



भारतीय रिज़र्व बैंक
RESERVE BANK OF INDIA

वेबसाइट : www.rbi.org.in/hindi

Website : www.rbi.org.in

ई-मेल/email: helpdoc@rbi.org.in

संचार विभाग, केंद्रीय कार्यालय, एस.बी.एस.मार्ग, मुंबई-400001

Department of Communication, Central Office, S.B.S.Marg, Mumbai-400001

फोन/Phone: 022- 22660502

June 11, 2020

RBI releases Discussion Paper on 'Governance in Commercial Banks in India'

The Reserve Bank of India today released on its website a [Discussion Paper](#) on 'Governance in Commercial Banks in India' for public comments.

2. The objective of the discussion paper is to align the current regulatory framework with global best practices while being mindful of the context of domestic financial system. Accordingly, some of the major highlights of the paper are as follows:

- i. Empower the Board of Directors to
 - a. set the culture and values of the organisation;
 - b. recognise and manage conflicts of interest;
 - c. set the appetite for risk and manage risks within the appetite;
 - d. improve the supervisory oversight of senior management;
- ii. Empower the assurance functions through various interventions;
- iii. Achieve clear division of responsibilities between the Board and the management; and
- iv. Encourage the separation of ownership from management.

3. Improving the quality of governance in financial intermediaries is an important determinant of efficiency in allocation of resources, protection of depositors' interest and maintaining financial stability. In this endeavour, the paper has been drafted to encourage stakeholder feedback.

4. Suggestions and comments on the discussion paper may be sent by [email](#) latest by July 15, 2020.

Press Release: 2019-2020/2485

(Yogesh Dayal)
Chief General Manager