

Terms of Reference of Asset Liability Management Committee

The role of the ALCO would be to analyze, monitor, review and discuss the risk profile of the company. Terms of Reference of Asset Liability Management Committee (ALCO) includes the following:

1. Liquidity risk management
2. Management of market risks
3. Funding and capital planning
4. Interest Rates and Capital Adequacy scenario
5. Forecasting and analyzing 'What if scenario' and preparation of contingency plans Asset Liability Mismatch
6. Profit planning and growth projection
7. Inter corporate deposits/loans between group companies and their transfer pricing mechanism

The ALCO shall also discuss the impact of various changes in the market conditions on the balance sheet and actions for implementation. The recommendations of the ALCO shall be placed at the Board Level ALCO periodically.

The committee shall discuss on the following aspects:

Bond market update, Analysis of Cost of funds, Bench Mark Rates – MCLR, With reference to market update - Repo, Reverse Repo, CRR, SLR and Bank Rate (MCLR).
Borrowing Profile. Rating. Capital requirement. and other connected manners.