





RBI/2022-23/45 DOR.RET.REC.32/12.01.001/2022-23

May 04, 2022

All Banks

Madam/Sir,

Change in Bank Rate

Please refer to our <u>circular DOR.No.Ret.BC.74/12.01.001/2019-20 dated May 22, 2020</u> on the captioned subject.

2. As announced in the <u>Monetary Policy Statement 2022-23 dated May 04, 2022</u>, the Bank Rate is revised upwards by 40 basis points from 4.25 per cent to 4.65 per cent with immediate effect.

3. All penal interest rates on shortfall in reserve requirements, which are specifically linked to the Bank Rate, also stand revised as indicated in the <u>Annex</u>.

Yours faithfully,

(Prakash Baliarsingh) Chief General Manager

Encl. : As above



<u>Annex</u>

Penal Interest Rates which are linked to the Bank Rate

Item	Existing Rate	Revised Rate (With immediate effect)
Penal interest rates on	Bank Rate plus 3.0	Bank Rate plus 3.0 percentage points
shortfalls in reserve	percentage points (7.25	(7.65 per cent) or Bank Rate plus 5.0
requirements (depending	per cent) or Bank Rate	percentage points (9.65 per cent).
on duration of shortfalls).	plus 5.0 percentage	
	points (9.25 per cent).	