

RBI/2018-2019/160 FMOD.MAOG.No.130/01.01.001/2018-19

April 4, 2019

All Liquidity Adjustment Facility (LAF) participants

Madam/Sir,

<u>Liquidity Adjustment Facility – Repo and Reverse Repo Rates</u>

As announced in the <u>First Bi-monthly Monetary Policy Statement</u>, <u>2019-20</u>, today, it has been decided by the Monetary Policy Committee (MPC) to reduce the policy Repo rate under the Liquidity Adjustment Facility (LAF) by 25 basis points from 6.25 per cent to **6.00 per cent** with immediate effect.

- 2. Consequently, the Reverse Repo rate under the LAF stands adjusted to **5.75 per cent** with immediate effect.
- 3. All other terms and conditions of the extant LAF Scheme will remain unchanged.

Yours sincerely

(Radha Shyam Ratho) Chief General Manager