 Regd. Office: 2nd Floor, United India Building

Next to RBI Amar Building

Sir P. M. Road, Fort, Mumbai – 400001

Ph No: 022-2269 0322-23

022-2082 0381-85

FIMCIR/2022-23/001

Date: 01st April, 2022

**To all Member / Stake holders,**

**Re: Regarding Valuation of Recapitalization Bonds.**

Please refer to our Circular No. **FIMCIR/2020-21/ 030** dated 30th March, 2022 on Valuation of Investments as on 31st March, 2022, **para no 3. (III).22** and RBI circular No: **RBI/DOR/2021-22/81 DOR.MRG.42/21.04.141/2021-22** updated as on 31st March, 2022.

It has been clarified by RBI that that *investments in special securities received from the Government of India towards bank’s recapitalisation requirement from FY 2021-22 onwards shall be recognised at fair value / market value on initial recognition in HTM. The fair value / market value of these securities shall be arrived on the basis of the prices / YTM of similar tenor Central Government securities put out by Financial Benchmarks India Pvt. Ltd. (FBIL).*

Members and Stake holders are requested to note of the above directions of RBI.

Yours truly,

**G. Ravindranath**

**Chief Executive Officer**