

July 25, 2006

To
All Scheduled Banks [excluding Regional Rural Banks (RRBs)
and Primary Dealers

Dear Sir,

Standing Liquidity Facilities for Banks and Primary Dealers

Please refer to FMD Circular FMD..No.9/01.01.01/2006-07 dated July 25, 2006 on Liquidity Adjustment Facility – Repo and Reverse Repo Rates.

2. The fixed repo rate under LAF has been revised to 7.00 per cent with immediate effect. Accordingly, the Standing Liquidity Facilities provided to Banks (export credit eligible for refinance) and Primary Dealers (PDs) (collateralised liquidity support) from the RBI would be available at repo rate i.e. 7.00 per cent with immediate effect.

Yours faithfully,

(M. D. Patra)
Adviser-in-Charge