



भारतीय रिज़र्व बैंक

RESERVE BANK OF INDIA

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CO.FIDD.PCD.No.S7850/04-09-001/2020-21

February 16, 2021

The Chairman / Managing Director/
Chief Executive Officer
[All Public Sector Banks, Private Sector Banks and
Foreign Banks incl. under WoS mode]

Dear Sir/Madam

Priority Sector Lending (PSL) – Interest Cap on Investment by Banks in Securitised Assets/ Direct Assignment

Please refer to our Master Directions on Priority Sector Lending dated September 4, 2020. It was advised therein vide para 17 (ii) on 'Investment by Banks in Securitised Assets' and para 18 (ii) on 'Transfer of Assets through Direct Assignment/Outright purchase' that *"the all-inclusive interest charged to the ultimate borrower by the originating entity should not exceed the External Benchmark Lending Rate (EBLR)/ MCLR of the investing bank plus appropriate spread which will be communicated separately"*.

2. In this regard, we advise that in case of investment by banks in securitized assets and transfer of assets through direct assignment /outright purchase, for classification under PSL, the all-inclusive interest charged to the ultimate borrower by the originating entity should not exceed the investing bank's MCLR + 10% or EBLR + 14%.

Yours faithfully

(K Srinivasan)
General Manager

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हिंदी आसान है, इसका प्रयोग बढ़ाइए

चेतावनी: मेलरिज़र्व बैंक द्वारा-डाक, एसएमएस या फोन कॉल के जरिए किसी की भी व्यक्तिगत जानकारी जैसे बैंक के खाते का ब्यौरा, पासवर्ड आदि नहीं मांगी जाती है। यह धन रखने या देने का प्रस्ताव भी नहीं करता है। ऐसे प्रस्तावों का किसी भी तरीके से जवाब मत दीजिए।
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