

www.rbi.org.in

RBI/2016-2017/268 FMOD.MAOG. No. 118/01.01.001/2016-17

April 06, 2017

All Scheduled Commercial Banks (excluding RRBs), Scheduled Urban Co-operative Banks and Standalone Primary Dealers

Madam / Sir,

Liquidity Adjustment Facility – Repo and Reverse Repo Rates

As announced in the <u>First Bi-monthly Monetary Policy Statement, 2017-18 Resolution of the Monetary Policy Committee (MPC)</u>, it has been decided to keep the Repo rate under the Liquidity Adjustment Facility (LAF) unchanged at **6.25 per cent**.

However, consequent upon the narrowing of the LAF corridor, the Reverse Repo rate under the LAF now stands adjusted at **6.0 per cent**.

This change will come into force with immediate effect. All other terms and conditions of the current LAF Scheme will remain unchanged.

Yours sincerely

(Radha Shyam Ratho) Chief General Manager