



MAY '19

FEDAI NEWS LETTER

'Voluntary Retention Route' (VRR) for Foreign Portfolio Investors (FPIs) investment in debt - Revised

<https://rbidocs.rbi.org.in/rdocs/notification/PDFs/APDIR187VRR1BB1700685F042D1A4F868415C6C91F5.PDF>

RBI based on market feedback has made following changes in the scheme to increase its operational flexibility –

- Introduction of a separate category, viz. VRR-Combined where FPI investment in instruments eligible under both VRR-Govt and VRR-Corp.FPIs that were allotted investment limits under the 'tap' open during Mar.11,'19 – Apr.30,'19, may at their discretion, convert their full allotment to VRR-Combined.

- Investment limits shall be available 'on tap' on 'First Come First Serve' basis

- Successful allottees now shall invest at least 75% of their CPS within 3 months instead of investing at least 25% of CPS within 1 month, of allotment.

- Additional option for FPI deciding not to continue under VRR at the end of the retention period viz. continue to hold their investment until the date of maturity or the date of sale, whichever is earlier.

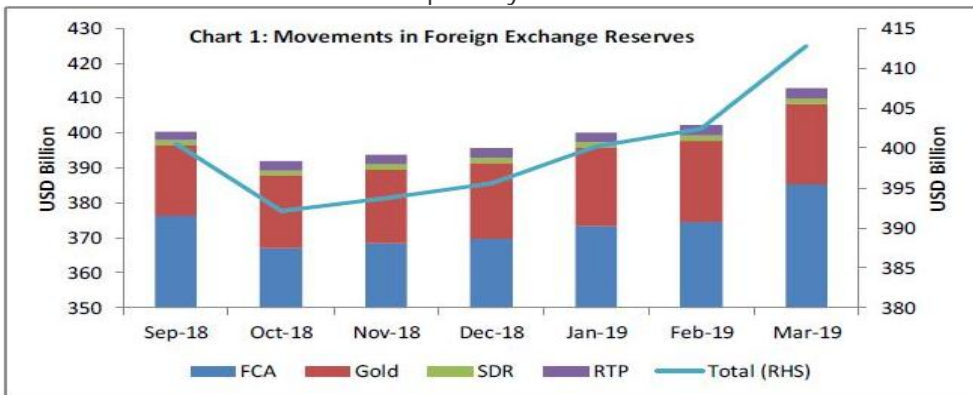
ICC Approves eUCP and eURC; both supplements will come into effect 1 July 2019.

<https://iccwbo.org/media-wall/news-speeches/sustainable-transformation-icc-banking-commission-annual-meeting-concludes-beijing/>

RBI's Report on Management of Forex Reserves

<https://www.rbi.org.in/Scripts/PublicationsView.aspx?id=18952#11>

RBI published half-yearly report on management of foreign exchange reserves as part of its efforts towards enhanced transparency and levels of disclosure.



FEDAI Annual Conference 19-21, April 2019 at Beijing

<https://fedai.org.in/UploadPopupPageFiles/BPKanungoDGRBKeyNoteAddressFedai.PDF>

FEDAI's 14th Annual Conf.at Beijing was attended by over 200 delegates including officials from RBI, FIMMDA, FBIL and service providers. Mr Prashant S Lokhande, Counsellor, (Economic, Trade and Commerce), Embassy of India, Beijing addressed the delegates. Keynote Address by Chief Guest, **Sh. B.P.Kanungo, Dy Governor, RBI** on the topic, "India's growing significance in global arena. Is it Sustainable? Are we Ready for it?" is available on FEDAI website.

Real Time Gross Settlement System – Extension of Timings

Timings for customer transactions (initial cut-off) in RTGS extended from 4:30 pm to 6:00 pm with effect from **June 01, 2019**.

<https://www.rbi.org.in/Scripts/NotificationUser.aspx?id=11564&Mode=0>

FEDAI workshops, trainings in May '19

2-Day Spl Workshop on "Insp of Foreign Trade / Exchange Busi at B

Category branches of AD I Banks" at SIBSTC Bangalore on 3-4th May '19

5 days Orientation Workshop - Bank of Baroda at Jaipur from 13-17th May '19

Bank of Baroda, Pune from 27-31st May '19

Forthcoming 5 days Orientation Workshop

Axis Bank, Mumbai 10-14th June '19 ; Bank of Baroda, Gandhinagar 01-05th Jul '19

Upcoming Market Events

RBI Monetary Policy Comm Mtg 3,4&6 June

ECB Monetary Policy Meeting – June 6th 2019

FOMC Meeting – June 18-19, '19

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Fx Trading platform for Retail Participants

RBI in its "Statement on Development and Regulatory Policies" dated Oct. 04,2017 had stated that Clearing Corporation of India Ltd (CCIL) will develop access to FX-CLEAR platform to the Retail customers through an internet based application. The objective of the platform is to provide a platform for the retail customers where orders can be matched anonymously and automatically, provide transparency and better pricing to the customers as well as a market based solution to help eliminate the price risk faced by banks in warehousing customer orders until they are aggregated and covered in the interbank market. Accordingly, CCIL have developed a FX trading platform for retail participants. The platform will go live on 5th August 2019 with customer registration process for the retail FXplatform starting from 1st July'19.

https://fedai.org.in/DocumentUploadFiles/SpecialCircular/SPL_08_20.05.2019.pdf