Choice Finserv Private Limited

Public Disclosure on Liquidity Risk - As at June 30, 2025

Disclosure on Liquidity Risk, as per extant RBI guidelines on Liquidity Risk Management Framework for Non Banking Financial Companies as at June 30, 2025 is as follows:

A Funding Concentration based on Significant Counterparty

Number of Significant Counterparties	(Rs in lakhs)	% of Total Deposits	% of Total Liabilities
23	38,111.37	NA	87.53%

B Top 20 Large Deposits (amount in Rs. lakhs and % of Total Deposits) Not Applicable

C Top 10 Borrowings

Particulars Amount	(Rs in lakhs)
Total Value of top 10 Borrowings	26,757.87
% of Total Borrowings	64.19%

D Funding Concentration based on Significant Instrument/Product

S. No.	Name of the Instrument/Product Amount	(Rs in lakhs)	% of Total Liabilities
1	Term Loans	36,983.88	84.94%
2	Working Capital /Overdraft facilities	-	0.00%
3	Commercial Papers	-	0.00%
4	Non Convertible debentures	3,620.49	8.31%
5	Inter corporate deposits	-	0.00%
6	Associated Liabilities Under Securitisation	1,078.02	2.48%
7	Other Loan	-	0.00%
	Total	**41,682.39**	**95.73%**

E. Stock Ratios

Sr. No.	Name of the Instrument/Product	%
1) a	Commercial Papers as a % of Total Public Funds	0.00%
b	Commercial Papers as a % of Total Liabilities	0.00%
c	Commercial Papers as a % of Total Assets	0.00%
2) a	Non-Convertible Debentures (original maturity of less than one year) as a % of Total Public Funds	0.00%
b	Non-Convertible Debentures (original maturity of less than one year) as a % of Total Liabilities	0.00%
c	Non-Convertible Debentures (original maturity of less than one year) as a % of Total Assets	0.00%
3) a	Other Short-Term Liabilities as a % of Total Public Funds	54.36%
b	Other Short-Term Liabilities as a % of Total Liabilities	52.03%
c	Other Short-Term Liabilities as a % of Total Assets	25.30%

F. Institutional set-up for Liquidity Risk Management

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 including liquidity risk. The meetings of RMC are held at regular intervals. The Asset Liability Management Committee (ALCO) is responsible for ensuring adherence to the 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. The minutes of ALCO meetings are placed before the RMC during its regular meetings for its noting.

Notes:

1). Significant counterparty is “Significant counterparty” is defined as a single counterparty or group of connected or affiliated counterparties accounting in aggregate for more than 1% of the total liabilities.

2). Significant instrument/product is "significant instrument/product" is defined as a single instrument/product of group of similar instruments/products which in aggregate amount to more than 1% of the total liabilities.

3).Total Borrowing has been computed as comprising of Debt Securities, Borrowings and Interest accrued on these borrowings.

4).Public Funds includes funds raised either directly or indirectly through public deposits, inter-corporate deposits, bank finance and all funds received from outside sources such as funds raised by issue of Commercial Papers, debentures etc. but excludes funds raised by issue of instruments compulsorily convertible into equity shares within a period not exceeding five years from the date of issue.

5.) Other Short term liabilities include all liabilities which are payable within a period of 1 year. Other Short-term Liabilities has been computed as Total Short-term Liabilities less Commercial paper less Non-convertible debentures (Original maturity of less than one year) .

6). Total liabilities has been computed as sum of all liabilities (balance sheet figure) less equities and reserves/surplus.