

## RESERVE BANK OF INDIA Foreign Exchange Department Central Office Mumbai - 400 001

**RBI/2013-14/562 A.P. (DIR Series) Circular No.122** 

**April 10, 2014** 

To

All Category – I Authorised Dealer Banks

Madam / Sir,

## Trade Credits for Imports into India – Review of all-in-cost ceiling

Attention of Authorized Dealer Category-I (AD Category-I) banks is invited to the A.P. (DIR Series) Circular No. 56 dated September 30, 2013 relating to all-in-cost ceiling of Trade Credits for imports into India.

- 2. On a review it has been decided that the all-in-cost ceiling as specified under paragraph 4 of A.P. (DIR Series) Circular No.28 dated September 11, 2012 will continue to be applicable till June 30, 2014 and is subject to review thereafter.
- 3. All other aspects of Trade Credit policy remain unchanged. AD Category-I banks may bring the contents of this circular to the notice of their constituents and customers.
- 4. The directions contained in this circular have been issued under sections 10(4) and 11(1) of the Foreign Exchange Management Act, 1999 (42 of 1999) and are without prejudice to permissions / approvals, if any, required under any other law.

Yours faithfully

(Rudra Narayan Kar) Chief General Manager-in-Charge