



भारतीय रिज़र्व बैंक

RESERVE BANK OF INDIA

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RBI/2014-15/436

DCBR.CO.LS (PCB) Cir.No.4/07.01.000/2014-15

January 28, 2015

Chief Executive Officers of all  
Primary (Urban) Co-operative Banks

Madam / Dear Sir

**Review of norms for classification of Urban Co-operative Banks (UCBs) as Financially Sound and Well Managed (FSWM)**

Please refer to our [circular UBD.CO.LS \(PCB\) Cir.No.20/07.01.000/2014-15 dated October 13, 2014](#).

2. We have received representations from various stakeholders requesting us to review the definition of regulatory comfort as prescribed in para 3 of the circular ibid. The matter has been examined by us and it has been decided to revise the definition of 'Regulatory Comfort'. Accordingly, regulatory comfort for the purpose of classification of an UCB as FSWM would now include compliance to the provisions of Banking Regulation Act, 1949 (AACS), Reserve Bank of India Act, 1934 and the instructions / directions issued by RBI from time to time i.e. the bank should have track record of regulatory compliance and no monetary penalty should have been imposed on the bank on account of violation of RBI directives / guidelines during the last two financial years.

3. The other criteria prescribed for considering an UCB as FSWM detailed in the circular dated October 13, 2014 remain unchanged.

Yours faithfully,

(Suma Varma)  
Principal Chief General Manager

शहरी बैंक विभाग, केंद्रीय कार्यालय, गारमेट हाऊस, पहली मंज़िल, डॉ ए बी रोड, वरली, मुंबई- 400018 भारत  
फोन: 022 - 2493 9930 - 49; फैक्स: 022 - 2497 4030 / 2492 0231; ई मेल: [cgmincubd@rbi.org.in](mailto:cgmincubd@rbi.org.in)

Urban Banks Department, Central Office, Garment House, 1 Floor, Dr.A.B.Road, Worli, Mumbai - 400018, India  
Phone: 022 - 2493 9930 - 49; Fax: 022 - 2497 4030 / 2492 0231; Email: [cgmincubd@rbi.org.in](mailto:cgmincubd@rbi.org.in)

बैंक हिन्दी में पत्राचार का स्वागत करता है।

चेतावनी: भारतीय रिज़र्व बैंक द्वारा ई-मेल, डाक, एसएमएस या फोन कॉल के जरिये कोई भी व्यक्तिगत जानकारी जैसे बैंक खाते का ब्यौरा, पासवर्ड आदि नहीं माँगा जाता है। यह धन रखने या देने का प्रस्ताव भी नहीं करता है। ऐसे प्रस्तावों का किसी भी प्रकार से जवाब मत दीजिए।  
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