

DISCLOSURE REQUIRED UNDER BASEL III NORMS

Table DF 1 Scope of Application

Qualitative Disclosure

(a)	The Framework applies to BNP Paribas Indian Branches
(b)	BNP Paribas SA France has a 100% stake in BNP Paribas India Holding Private Limited which has an exempt CIC status and 20.01% stake in BNP Paribas Securities India Private Limited which is a broking entity. BNP Paribas India Holding Private Limited has 79.99% stake in BNP Paribas Securities India Private Limited.
(c)	For regulatory purposes, there is no company whose financials is consolidated either for regulatory or for accounting purposes.

Quantitative Disclosure

(a)	The aggregate amount of capital deficiencies in all subsidiaries not included in the consolidation i.e, that are deducted - Nil
(b)	The aggregate amount of the bank's total interests in insurance entities which are risk-weighted as well as their name, their country of incorporation or residence, the proportion of ownership interest and, if different, the proportion of voting power in these entities - Nil

Table DF 2 Capital

Capital Structure

Qualitative Disclosure

a)	The Capital instruments of the bank are given as below:
•	Tier I Capital: Being a Foreign bank, the Bank's Tier I Capital consists of Interest Free Deposit received from Head office, Statutory reserve, Capital reserve, AFS Reserve, General Reserve & Remittable surplus retained in India for Capital Adequacy purpose. Bank does not have any hybrid debt instruments which are eligible for Tier I capital.
•	Tier II Capital: Our Tier II Capital consists primarily of Subordinated debt instrument subscribed by Bank's Head Office, the issuance of these adhere to RBI guidelines. Apart from Subordinated debt instruments, General provision for debts, Provision for Unhedged Foreign currency exposure & Investment Fluctuation reserve & Revaluation reserve constitute Tier II Capital. Bank has not issued Hybrid debt instruments which are eligible to be included as Tier II Capital.

Capital Infusion between 01st April 2025 to 31st March 2026 is Rs. 1,992 crores.

Capital Infusion for the Financial Year 2024-2025 is Rs.2,720.61 crores.

Accordingly, we present in the Tables below the position of capital funds:

Position as at March 31, 2026				
	Regulatory Capital as at March 31, 2026	% of RWAs as per Basel III	Capital Funds of bank (Rs. Crore)	As a % of RWAs of bank
(i)	Minimum Common Equity Tier 1 Ratio	5.5	11,568.84	14.96%
(ii)	Capital Conservation Buffer (comprised of Common Equity)	2.5	1,933.36	2.50%
(iii)	Minimum Common Equity Tier 1 Ratio plus Capital Conservation Buffer [(i)+(ii)]	8	13,502.20	17.46%
(iv)	Additional Tier 1 Capital	1.5	-	0.00%
(v)	Minimum Tier 1 Capital Ratio [(i) +(iv)]	7	11,568.84	14.96%
(vi)	Tier 2 Capital	2	2,184.60	2.82%
(vii)	Minimum Total Capital Ratio (MTC) [(v)+(vi)]	9	13,753.44	17.78%
(viii)	Minimum Total Capital Ratio plus Capital Conservation Buffer [(vii)+(ii)]	11.5	15,686.80	20.28%

Quantitative Disclosure

(a) The breakup of Tier I Capital as on March 31, 2026 is as given below (Rs. in Crores)

1)	Capital received from HO:	12,438.76
2)	Statutory Reserve:	1,835.24
3)	AFS Reserve:	36.67
4)	Capital Reserve:	23.62
5)	General Reserve:	180.92
6)	Remittable surplus retained	2,366.12
7)	Intangible assets	-134.29
8)	Regulatory Adjustments	-3,244.84
	Total	13,502.20

(b) The total amount of Tier II Capital as on March 31, 2026: Rs. 2,184.60 crores

(c) Debt capital instruments eligible for inclusion in Upper Tier II Capital- NIL

(d) Subordinated debt eligible for inclusion in Lower Tier II Capital (Rs. in Crores)

1)	Total amount outstanding:	946.73
	Of which amount raised during the year:	0.00
2)	Amount retired during the year	0.00
3)	Amount eligible to be reckoned as capital funds	946.73

(e) Other deduction from capital, if any: Nil

(f) Total eligible capital as on March 31, 2026:Rs. 15,686.80 crores

Capital Adequacy

Qualitative Disclosure

A summary discussion of the bank's approach to assessing the adequacy of capital to support current and future activities:

The Basel III capital regulations are being implemented in India with effect from April 1, 2013. Banks have to comply with the regulatory limits and minima as prescribed under Basel III capital regulations, on an ongoing basis.

Under Master Direction RBI/DOR/2025-26/151 DOR.CAP.REC.70/21-01-002/2025-26 dated November 28, 2025, banks need to improve and strengthen their capital planning processes. While conducting the capital planning exercise, banks may consider the potential impact of the changing macro-economic conditions and other factors on the adequacy and composition of regulatory capital. A forward-looking capital planning process will enable banks to appropriately assess the level of capital needed to support their business strategies over the medium-term

As at March 31, 2026, as per Basel III guidelines bank is required to maintain minimum CET capital ratio of 5.5%, minimum Tier- I capital ratio of 7%, capital conservation buffer (CCB) of 2.5% and G-SIB buffer of 1.5% and minimum total capital ratio of 13%

The Bank has assessed its capital requirement taking into account the three main risks as defined in Pillar 1 of the Basel III norms viz: Credit Risk, Market Risk and Operational Risk. The Credit Risk is computed using the Standardised Approach, the Market Risk is calculated using the Standardised Duration Approach and the Operational Risk is calculated using the Basic Indicator Approach. The risk computation under each of these 3 categories is adequately covered by the Capital of the Bank

The capital adequacy of the Bank is placed before its Management Committee on a monthly basis wherein the same is discussed and the adequacy of the same is elaborated keeping in view the future growth plan of the Bank. Management places a note to the Group office as and when a need is felt for additional capital infusion

In accordance with BASEL requirements, the Bank also has an Internal Capital Adequacy Assessment Process (ICAAP) for BNPP India. The ICAAP depicts the various categories of risks to which the Bank is exposed, details the ongoing assessment of such risks, how risks are to be mitigated, and quantifies the amount of capital required currently and in the future to cope with these risks. The ICAAP is subjected to an independent review as required by RBI Guidelines and is reviewed annually.

Quantitative Disclosure

(Rs. In Crores)			
Position as at March 31, 2026			
	Capital Requirement Under Pillar 1 of Basel III- Rs. in Crores	31-Mar-26	31-Dec-25
(i)	For Credit Risk under Standardised approach	7,339.96	7,500.30
(ii)	For Market Risk under Standardised Duration approach (details in the next table)	2,301.43	2,092.24
(iii)	For Operational Risk under Basic Indicator Approach	412.08	412.08
(iv)	Total Capital Requirement (i) + (ii) + (iii)	10,053.48	10,004.63
(v)	Total Tier 1 capital ratio : -for the top consolidated Group (Bank) -for significant bank subsidiaries : NA	17.46%	17.35%
(vi)	Total Tier 1 + Tier 2 Capital ratio -for the top consolidated Group (Bank) -for significant bank subsidiaries: NA	20.28%	20.12%

Further details of the capital requirement under Credit, Market and Operational Risk are provided in the Table below:

(Rs. In Crores)			
Position as at March 31, 2026			
	Credit Risk Rs. in Crores	31-Mar-26	31-Dec-25
(i)	Details of Credit Risk capital requirement		
(a)	On Balance Sheet Exposure	4,994.23	4,581.50
(b)	Off Balance Sheet Exposure		
	- Non Market related	1,169.76	1,320.74
	- Market related	757.93	1,059.91
(c)	Counterparty Risk as Borrower of funds	418.03	538.15
	Total	7,339.96	7,500.30

(Rs in Crores)			
Position as at March 31, 2026			
	Market Risk (Rs. in Crores)	31-Mar-26	31-Dec-25
(i)	Details of Market Risk capital requirement		
(ii)	Interest Rate risk	2,060.12	1,850.93
(iii)	Foreign exchange risk	241.31	241.31
(iv)	Equity risk	-	-
	Total	2,301.43	2,092.24

Operational Risk

Per the Basic Indicator approach for Operational Risk, the Bank is required to maintain capital at the rate of 15% of average gross income of previous three financial years. The notional risk weighted assets for operational risk is calculated by multiplying the operational risk capital charge by 13%. The Capital required for operational risk as of March 31, 2026 is Rs. 412.08 crores (December 31, 2025: Rs. 412.08 crores).

Table DF 3 Credit risk: General disclosures

Qualitative Disclosure

Credit Risk:

BNP Paribas- Indian Branches' credit risk categories in the ICAAP cover a wide range of credit risk types, as follows:

- Classical credit risk
- Counterparty risk

Classical Credit risk is defined as the potential that a bank borrower or counterparty will fail to meet its obligations in accordance with agreed terms. Evaluating accurately the probability of default and the expected recovery on the loan or receivable in the event of default are key components of credit quality assessment

Counterparty risk is the translation of the credit risk embedded in the market, investment and/or payment transactions. Those transactions include bilateral contracts (i.e. Over-The-Counter - OTC) which potentially expose the Bank to the risk of default of the counterparty faced.

Credit Risk Management Policies:

The Bank has put in place a well-structured Credit Risk Management Policy duly approved by the Board. The policy document defines organizational structure, role and responsibilities and the processes whereby the Credit Risks carried by the Bank can be identified, quantified and managed within the framework that Bank considers consistent with its mandate and risk tolerance.

Credit Rating and Appraisal Process:

The Bank manages its Credit Risk through regular measuring and monitoring of risks at each obligor and portfolio level. The Bank has robust internal Credit rating framework and well established standardized Credit appraisal / approval processes. Credit Rating is a facilitating process that enables the Bank to assess the borrower's inherent ability to honour its credit obligations. It is a decision support tool that helps the Bank to take a view on acceptability or otherwise of any borrower.

The internal rating factors in - quantitative and qualitative issues relating to management risk, business risk, industry risk, financial risk as well as specific credit enhancement features/ support available, while assessing the overall ratings of the borrower. The data on industry risk is regularly updated based on market conditions.

Definitions of Non - Performing assets:

The bank follows the prudential guidelines issued by the RBI on classification of Non – Performing Assets as under:

1. Interest and/or installment of principal remain overdue for a period of more than 90 days in respect of term loan.
2. The account remains 'out of order' if the outstanding balance remains continuously in excess of sanctioned limits/DP for more than 90 days in respect of overdraft or cash credit
3. The bill remains overdue for a period of more than 90 days in case of bills purchased and discounted

Where the interest charged during any quarter is not serviced fully within 90 days from the end of the quarter, the asset is classified as non-performing. A non-performing asset ceases to generate income of the bank.

The Bank also maintains general provision as a percentage of performing standard advances and on unhedged foreign currency exposures as prescribed by the RBI, to cover the inherent risk of losses. The credit portfolio is monitored and reported to Central Repository of Information on Large Credits (CRILC) in accordance to guidelines prescribed from time to time by RBI.

Quantitative Disclosure (as of 31st March 2026)
a) Gross outstanding (Rs. in crores)

Fund based:	19,134.33	(Gross advances)
Non Fund based:	7,740.64	(Guarantees, LCs, Endorsement and Acceptances)

b) Geographic distribution of exposures (Rs. in crores)
Domestic

Fund based:	19,134.33
Non Fund based:	7,740.64

Overseas

Fund based:	Nil
Non Fund based:	Nil

c) Industry wise distribution of exposure (as of 31st March 2026)

(Rs in Crores)			
Industry Name	Funded Credit	Non-Funded Credit	Total Credit Outstanding
Agriculture	40.48	-	40.48
Mining	23.98	0.16	24.13
Food Processing	853.65	257.06	1,110.71
Beverages (excluding Tea & Coffee) and Tobacco	626.96	-	626.96
Textiles	63.71	2.30	66.01
Paper and Paper Products	-	-	-
Petroleum (non-infra), Coal products (non-mining) and Nuclear Fuels	39.25	-	39.25
Chemicals and chemical products (Dyes, Paints, etc.)	1,017.53	164.81	1,182.34
of which Fertilizers	126.18	-	126.18
of which Drugs and Pharmaceuticals	-	50.84	50.84
of which Petro- chemicals(excluding under Infrastructure)	302.00	4.51	306.51
of which others	589.35	109.46	698.81
Rubber and Rubber Products	206.65	6.25	212.90
Glass & Glassware	27.23	42.48	69.71
Cement and Cement Products	130.00	30.14	160.14
Metal & Metal products	662.36	234.21	896.56
Iron and Steel	611.94	121.36	733.29
other than Iron & Steel	50.42	112.85	163.27
All Engineering	1,205.55	1,661.76	2,867.31
of which Electronics	441.82	172.54	614.37
of which others	763.72	1,489.22	2,252.94
Vehicles, vehicle Parts and Transport Equipment's	1,001.13	20.89	1,022.02
Construction	619.96	-	619.96
Infrastructure	4,131.42	1,444.19	5,575.61
Of which Energy	2,447.87	1,009.14	3,457.01
Of which Telecommunication	1,304.57	2.00	1,306.57
of which others	378.97	433.05	812.03
Other Industries	1,255.44	337.82	1,593.26
Service Sector	7,229.03	3,538.59	10,767.62
TOTAL	19,134.33	7,740.64	26,874.98

d) Residual Maturity of assets:

(Rs. in crores)

Bucket	Cash & Balances with RBI	Balances with other Banks	Investments	Advances	Fixed asset & Other assets	Total
1 Day	180.86	448.56	9,050.85	13.11	786.44	10,479.82
2-7 Days	-	4,451.47	12,397.87	1,256.72	2,419.48	20,525.55
8 to 14 days	-	3,745.98	1,084.42	944.61	222.30	5,997.31
15 to 30 days	376.67	-	3,267.92	1,622.36	1,977.55	7,244.51
31 days to 2 months	95.03	-	6,316.78	1,744.22	1,022.08	9,178.10
Over 2 months and upto 3 months	225.38	-	3,258.57	586.59	1,066.92	5,137.46
Over 3 months and upto 6 months	7.22	-	552.38	922.80	3,948.37	5,430.77
Over 6 months and upto 1 year	23.34	-	3,930.58	338.03	4,739.35	9,031.31
Over 1 year and upto 3 years	186.50	0.05	5,563.26	9,660.23	7,211.11	22,621.15
Over 3 years and upto 5 years	2.13	-	12.80	1,517.28	6,370.24	7,902.46
Over 5 years	34.84	-	209.05	528.38	1,761.20	2,533.47
Total	1,131.97	8,646.07	45,644.48	19,134.33	31,525.03	106,081.89

e) Amount of Gross NPAs (Rs. in crores)

Substandard	-
Doubtful 1	-
Doubtful 2	-
Doubtful 3	-
Loss	-

f) Net NPAs – Nil

g) NPA Ratios:

Gross NPAs to Gross Advances:	Nil
Net NPAs to Net Advances:	Nil

h) Movement of Gross NPAs (Rs. in crores)

Opening balance:	-
Additions:	-
Reduction:	-
Write off:	-
Closing balance	-

i) Movement of provisions for NPAs (Rs. in crores)

Opening balance:	-
Additions:	-
Reduction:	-
Write off	-
Closing balance	-

j) Movement in General Provision for standard advances (Rs. in crores)

Opening balance:	110.79
Provisions made during the period	121.76
Write-off	-
Less: Write back of excess provision	(39.82)
Closing balance	192.73

Write offs booked directly to Income statement	Nil
Recoveries booked directly to Income statement	Nil

k) Amount of Non-performing investments: Nil

l) Amount of provision held for Non-performing investments: Nil

m) Movement of provisions for depreciation on investments (Rs. in crores)

Opening balance	-
Provisions made during the year	-
Write off	-
Transfer to General reserve	-
Write back of provisions during the period	-
Closing balance	-

Table DF 4 Credit risk: Disclosure for portfolios subject to the standardized approach**Qualitative Disclosure****General Principle:**

In accordance with the RBI guidelines, the bank has adopted Standardized Approach of Basel III Capital Regulations for computation of capital for credit risk. In computation of capital, the bank has assigned risk weights to different asset classes as prescribed by the RBI.

External Credit Ratings (ECRA):

Ratings of borrowers by External Credit Rating Agencies (ECRA) assume importance in the light of guidelines for implementation of the Basel III Framework. Exposures on Corporates / PSEs / Primary Dealers are assigned with risk weights based on the external ratings. For this purpose, the RBI has permitted banks to use the ratings of domestic ECRA's namely Credit Analysis and Research Ltd. (CARE), CRISIL Ltd, India Ratings, Infomercials, Acute Ratings & Research Limited and ICRA Ltd. In consideration of the above guidelines, the bank has decided to accept ratings assigned by all these ECRA's.

Where the borrowers have not obtained a rating from the credit rating agencies the exposure is considered as unrated and appropriate risk weights are applied.

Rating benefit has been considered only when the lenders name is mentioned in the rating letter. In case of absence of lender details the exposure is considered as unrated and assign applicable risk weights.

Quantitative Disclosure

For exposure amounts after risk mitigation subject to the standardized approach, amount of a bank's outstanding in the following three major risk buckets as well as those that are deducted. (Rs in crores)

Particulars	Amount in INR Crores
Below 100% Risk Weight	45,756.47
100% Risk Weight	2,771.85
More than 100% Risk Weight	23,132.76
Deducted from Capital	Nil

Table DF-5 Credit risk mitigation
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Qualitative Disclosure

Policy on credit risk mitigation:

In line with the regulatory requirements, the bank has put in place a well-articulated policy on Collateral Management and Credit Risk Mitigation Techniques, duly approved by the bank's Board. The policy lays down the types of securities normally accepted by the bank for lending and administration / monitoring of such securities in order to safeguard / protect the interest of the bank so as to minimize the risks associated with it. Systems, processes and policies are critical components of our risk management capability.

The main type of securities (both prime and collateral) accepted by the bank includes bank's own deposits, Mutual Fund units, Immovable Properties, Plant and Machinery, Goods and Merchandise, Documents of Title to Goods, Book Debts, Vehicles and other moveable assets. The bank may also explore negotiating for intangible cover such as Corporate Guarantees, Stand-By Letters of Credit from acceptable banks, Letters of Credit, Letters of Comfort, etc. The bank has also framed well defined policy on valuation of immovable properties, Plant and Machineries, duly approved by the Board.

Credit Risk Mitigation under Standardized Approach:

As advised by the RBI, the bank has adopted the comprehensive approach relating to credit risk mitigation under Standardized Approach, which allows fuller offset of securities (prime and collateral) against exposure, by effectively reducing the exposure amount by the value ascribed to the securities. Thus, the eligible financial collaterals are fully made use of to reduce the credit exposure in computation of credit risk capital. In doing so, the bank has recognised securities in line with the RBI guidelines.

Besides, other approved forms of credit risk mitigation are 'On Balance Sheet netting' and availability of 'Eligible Guarantees'. On balance sheet nettings have been reckoned to the extent of the deposits available against the loans / advances of the borrower (to the extent of exposure) as per the RBI guidelines. Further, in computation of credit risk capital, the types of guarantees recognised for taking mitigation, in line with RBI guidelines are Central Government Guarantee (0%), State Government (20%), CGTSI (0%), ECGC (20%), Bank Guarantee in the form of Bill purchased / discounted under Letter of Credit (20% or as per rating of foreign banks), The bank has ensured compliance of legal certainty as prescribed by the RBI in the matter of credit risk mitigation.

Concentration Risk in Credit Risk Mitigation:

Securities eligible for mitigation are easily typically realizable financial securities. As such, presently no limit / ceiling have been prescribed to address the concentration risk in credit risk mitigants recognised by the bank.

Quantitative Disclosure

A) Under the standardized Approach, the total credit exposure covered by eligible financial collaterals after application of haircuts as on 31st March 2026 is Rs. 21.32 crores.

B) Under the standardized Approach, the total credit exposure covered by guarantee / credit derivative as on 31st March 2026 is Rs. 3,758.74 crores.

(As at March 31, 2026, the Bank has accepted Rs. 3,758.74 crores (previous year Rs. 2,046.76 crores) and placed Rs. 2,135.39 crores (previous year Rs. 874.45 crores) as cash collaterals under credit support agreement from counterparties for exposure arising out of derivative contracts.)

Table DF-6 Securitisation disclosure

The Bank has not undertaken any securitisation and hence this disclosure is not applicable.

Table DF-7 Market risk in trading book

Qualitative Disclosure

Market Risk:

Market risk is the risk of incurring a loss of value due to adverse trends in market prices or parameters, whether directly observable or not.

Observable market parameters include, but are not limited to exchange rates, prices of securities and commodities (whether listed or obtained by reference to a similar asset), prices of derivatives, and other parameters that can be directly inferred from them, such as interest rates, credit spreads, volatilities and implied correlations or other similar parameters.

Non-observable factors are those based on working assumptions such as parameters contained in models or based on statistical or economic analyses, non-ascertainable in the market.

Risk Strategy and Measurement:

The Market Risk positions subject to capital charge requirement are:

- Positions pertaining to interest rate related instruments in the Trading Book (i.e. market making activity, for positions classified under Fair Value through Profit and Loss – Held for Trading i.e. FVTPL - HFT).
- Foreign exchange positions throughout the Bank in both Banking and Trading books.
- The Bank does not hold any positions in equities.

The Bank has a robust risk management system in place. The management Board reviews and approves the risk appetite and capacity on an annual basis, or more frequently in the event of unexpected changes to the risk environment, with the aim of ensuring that they are consistent with our Group's strategy, business and regulatory environment and stakeholder's requirements. Market Risk is monitored and assessed by the RISK Markets & Financials Institutions (RISK MFI) department. RISK MFI works as a part of the Group Risk Management Department. Market & Liquidity Risk for Indian books is monitored by India RISK MFI department, in co-ordination with regional and global RISK MFI departments. RISK MFI contributes to the definition of the Bank's risk appetite, its risk decision making process and the optimisation of capital allocation.

To maintain the neutrality in operations of the RISK MFI department for unbiased controls of Market Risk, the RISK MFI department is independent of front office and operations (back office & middle office) functions.

Mechanism for market Risk monitoring:

To ensure that the Market Risk is properly monitored and in line with the capital adequacy of the Bank, stringent market limits are placed on each business line within Fixed Income and ALMT (ALM Treasury). The same include Cumulative Gapping limits, OYE limits, PV01 limits, VaR limits, Spread limits, Issuer Risk Limits etc. In addition to this, the limits as prescribed by the RBI are enforced. The Bank has various limits in place for monitoring of Market Risk.

The Market Risk of trading transactions in terms of sensitivities and VaR are system generated with no manual intervention. RISK MFI monitors the actual positions vis-à-vis the limits on a daily basis and report the same to the concerned heads of the business lines and regional RISK MFI departments. In case of any excess, RISK MFI staffs will follow-up for the approval of the excess with the relevant approving authority or will instruct the business to reduce the position. RISK MFI will report any such excess to the regional business heads as well as to the Bank's management.

The Bank believes in strong assessment and estimation of the capital required to cover Market Risks arising from the business. The Bank has robust stress testing and back testing mechanisms to ensure that the capital adequacy is maintained.

The Bank has a detailed Stress Testing Policy. Monitoring, stress testing tools and escalation processes are in place for key capital and liquidity thresholds. The results of stress testing are included into our Internal Capital Adequacy Assessment Process (ICAAP) which is submitted to the regulators.

Quantitative Disclosure

a) Capital requirements for Market risk: (Figures as on 31st March 2026 and in Rs. Crore)

Standardized duration approach:

	Market Risk (Rs. in Crores)	31-Mar-26
(i)	Details of Market Risk capital requirement	
(ii)	Interest Rate risk	2,060.12
(iii)	Foreign exchange risk	241.31
(iv)	Equity risk	
	Total	2,301.43

Table DF-8
Operational risk

Qualitative Disclosure

Operational Risk:

Operational and compliance risks come under a specific regulatory framework:

- Directive 36/2013/UE (CRD 4) and Regulation (EU) No. 575/2013 (CRR) governing prudential supervision and the methods for calculating the amount of capital requirements to cover the operational risk
- French Ministry of Finance Decree of 3 November 2014, which defines the roles and responsibilities of the RISK Function (covering all types of risks) and an internal control system which ensures the efficiency and quality of the Bank's internal operations, the reliability of internal and external information, the security of transactions, as well as compliance with applicable laws, regulations and internal policies.

Banking regulation divides operational loss events into seven categories:

(i) internal fraud, (ii) external fraud, (iii) employment practices and workplace safety (such as an anomaly arising from recruitment management), (iv) clients, products and business practices (such as product defects, mis-selling, professional misconduct, etc.), (v) damage to physical assets, (vi) business disruption and system failures, (vii) execution, delivery and process management (data entry error, error in documentation, etc.).

Effective management of compliance risk aims to ensure compliance with applicable laws, regulations, rules of ethics and instructions, protect the Group's reputation, that of its investors and that of its customers, ensure ethical professional behaviour, prevent conflicts of interest, protect customers' interests and market integrity, fight against money laundering, corruption and the financing of terrorist activities, as well as ensure compliance with financial embargoes.

Policies on Management of Operational Risks:

The Bank has adopted Group Operational Risk Management Policy. Other policies adopted by the Bank which deal with management of Operational Risk are Know Your Customers (KYC) and Anti Money Laundering Procedures, IT Business Continuity and Disaster Recovery Plan (IT – BC DRP). Within the general management of operational risk, Fraud risk relevant aspects are part of self-assessment process.

The Operational Risk management policy adopted by the Bank outlines organization structure and detail processes for management of Operational Risk. The basic objective of the policy is to closely integrate Operational Risk management system into day-to-day risk management processes of the Bank by clearly assigning roles for effectively identifying, assessing, measuring, monitoring and controlling / mitigating Operational Risks and by timely reporting of Operational Risk exposures, including material Operational losses. Operational Risks in the Bank are managed through comprehensive and well-articulated internal control frameworks.

As per BIA, the capital requirement as on March 31, 2026 is Rs. 412.08 crores.

Table DF-9
Interest rate risk in the banking book (IRRBB)

Qualitative Disclosure

Interest Rate Risk in the Banking Book:

The Interest Rate Risk in the Banking Book (IRRBB) is the risk than Banking Book's future earnings and economic value of the whole Banking Book may be adversely impacted by adverse movements in Reference Interest Rates. Hence, when interest rates move, the charges paid on deposits and other liabilities on one hand, and the interest income received on loans and other assets on the other hand, do not vary, in general, in the same way with interest rates moves, generating changes on its earning. This risk is named Interest Rate Risk in the Banking Book (IRRBB).

IRRBB Risk Management:

Interest Rate Risk in the Banking Book (IRRBB) is managed by the Bank on an ongoing basis. The Bank has identified the critical risks associated with the changing interest rates for its on and off-balance sheet items in the Banking book from a short-medium-long term perspective. In order to assess IRRBB, the Bank takes into account the impact of changes due to parallel shifts in yield curve, yield curve twists, yield curve inversions and other relevant scenarios. The Bank adequately supports its assumptions about the base characteristics of its non-maturity deposits and other assets / liabilities, especially those exposures characterized by embedded options. Given the uncertainty in such assumptions, stress testing is used as prime tool for assessing the impact of IRRBB.

The Bank has a detailed Liquidity Risk policy. The Liquidity Risk policy specifically deals with Liquidity Risk management and Interest Rate Risk management framework. As envisaged in the policy, liquidity is managed through the gapping module, based on residual maturity of assets and liabilities, on a daily basis The Bank has put in place mechanism of short-term dynamic liquidity management and contingent funding plan. Prudential limits are prescribed for different residual maturity time buckets for efficient asset liability management. Liquidity profile of the Bank is evaluated through various liquidity ratios. The Bank has also drawn various contingent measures to deal with any kind of stress on liquidity position. Bank ensures adequate liquidity managed on a real time basis by domestic treasury through systematic and stable funds planning.

The Asset Liability Management Committee (ALCO) monitors adherence of prudential norms fixed by the Bank.

Quantitative Disclosure

Under the Pillar III norms, the increase / decline in earnings and economic value for an upward / downward rate shock of 200 basis points as on March 31, 2026, broken down by currency is as follows:

Earnings Perspective

Currency	(Rs. in crores)	
	Interest rate shock	
	2% Increase	2% Decrease
Rupees	115.34	(115.34)
US Dollar	(7.03)	7.03

Economic Value Perspective

Currency	(Rs.in crores)	
	Interest rate shock	
	2% Increase	2% Decrease
Rupees	(178.29)	178.29
US Dollar	(7.76)	7.76

Table DF-10
Counterparty Credit Risk

Counterparty risk is the translation of the credit risk embedded in the market, investment and/or payment transactions. Those transactions include bilateral contracts (i.e. Over-The-Counter - OTC) which potentially expose the Bank to the risk of default of the counterparty faced.

Counterparty risk identification is governed in BNP Paribas, including BNP Paribas- Indian Branches, according to the principles and practices that underlie classical credit risk identification. In particular, it shall be noted that concentration risks are jointly analysed for credit and counterparty risks when monitoring countries, industries or single names.

Management of Counterparty Risk

The bank manages Counterparty Credit Risk (CCR) through continuous measuring and monitoring of risks at each obligor and portfolio level. Capital for CCR exposure is assessed based on Standardized Approach. With effect from 1st October 2021, the Bank has implemented Bilateral Netting with eligible counterparties with whom ISDA documentation has been executed. The interbank trades in Government Securities, Interest Rate Swaps and Forex Forwards are settled through CCIL as a Central Counterparty. The bank participates in portfolio compression exercises conducted for netting off exposures to other inter-bank counterparties on OTC derivative trades that are subject to centralized settlement through Central Counterparties.

Bank also enters into financial instruments that are traded or cleared on an exchange for currency futures and options.

The outstanding balance as on March 31, 2026 and the derivative exposure calculated using Current Exposure Method (CEM) is provided below.

(Rs.in Crores)

Particulars	Notional Amounts	Current Exposure
Foreign Exchange Contracts	505,914	10,257
Interest Rate Swaps	1,704,618	6,666
Cross Currency Swaps	97,351	7,479
Currency Options	12,832	311
Forward Rate Agreement	13,353	763
Currency Futures	61	1
Interest Rate options	214	2
Bond Forward	600	9
Total	2,334,943	25,486

Leverage Ratio

The Basel III leverage ratio is defined as the capital measure (Tier-1 capital of the risk based capital framework) divided by the exposure measure, with this ratio expressed as a percentage.

As per RBI guidelines, disclosures required for leverage ratio for the Bank at March 31, 2026 are as follows:

Leverage Ratio	Rs. in Crores
Tier 1 capital	13,502.21
Total exposures	114,137.86
Basel III leverage ratio (per cent)	11.83%

NSFR

NSFR Ratio	Rs. in Crores
Panel I - Available Stable Funding (Sources of funds)	33,365.68
Panel II - Required Stable Funding (Uses of funds)	25,399.81
NSFR Ratio	131.36%

Data Tables for Balance Sheet Disclosure as at March 31, 2026.

Particulars	Attachment
DF11 Capital Composition	 DF11 March 2026.xlsx
DF12 Capital Composition and Reconciliation	 DF12 March 2026.xlsx
DF13 Main Features of Capital Instruments	 DF13 March 2026.xlsx
DF14 Terms & Conditions of Capital Instruments	 DF14 March 2026.xlsx
DF 15 Remuneration	 DF15 March 2026.xlsx
DF 16 Equities	Not Applicable

Table DF 17- Summary comparison of Accounting assets vs. leverage ratio exposure measure		
No.	Item	(Rs. in Crores)
1	Total consolidated assets as per published financial statements	105,743
2	Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	-
3	Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-
4	Adjustments for derivative financial instruments	25,486
5	Adjustment for securities financing transactions (i.e., repos and similar secured lending)	563
6	Adjustment for off-balance sheet items (i.e., conversion to credit equivalent amounts of off- balance sheet exposures)	9,714
7	Other adjustments	(27,368)
8	Leverage ratio exposure	114,138

Table DF-18: Leverage ratio common disclosure template

No.	Item	Leverage ratio framework (Rs. in Crores)
On-balance sheet exposures		
1	On-balance sheet items (excluding derivatives and SFTs, but including collateral)	78,509
2	(Asset amounts deducted in determining Basel III Tier 1 capital)	(134)
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)	78,375
Derivative exposures		
4	Replacement cost associated with all derivatives transactions (i.e., net of eligible cash variation margin)	8,707
5	Add-on amounts for PFE associated with all derivatives transactions	16,779
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	-
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	-
8	(Exempted CCP leg of client-cleared trade exposures)	-
9	Adjusted effective notional amount of written credit derivatives	-
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-
11	Total derivative exposures (sum of lines 4 to 10)	25,486
Securities financing transaction exposures		
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	563
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-
14	CCR exposure for SFT assets	-
15	Agent transaction exposures	-
16	Total securities financing transaction exposures (sum of lines 12 to 15)	563
Other off-balance sheet exposures		
17	Off-balance sheet exposure at gross notional amount	36,678
18	(Adjustments for conversion to credit equivalent amounts)	29,964
19	Off-balance sheet items (sum of lines 17 and 18)	9,714
Capital and total exposures		
20	Tier 1 capital	13,502
21	Total exposures (sum of lines 3, 11, 16 and 19)	114,138
Leverage ratio		
22	Basel III leverage ratio	11.83%