Financial Services (India) Pvt Ltd

**Public Disclosure on Liquidity Risk as on September 30, 2021,
Pursuant to RBI Guidelines on Liquidity Risk Management Framework for
Non-Banking Financial Companies dated November 4, 2019**

(i) Funding concentration based on significant counterparty (both deposits and borrowings)

Number of significant counterparties	Amount (Rs in Cr)	% Of Total Deposits	% Of Total Liabilities
8 (Eight)	1,158.18	Nil	79.4%

(ii) Top 20 large deposits

Not applicable. The Company being a Systemically Important Non-Deposit taking Non-Banking Financial Company registered with Reserve Bank of India does not accept public deposits

(iii) Top 10 Borrowings

Amount (Rs. In Crores)	% Of Total Borrowing
1,158.18	100%

(iv) Funding concentration based on significant instrument/product

Sr No.	Name of the Instrument product	Amount (Rs in Cr)	% Of Total Liabilities
1	Term Loans from Banks	878.18	60.2%
2	External Commercial Borrowings	280.00	19.2%

(v) Stock Ratio

Particulars	As a % of total public funds	As a % of total liabilities	As a % of total assets
Commercial papers	0%	0%	0%
Non-convertible debentures (original maturity of less than one year)	0%	0%	0%
Other short-term liabilities	32%	26%	26%

(vi) Institutional set-up for liquidity risk management

The Liquidity Risk Management of the Company is governed by Asset Liability Management (ALM) Policy approved by the Board of Directors, adhering to the Liquidity Risk Management Framework issued by RBI. The Board has the overall responsibility for management of liquidity risk. The Board decides the strategy, policies and procedures to manage liquidity risk in accordance with the liquidity risk tolerance/limits approved by it. The Risk Management Committee (RMC), which is a committee of the Board, is responsible for evaluating the overall risks faced by the Company including liquidity risk. The Asset Liability Management Committee (ALCO) is responsible for ensuring adherence to the liquidity risk tolerance/limits set by the Board as well as implementing the liquidity risk management strategy. The role of the ALCO with respect to liquidity risk includes, inter alia, decision on desired maturity profile and mix of incremental assets and liabilities, responsibilities and controls for managing liquidity risk, and overseeing the liquidity positions at an entity level.