

## भारतीय रिज़र्व बैंक RESERVEBANKOFINDIA

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FIDD.CO.Plan.BC.12/04.09.01/2019-20

September 20, 2019

The Chairman/Managing Director & CEOs All Scheduled Commercial Banks including SFBs (Excluding Regional Rural Banks)

Madam/Dear Sir,

## Priority Sector Lending (PSL) - Classification of Exports under priority Sector

In order to boost credit to export sector, it has been decided to effect following changes in para 8 of the "Master Direction on Priority Sector Lending-targets and Classification" dated July 7, 2016 (updated as on December 4, 2018) pertaining to export credit.

- (i) Enhance the sanctioned limit, for classification of export credit under PSL,from ₹ 250 million per borrower to ₹ 400 million per borrower.
- (ii) Remove the existing criteria of 'units having turnover of up to ₹ 1 billion'
- 2. The existing guidelines for domestic scheduled commercial banks to classify 'Incremental export credit over corresponding date of the preceding year, upto 2 per cent of ANBC or Credit Equivalent Amount of Off-Balance Sheet Exposure, whichever is higher' under PSL will continue to be applicable subject to the criteria mentioned at (i) above.
- 3. There is no change in the present instructions in respect of foreign banks.

Yours faithfully,

(Gautam Prasad Borah) Chief General Manager-in-Charge

> वित्तीय समावेशनऔर विकास विभाग,केंद्रीय कार्यालय, 10वीं मंज़िल,केंद्रीय कार्यालय विल्डिंग,शहीद भगत सिंह मार्ग,पो.बा.सं.10014,मुंबई 400 001 टेलीफोन:Tel No.: +912222601000/ फैक्स: +91-22-22621011/22610948/22610943 ईमेल: cgmincfidd@rbi.org.in

Financial Inclusion and Development Department, Central Office, 10th Floor, Central Office Building, Shahid Bhagat Singh Marg, P.Box No.10014, Mumbai 400 001