

Tata Motors Finance Limited

Disclosure on liquidity risk under RBI/2019-20/88 DOR.NBFC (PD) CC. No.102/03.10.001/2019-20 dated November 04, 2019 on Liquidity Risk Management Framework for Non-Banking Financial Companies and Core Investment Companies

1. Funding Concentration based on significant counterparty (both deposits and borrowings)

| No. of Significant Counterparties | Amount (Rs crores) | %age to Total Deposits | %age to Total Liabilities |
|-----------------------------------|--------------------|------------------------|---------------------------|
| 27 nos. | 25,174.93 | NA | 81% |

2. Top 20 large deposits (amount in Rs crores and % of total deposits): Not Applicable

3. Top 10 borrowings (amount in Rs crores and % of total borrowings)

| Amount (Rs crores) | %age to Total Borrowings |
|--------------------|--------------------------|
| 15,597.47 | 52% |

4. Funding Concentration based on significant instrument/product

| Srl No | Name of the Instrument/product | Amount (Rs crores) | % of Total Liabilities |
|--------|---|--------------------|------------------------|
| 1 | Term Loans (including External Commercial Borrowings) | 12,966.25 | 42% |
| 2 | Collateralized Debt Obligation (CDO) | 3,635.65 | 12% |
| 3 | Commercial Paper | 6,006.07 | 19% |
| 4 | Working Capital Demand Loan | 2,687.49 | 9% |
| 5 | Non-Convertible Debentures | 2,446.82 | 8% |
| 6 | Subordinated Debt | 1,654.60 | 5% |
| 7 | Cash Credit | 751.26 | 2% |

5. Stock Ratios:

| Srl No | Particulars | Total Public Funds | Total Liabilities | Total Assets |
|--------|--|--------------------|-------------------|--------------|
| 1 | Commercial Paper, as a %age of | 19% | 19% | 17% |
| 2 | Non-Convertible Debentures (original maturity of less than one year), as a %age of | Nil | Nil | Nil |
| 3 | Other Short Term Liabilities, as a %age of | 34% | 35% | 31% |

6. Institutional set-up for liquidity risk management

Tata Motors Finance Limited (TMFL) has an Asset Liability Supervisory Committee (ALCO), a Board level Sub-committee to oversee liquidity risk management. ALCO consists of Non-Executive Director, Independent Directors, Chief Executive Officer and Group Chief Financial Officer. The ALCO meetings are held once in 3 months. TMFL has a Risk Management Committee (RMC), a sub-committee of the Board, which oversees overall risks to which the Company is exposed including liquidity risk management. ALCO's views on liquidity and asset liability management are presented to RMC for its independent review on a quarterly basis. The ALCO and RMC also updates the Board at regular intervals.