बैंक ऑफ़ बड़ौदा
Bank of Baroda
India's International Bank

DISCLOSURES (as per BSPS – 9 A): LIQUIDITY RISK MANAGEMENT as on 31.03.2026

DF – 1: Our Policy

Bank as a financial intermediary recognizes that risks are inherent to its business and thus requires to be managed prudently. The Asset Liability Management (ALM) is the process by which the Bank aims to manage its exposure to liquidity and interest rate risks, by varying the composition and maturity pattern of its assets, liabilities and off-balance sheet instruments, with the goal of achieving its target Net interest Income (NII)/ Net Interest Margin (NIM) over the financial year that is consistent with its business plan.

DF – 2: Organizational Structure

ALM is the function of Asset Liability Management Committee (ALCO), which operates under the guidance and supervision of the Chief Executive, Fiji Operation. The actual working of ALM function is ensured by the ALCO, which comprises of:

- Chief Executive (Fiji Operations) - Chairperson of ALCO
- Branch Head -Suva Branch
- Head – MIS & Planning, Credit, CPC, Operations, Risk Management, IT, Compliance
- Head – Internal Audit (Observer) & Head – Human Resource Management (Observer)

DF – 3: Roles and Responsibilities

1. Asset Liability Management Committee (ALCO)

ALCO is responsible for balance sheet management from risk returns perspective, particularly strategic management of interest rate and liquidity risk for the entire operations. It is also responsible for ensuring adherence to the risk tolerance/limits set by the Chief Executive, Fiji Operations as well as implementing the liquidity risk management strategy of the bank in line with bank's decided risk management objectives and risk tolerance. Over and above the said functions, ALCO also focus on the various business issues like, Product pricing (interest rates) for deposits and advances/ lending benchmarks like PLR, deciding on desired maturity profile and mix of incremental assets and liabilities, articulating interest rate view and deciding on the future business strategy, etc.

The meeting of the ALCO held at least once in a month.

2. Territory Head

The Territorial Head – Fiji Operations is responsible for managing and controlling the day-to-day liquidity. The specific responsibilities include formulating Liquidity and Funding/Interest Rate Risk Management policy in line with its local regulatory guidelines and the Group ALM Policy and obtaining review of ALM Policy whenever due.

3. Departmental / Functional Heads – Fiji Operations

Roles and responsibilities of Departmental Heads w.r.t. ALM are as below:

- Respective Departmental Heads are responsible to ensure that timely & correct data is available to Risk Management for preparation of various liquidity and interest rate risk reports and other analysis.
- Any role / function covered elsewhere in the Policy or as directed by ALCO.

DF – 4: Liquidity Risk

Liquidity Risk Management is carried out as per Asset & Liability Management (ALM) Policy of bank. The Bank is managing the liquidity risk by following tools:

- Traditional Gap Approach or Flow Approach.
- Stock Approach.

1. Traditional Gap Approach or Flow approach

1.1. Structural Liquidity

The Statement of Structural Liquidity (SLS) is prepared daily by placing all cash inflows and outflows in the maturity ladder according to the expected timing of cash flows. The statement is prepared daily by the Bank and submitted as of month end to ALM Cell [Global Mid Office] of Risk Management Department & International Banking Division, Corporate Office, Mumbai, on monthly basis.

Behaviour Analysis & Key Assumptions:

The Bank uses behavioral analysis for the following while preparation of SLS: -

- Bucketing of the line-items - Current Deposits, Savings Deposits, Term Deposits, Cash Credit / Overdraft, Term Loans, Bills Payable
- Determining quantum of likely utilization of unavailed Cash Credit / Overdraft, likely devolvement of Letter of Credit and likely invocation of bank guarantee.

1.2. Contractual Maturity Mismatch Analysis (as per RBF ML - 1)

The Bank is preparing maturity profile to compare cash inflows and outflows daily and over a series of time-bands as per guidelines advised under ML-1 of Reserve Bank of Fiji.

2. Stock approach

The Statement of Structural liquidity is quantitative in nature and does not talk about the qualitative aspects of the resources and deployment. The qualitative part is monitored by stock approach ratios. These ratios depict about the concentration of funding sources and quality of assets from liquidity perspective.

3. Intraday Liquidity

Intraday Liquidity is being monitored on a daily basis through movement in Exchange Settlement A/c (ESA). Daily movement of ESA A/c appraised to the ALCO committee.

4. Liquidity Coverage Ratio (LCR)

The LCR standard aims to ensure that bank maintains an adequate level of unencumbered High Quality Liquid Assets (HQLAs) that can be converted into cash to meet its liquidity needs for a 30-calendar day time horizon under a significantly severe liquidity stress scenario.

Our LCR position as on 31.03.2026 is 170.10% for all currencies and 1.70 for Fiji Currency.

Currencies	Minimum during March month	Maximum during March month	Average During March month
All Currencies	143.28%	173.10%	157.77%
Fiji Dollar Only	1.42	1.72	1.57

DF – 5: Contingency Funding Plan

Bank is having a formal contingency plan in the form of policies and procedures, which is used as a blueprint in the event the bank is unable to fund some or all of its activities in a timely manner and at a reasonable cost. Further bank has sufficient investment to ensure liquidity during crisis.

DF – 6: Stress Testing

Banks conduct stress tests on a regular basis for a variety of short-term and protracted institution-specific and market-wide stress scenarios (individually and combination) to identify sources of potential liquidity strain and to ensure that current exposures remain in accordance with the bank's established liquidity risk tolerance. Banks use stress test outcomes to adjust its liquidity risk management strategies, policies and positions and to develop effective contingency plans.

Udesh

Mr. Udesh Kumar
Chief Executive
Fiji Operations
Dated: 07.05.2026

BANK OF BARODA TERRITORY OFFICE FIJI SUVA