

No Repo Rate cut Now : RBI

June 6, 2003

We do not expect to make a repo cut now or for quite sometime, until the monsoon and inflation situation becomes clearer. There has been renewed market speculation on this issue in the light of the 50 basis point cut made by the European Central Bank yesterday. The rate of inflation in the main Euro countries is in the range of 2 per cent compared to our inflation rate which was 5.9 per cent on May 17, 2003, an official spokesperson of the Reserve Bank of India clarified.

**Alpana Killawala
General Manager**

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