

RBI ANNOUNCEMENTS

17 April 2020



The RBI Governor today announced the second tranche of liquidity boost amidst the fighting of the pandemic COVID 19, a brief of important points is as under:

- Reverse repo rate cut by 25 basis point taking it to 3.75% from 4%
- TLTRO 2.0 of INR 50,000 crore targeting at NBFC announced
- Relaxation announced to asset classification norms
- The period of moratorium will be excluded from the 90 day NPA classification norms
- To help the states avail more funds to fight the COVID 19 pandemic
- Liquidity Coverage Ration has been brought down to 80% from 100% earlier for the banks
- Banks not to make any dividend payment until further notice
- Measures to boost liquidity of NABARD, SIDBI and NHB by announcing a refinance facility of INR 50,000 crores
- DCCO in respect of loans to commercial real estate projects (CREP) delayed for reasons beyond the control of promoters can be extended by an additional one year without treating the same as restructuring. Similar treatment to be given to loans by NBFC to CREP.

This apex body has been taking all measures to control the economic turbulence whilst this pandemic situation. These decisions have been possibility taken keeping in mind the difficulties and hardships which is being faced or is foreseen to be faced by the businesses in India.