## प्रेस प्रकाशनी PRESS RELEASE





वेबसाइट**ः** www.rbi.org.in/hindi Website : www.rbi.org.in ई-मेल/email : <u>helpdoc@rbi.org.in</u> संचार विभाग, केंद्रीय कार्यालय, एस.बी.एस. मार्ग, फोर्ट, मुंबई - 400 001

Department of Communication, Central Office, S.B.S. Marg, Fort, Mumbai - 400 001

फोन/Phone: 022 - 2266 0502

June 30, 2022

## RBI releases the Financial Stability Report, June 2022

Today, the Reserve Bank released the 25th issue of the <u>Financial Stability Report</u> (<u>FSR</u>), which reflects the collective assessment of the Sub-Committee of the Financial Stability and Development Council (FSDC) on risks to financial stability and the resilience of the financial system.

## Highlights:

- The outlook for the global economy is shrouded by considerable uncertainty because of the war in Europe, front-loaded monetary policy normalisation by central banks in response to persistently high inflation and multiple waves of the COVID-19 pandemic.
- Notwithstanding the challenges from global spillovers, the Indian economy remains on the path of recovery, though inflationary pressures, external spillovers and geopolitical risks warrant careful handling and close monitoring.
- Banks as well as non-banking financial institutions have sufficient capital buffers to withstand shocks.
- The capital to risk weighted assets ratio (CRAR) of scheduled commercial banks (SCBs) rose to a new high of 16.7 per cent, while their gross nonperforming asset (GNPA) ratio fell to a six-year low of 5.9 per cent in March 2022.
- Macro stress tests for credit risk reveal that SCBs would be able to comply with the minimum capital requirements even under severe stress scenarios.

(Yogesh Dayal) Chief General Manager

Press Release: 2022-2023/441 Chief General Manager