

Also Refer

DBS.No.OSMOS.BC.1/33.01.001/2000-01 dt 05-07-00
DBS.CO.OSMOS.BC.37/33.01.001/1999-2000 dt 16-06-00

DBS.BC.No.OSMOS.2/33.01.001.15.98-99

July 17, 1999

All Scheduled Commercial Banks
 Chairman & Managing Director/
 Chief Executive Officers

Dear Sir,

Introduction of Second Tranche of DSB Returns

As you are aware, DSB Returns were introduced in terms of our Deputy Governor (Shri S.P. Talwar)'s D.O. letter No. DOS.PS.SRS.Bks.01/15.02.800/94-95 dated 28th February, 1995 and the formats were revised vide our letter DoS.No.OSM.SRS.Bks.74/15.02.800/95-96 dated 23rd November, 1995 and DBS.Co.OSMOS.BC.43/33.01.001/43/98-99 dated 16th December, 1998.

2. In the circular dated 28th February, 1995 a mention had been made about the proposed introduction of a second tranche of off-site returns covering liquidity, interest rate and foreign exchange risks. Subsequently, Exchange Control Department (ECD) vide their AD.MA Circular No. 52 dated 27th December, 1997 have introduced two returns viz. Statement of Maturity and Position (MAP) and Statement of Interest Rate Sensitivity (SIR) for Foreign Exchange transactions. Subsequent modifications in respect of these returns have been advised by ECD vide AD.MA.Circular No.16 dated 15th May 1999. Similarly, Department of Banking Operations and Development (DBOD) have issued instructions regarding Asset-Liability Management System in Banks introducing two returns viz. Statement of Structural Liquidity and Statement of Interest Rate Sensitivity vide their circular No. BP.BC.8/21.04.00/98-99 dated 10th February, 1999. Detailed discussions have also been held by DBOD with banks in this regard. Thus, statements for capturing the liquidity, interest rate and foreign exchange risks are already in place in banks.

3. It has now been decided to adopt the following four returns with minor modifications as part of Second Tranche of DSB Returns with effect from the quarter ending June 1999.

1. Statement of Structural Liquidity and	as introduced vide DBOD circular <u>BP.BC.8/21.04.00/98-99</u>
2. Statement of Interest Rate Sensitivity	
3. Statement of Maturity and Position (MAP) and	both Forex as introduced vide <u>AD.MA Circular No. 52</u> dated 27 December 1997 by IECD
4. Statement of Interest Rate Sensitivity (SIR)	

The MAP and SIR statements should be invariably submitted in respect of four major currencies, namely, US Dollar, Pound Sterling, Euro and Japanese Yen. Statements in respect of other foreign currencies may be submitted provided the transactions in the currency concerned exceed 5 percent of their total foreign exchange turnover.

Format: The returns are to be submitted both in hard copy and soft copy i.e. magnetic media (floppy, etc.) and the formats for the same are enclosed herewith. The instructions for filling up the soft copy are enclosed herewith. The returns may please be prepared keeping in view the guidelines issued by DBOD and ECD in their respective circulars for compiling these returns.

Periodicity: These returns are to be submitted to the Department of Banking Supervision to start with, on quarterly basis as on the last reporting Friday of the quarter and the time schedule for the same would be as under:

For the quarter ended	Due Date
June 1999	30 September 1999
September 1999	30 December 1999
December 1999	15 February 2000
March 2000 onwards	Last working day of the following month

MAP and SIR statements have been aligned both in periodicity and time-buckets with the Rupee statements on Structural Liquidity and Interest Rate Sensitivity for the purpose of supervisory returns and these statements should continue to be submitted to ECD in the format prescribed by them.

The receipt of this circular may be acknowledged to Shri Aditya Narain, Deputy General Manager, Department of Banking Supervision, Central Office, Reserve Bank of India, World Trade Centre I, Cuffe Parade, Mumbai 400 005. (Fax 218 0157)

Yours faithfully,

Sd/-

(M. R. Srinivasan)
 Chief General Manager