Foreign Exchange Dealers' Association of India

(Self-Regulatory Organisation for all Authorised Dealers)

173, Maker Tower
'F', Cuffe Parade,
Mumbai - 400 005.

Tel.: 2218 2549 / 2218 4432

E-mail: mail@fedai.org.in
Website: https://fedai.org.in

Misc. Circular No. 32/PWS/TFX/2026 **23rd July 2026**

To
All FEDAI Members

ATTN.:
Head, HRD, Training Division
Head, International Division

Sir / Madam,

FEDAI 2-Day Workshop (NON – RESIDENTIAL) on "Treasury and Foreign Exchange Market"
at FEDAI Conference room, Mumbai on 20th and 21st August 2026
Last date of receiving nominations is 17th August 2026

We are pleased to inform our members that we are organising a classroom workshop on **"Treasury and Foreign Exchange Market"** under **Knowledge Initiative Series 2026** at FEDAI Conference room, Mumbai on **20th and 21st August 2026**. The details of the workshop time schedule and fees are furnished in the Annexure.

BACKGROUND:

Treasury and Foreign Exchange Markets are specialised subjects for Banks/Institutions dealing in international business, Fx markets. Banks, as Authorised Persons, have also to fulfil certain responsibilities under FEMA while providing their clients efficient seamless service, ensuring competitive pricing and ease of operations. There are host of opportunities for member banks to develop their international business. It is therefore, essential that officers possess not only required knowledge of the treasury and Foreign Exchange markets but also understand how these markets can impact bank's balance sheet as well as its financial stability. The knowledge would also help bank employees guide their customers and improve operational capabilities. In addition, bank employees will be able to tap new business opportunities, ensure compliance with the regulatory guidelines while efficiently managing the risks.

OBJECTIVE:

This program has been designed to impart knowledge of treasury and Foreign Exchange markets with respect to regulatory guidelines, market practices, interbank dealings, risk management etc. It will help to improve overall understanding to better equip the officers to handle such transactions.

Participation in the workshop conducted by FEDAI will also enable officials of member banks to share best business practices, networking and improve their knowledge and skills.

TARGET GROUP:

- Officials working in Dealing room, Back office, Mid Office, Risk and Compliance etc.

TOPIC COVERAGE & FACULTY:

Workshop will be covering Topics mentioned below extensively with presentations, discussions, illustrations, case studies and followed by Q & A. Experienced faculty from FEDAI, its member banks and other market participants with operational experience will be handling the sessions.

Workshop Topics:

Day 1
Session I - Introduction to Global Fx Markets

- Foreign Exchange – What, why, how
- Market Structure – Salient features, market conventions
- Largest decentralized Global OTC market, Round the clock, high liquidity,
- Fixed v/s Floating exchange rate, Bretton Woods System (Gold Standard)
- Importance of USD in International markets – Reserve, Invoicing, Payment, Settlement Currency
- Settlement – Cash/Tom/Spot/Forwards, Time difference - Settlement Risk, Deliverable/Non-Deliverable
- Key players – Banks, FIs, Intermediaries, Sovereigns, Wealth Managers, PE Funds
- Key trading centres – NY, London, Tokyo

Session II – Indian Fx Market

- Evolution from FERA to FEMA 1999, RBI as a regulator
- INR pegged to GBP, Basket of Currencies, LERMS, Floating Exchange Rate
- Authorised Persons – AD I, AD II, AD III, FFMCs
- Market Intermediaries, Electronic Trading Platforms, Algo Trading
- International Trade – Role of Ministry of Commerce and Inds., Ministry of IT, International Chambers of Commerce
- FEDAI, FIMMDA, Financial Benchmarks India Limited (FBIL)
- Gift City – IFSCA, Linkages with domestic onshore market

Session III – International Financial Flows – Current, Capital Account

- International Trade – Export, Import guidelines
- DGFT Foreign Trade Policy
- International Chambers of Commerce (ICC) guidelines
- ODI/ FDI, AML/TF Guidelines, FATF recommendations
- Prevention of Money Laundering Act (PMLA), Foreign Contribution Regulations Act (FCRA)
- Trade Based Money Laundering (TBML)

Session IV - Risk Management; Identification

- Interest Risk, Currency exchange risk – Structural Risk, Translation Risk, Transaction Risk, Economic Risk
- Cash flow, MtM,
- Risks associated with Fx trading and/or hedging – Counterparty Risk, Settlement Risk, Systemic Risk, Liquidity Risk, Legal n Compliance Risks, Operational Risks, Reputational Risk
- World of Crypto, CBDCs

Day 2
Session I - Exchange Risk – Assessment, Monitoring, Management

- Defining Exchange Rate risk, Setting up limits
- Risk measurement tools – Mark to Market, Potential Loss, Static Methods, VaR Valuation models
- Risk Management Policy - Dynamic or active hedging, Static or passive hedging strategy
- Hedge Accounting – Hedge effectiveness test, Hedge Accounting, IFRS
- Interlinkages with other asset classes, markets; Integrated Treasury Management

Session II - Dealing Room

- Bank Book Risk Control – three tier structure: Front Office, Mid Office, Back Office. Online monitoring, audit
- Nostro account, Liquidity Management
- Capital allocation for treasury – Cost optimisation, Transfer pricing
- Netting – Bilateral Netting, Multilateral Netting – Central Clearing and Settlement Counterparty, Continuous Linked Settlement
- Role of CCIL – CCP, Trade Repository, Issuers of LEI
- Collateralization, CSA – Initial Margin, Variation Margin for NCCDs
- Regulatory controls

Session III – Hedging Exchange Rate Risk – RBI Risk Management Guidelines

- Derivatives – Why market needs derivatives
- Hedge products – Fx Options v/s Forwards,
- Exchange Rate Mathematics – Interest rate parity, Pricing of Options
- Fx Swap, Currency Swap, Cost Reduction Strategies
- RBI Hedging Guidelines – Shift from Prescriptive to Principal Based hedging guidelines;
- INR exposure, non-INR exposure
- Retail, non-retail users; Contracted exposure, Anticipated exposure

Session IV - Hedging Strategies

- Product Structuring – Linear, non-linear hedging products, leverage,
- Documentation – Master Agreements – Intl Swaps & Derivatives Association (ISDA) MA, Schedule, CSA, Intl Foreign Exchange Master Agreement (IFEMA), Intl Fx & Currency Option (IFXCO), Foreign Exchange & Options Master Agreement (FEOMA),
- Global Fx Committee, India Fx Committee, Global Fx Code of Conduct
- Wrap-up

FEDAI members are requested to take this opportunity and depute suitable officials for this workshop. Please send nominations to trg@fedai.org.in with Participant(s) Name, Designation/Role, Mobile number, official email ID, Authorized person's name, designation, Mobile Number and email ID. **Self nominations will not be accepted.**

Nominations will be accepted on a **'first come, first served'** basis and must be received by FEDAI no later than **Monday, August 17, 2026**. **If the requisite number of nominations is received before the deadline, we will close the nominations early and update the status on our website.**

Chief Executive

Enclosure: a/a

Annexure

VENUE	CONTACT DETAILS	SCHEDULE
Foreign Exchange Dealers' Association of India (FEDAI), 173, 17th Floor, Maker Tower - F, Cuffe Parade, Mumbai - 400005. E-Mail: trg@fedai.org.in	Ms. Gauri Gurav /Mr. Venkata Ganesh Raman +91 96190 81918 / +91 98337 62240	**Thursday & Friday** **20 & 21 August 2026** Schedule: **Day 1: 8:45 am to 5:00 pm** **Day 2: 9:30 am to 5:00 pm**

Participation Fee should be paid within 5 Days upon receipt of Invoice to the account details provided herein. The participation fee includes cost of e-book category 'C and learning module'. Banks would be liable to pay Participation fee for all participants whose nomination has been accepted by FEDAI. The fees for the workshop per participant is:

Participation Fee: Rs. 10,000 / -
+ GST 18% : Rs. 1,800 /-

Rs. 11,800 /-

GSTIN: 27AAATF0610P1ZR, PAN: AAATF0610P

Please note that **NO TDS** is applicable on participation fee/s paid by members since FEDAI as an Association of AD-I Category Banks & FIs (Members), is a Company registered Under Section 25 of the Companies Act, 1956 and such receipts are exempted from Income Tax based on the principle of mutuality.

Payment can be made by NEFT to the following account OR by drawing a Cheque payable at Mumbai:

a) Beneficiary Name: Foreign Exchange Dealers' Association of India
b) Bank's Name: Canara Bank, Cuffe Parade Br. Mumbai- 400005
c) Account Type: Savings Bank
d) Account No.: 1879101005526
e) IFSC Code: CNRB0001879
f) Remark: Please provide name of the Participant