



भारतीय रिज़र्व बैंक
RESERVE BANK OF INDIA
www.rbi.org.in

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FMD.MOAG. No.64/01.01.01/2011-12

October 25, 2011

All Scheduled Commercial Banks (excluding RRBs) and Primary Dealers

Dear Sir,

**Liquidity Adjustment Facility – Repo and Reverse Repo
and Marginal Standing Facility Rates**

As announced today by the Governor in the [Second Quarter Review of the Monetary Policy 2011-12](#), it has been decided to increase the repo rate under the Liquidity Adjustment Facility (LAF) by 25 basis points from 8.25 per cent to **8.50 per cent** with immediate effect.

2. Consequent to the above increase in the repo rate, the reverse repo rate under the LAF will stand automatically adjusted to **7.50 per cent** and the Marginal Standing Facility (MSF) rate to **9.50 per cent** with immediate effect.

3. All other terms and conditions of the current LAF and MSF Schemes will remain unchanged.

4. Please acknowledge receipt.

Yours sincerely

(G. Mahalingam)
Chief General Manager