

RBI/2014-2015/622

FMOD.MAOG. No.108 /01.01.001/2014-15

June 2, 2015

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

<u>As announced by the Governor today</u>, it has been decided to reduce the Repo rate under the Liquidity Adjustment Facility (LAF) by 25 basis points from 7.50 per cent to **7.25 per cent** with immediate effect.

Consequent to the change in the Repo rate, the Reverse Repo rate under the LAF will stand adjusted to **6.25 per cent** with immediate effect.

All other terms and conditions of the current LAF Scheme will remain unchanged.

Yours sincerely

(M. Rajeshwar Rao) Chief General Manager