

FIDC

Finance Industry Development Council

(A Representative Body of Assets and Loan Financing NBFCs)

101/103, Sunflower, 1st Floor, Rajawadi Road No.2, Ghatkopar (East), Mumbai – 400 077

Tel: 022 21029898/9820035553 • E-mail: directorgeneral@fidcindia.org; Website: www.fidcindia.org

October 12, 2020

Shri Shaktikanta Das

Governor

Reserve Bank of India,
Central Office Building,
Shahid Bhagat Singh Marg, Fort,
Mumbai – 400 001

Respected Sir,

Sub: “Thank You, Sir” Monetary Policy – 9th October 2020

The Monetary Policy statement and the statement on developmental and regulatory policies dated October 9, 2020 contain some path breaking steps taken by the RBI to boost the Indian economy. In particular, the following steps are indeed commendable:

1. **Announcement of an “on-tap” TLTRO facility:** This should enable banks to lend more to the deserving sectors and to finance NBFCs (especially the small and medium NBFCs) in a more constructive manner. We are confident that this step would go a long way to provide much needed long term liquidity support to NBFCs.
2. **Extension of Co-lending arrangement to all NBFCs:** this would enable deposit-accepting NBFCs as well as non-systemically important NBFCs to partner banks in reaching credit to unserved and under-served sections of the economy including MSMEs, small and marginal farmers and the financially excluded to a greater degree.



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- 3. Risk weight revision for retail loans:** This is expected to give a further boost to sectors such as affordable housing which have a significant ripple effect on the economy.

Sir, we at the FIDC would like to **THANK YOU** sincerely for considering and acting upon some of suggestions and request on the aforesaid issues from time to time.

We also take this opportunity to pledge our support and commitment as a sector in the task of rebuilding our economy as it emerges from the Covid-19 pandemic.

We thank you once again for the support extended to NBFCs during this period of crisis.

Thanking you,

Yours sincerely,

FOR FINANCE INDUSTRY DEVELOPMENT COUNCIL

**MAHESH THAKKAR
DIRECTOR GENERAL
9820035553**

