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IIBF VISION

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Top Stories

RBI's quarterly review of the Annual Monetary Policy 2009-10

The Reserve Bank of India (RBI) kept policy rates unchanged in its first quarter review of the Annual Monetary Policy 2009-10. Currently, the repo rate stands at 4.75% while the reverse repo stands at 3.25%. The cash reserve ratio (CRR) stands at 5% of net demand and time liabilities of banks. Some of the highlights of the quarterly review are :

- Soft policy stance till signs of robust recovery are visible
- GDP growth for 2009-10 projected at 6% with an upward bias
- WPI inflation for 2010 projected higher at 5%
- Projection of money supply growth raised to 18%

Public sector banks opt for mobile banking

Mobile banking has become the latest buzzword for public sector banks (PSBs). Recently, while launching SMS banking, Mr. S. Sridhar, Chairman and Managing Director of Central Bank of India said that the board of the bank has already approved of mobile banking and now the bank is applying to the RBI for its approval of the same. "If all goes well, the bank will be rolling out its mobile banking by the end of August" he said. After the launch of the M-banking facility, the bank's customers will be able to transfer funds from one account to another, though withdrawal of funds will not be allowed through mobile banking.

Free access to all ATMs still has problems

The promise of 'free access to all ATMs for bank customers' across the country was expected to revolutionize customer experience. Three months later, it is turning out to be a nightmare for many customers. Transactions often do not go through

The mission of the Institute is "to develop professionally qualified and competent bankers and finance professionals primarily through a process of education, training, examination, consultancy / counselling and continuing professional development programs."



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smoothly. A request is often turned down for a variety of operational reasons. Bankers admit that there are compatibility issues remaining to be sorted out. For instance, different banks have different limits on the amounts that a customer can draw. In the normal course, if the ATM request gets turned down, the customer would only have to look for another ATM of his / her bank. The problem doesn't end there. The customer may not get the cash but the card swipe may have still deducted the balance in the customer's account. It seems that will take some time for the system to find its feet and stop inconveniencing hapless customers.

Public sector banks (PSBs) on recruitment drive

Mr. M. Balachandran, Director of the Institute of Banking Personnel Selection (IBPS), and his team has recently been supervising the recruitment of nearly 100 PSB employees every day. At a time when recruitment managers are generally taking it easy as most companies have either stopped fresh intake, or are trimming their workforce, Mr. Balachandran's workload has increased. IBPS is the institute promoted by PSBs and the RBI to handle recruitment and talent management. Mr. Balachandran has said that "the initial estimate for vacancies in PSBs this financial year was about 34,000. It now looks that the actual intake would be much more". The figure is substantially more than the average number of recruitments made two years ago and comes on top of 55,000 recruitments by PSBs last year.

Banks seek six more months for NPA recast

Banks have sought more time to complete the process of restructuring bad loans. In the pre-credit policy meeting with RBI officials, banks had asked for extending the deadline for restructuring to December 31. The original deadline was June 30. According to Dr. K. Ramakrishnan, Chief Executive, Indian Banks' Association (IBA), banks were finding it difficult to complete the restructuring process, since they had to process all proposals received till March-end. Loans in the case of consortium lending were particularly difficult. Hence, banks have now demanded an extension of deadline.

State-run banks charge up, capture half the market

For the first time in nearly a decade, nationalized banks have managed to grab 50% share of the loans extended during the last financial year (FY09). According to RBI's latest data, nationalized banks accounted for 50.5% of the gross bank credit at the end of March

2009, as against 48.3% a year ago. Along with the State Bank of India (SBI) group, banks in which the government owned a majority stake cornered 73.6% of the gross bank credit, 2.5% higher than the level a year-ago.

Banks in minority block

The government has asked all PSBs to open at least one branch in each of the 25 minority concentrated blocks, apart from increasing lending to people belonging to the minority communities, as affirmed by finance minister Mr. Pranab Mukherjee, who added that the banks have also been asked to step up disbursement to minority communities to 15% of their priority sector lending by the end of 2009-10.

PSBs overtake private peers in productivity

The productivity of PSBs has increased significantly during 2008-09 vis-à-vis private sector banks. IDBI Bank has emerged as the most efficient PSB in the country having scored over 35 others in two denominators, in a study employed to determine the efficiency of public and private sector banks. In order to make an analytical comparison between the 36 banks, they have been classified into two groups, comprising 25 PSBs and 11 private sector banks respectively. Three denominators have been used to assess the productivity of the banks *viz.*, business per employee, profit per employee and deposit per employee. The most important indicator for assessing a bank's efficiency is net profit per employee. On the basis of profit per employee, the top three banks in 2008-09 were IDBI Bank, Bank of India (BoI) and Corporation Bank. Thirteen banks exceeded the average profit per employee during 2008-09. On the other hand, the average business per employee of the 11 private banks decreased from Rs.941 lakh in 2007-08 to Rs.796 lakh in 2008-09. The above analysis clarifies that though the ratios are higher for private banks, the efficiency of PSBs has increased significantly during the year 2008-09.

NHB to set up mortgage guarantee firm by March

Executive Director of National Housing Bank (NHB), Mr. R. V. Verma has revealed NHB's plans to set up a mortgage guarantee company by March 2010. NHB, which will hold majority stake in the mortgage guarantee company, has identified Asian Development Bank and International Financial Corporation as the two other stake holders. The mortgage guarantee entity will have an initial capital of Rs.120 crore, against the minimum requirement

of Rs.100 crore set by the RBI. Mortgage guarantee will be a product offered by the company that will support loans and advances given by lending institutions. The formation of the company is hoped to trigger more credit flow and help lenders reach out to larger geographical areas.

Karnataka Bank MD & CEO

Mr. P. Jayarama Bhat, Chief General Manager of Karnataka Bank Ltd, has assumed charge as Managing Director and Chief Executive Officer (MD & CEO) of the bank on July 14. Mr. Ananthakrishna, who led the bank consecutively for three terms of three years each, has become the part-time non-executive Chairman from July 13.

Reserve Bank paves way for IDRs

In order to encourage foreign companies facing fund crunch to raise resources from Indian markets, the RBI has issued guidelines to allow them to issue **Indian Depository Receipts** (IDRs). However, the resources raised through IDRs will have to be repatriated immediately. The guidelines, it is hoped will prompt several foreign companies such as Standard Chartered Bank (which has gone on record stating that it is interested in the option) to raise money through IDRs. Further, the guidelines will allow companies outside India and foreign financial or banking companies with a presence in India, (either through a branch or subsidiary) to raise funds through IDRs. But they will require the approval of regulators such as RBI, SEBI and IRDA, before issuing IDRs.

Commodities Markets

MCX launches gasoline contracts

Strengthening its presence in the energy sector, Multi Commodity Exchange of India (MCX), has launched gasoline monthly contracts. Being a by-product of petroleum refining, gasoline prices are proportional to crude oil prices across the world. Gasoline is used primarily as fuel in internal combustion engines in cars, motorbikes and all other vehicles using internal combustion engine and is a flammable distillate of crude oil.

FMC moots futures in organic products

The Forward Markets Commission (FMC), the regulatory authority of the commodity futures market, is hoping to introduce futures trade in organic agricultural products. This could be launched only

if there is a sufficient volume in organic agricultural products, Mr. B. C. Khatua, Chairman of FMC has said.

NCDEX Spot launch

NCDEX Spot Exchange Ltd (NSPOT) has launched compulsory delivery contract of rape mustard (RM) seed on its electronic platform from July 15. The delivery centre for the contract is Sri Ganganagar (Rajasthan) with minimum trading lot of 10 tonne.

MCX records five-fold rise in platinum deals

For the first time, platinum has attracted investors on the domestic platform, with its daily average volume on the MCX rising five times in July. The volume has risen to 200-300 lots (250 gm) from 50-60 lots in the beginning of July. Open interest has gone up four-fold to 127 lots. Analysts predict that the demand for cars is expected to start picking up later in the year, thus boosting demand for metals in the platinum group. Therefore, the price may average \$1,125 an ounce in the third quarter of this year, rising to \$1,175 in the fourth.

Co-operative Banks

NABARD asks co-op banks to form fraud risk-group

State-run National Bank for Agriculture and Rural Development (NABARD), in view of the present volume and magnitude of fraud cases and amounts outstanding, has asked regional rural banks (RRBs), State co-operative banks (SCBs) and district central co-operative banks (DCCBs) to urgently constitute a fraud risk-group (FRG), consisting of senior officials. Of the total 97 RRBs, 376 DCCBs and 30 SCBs, very few banks have adopted modified guidelines issued by NABARD to prevent frauds.



Insurance

Minimum qualifications announced for insurance executives

IRDA has now prescribed minimum qualifications for insurance executives and faculty members of training institutes, to keep pace with demands of the growing industry. As per the guidelines, a corporate

insurance executive has to be an associate or fellow of the Institute of Chartered Accountants of India (ICAI), Institute of Costs and Works Accountants of India (ICWAI) or Actuarial Society of India (ASI), among others, with a diploma in insurance and risk management.

Iffco-Tokio launches weather insurance in five districts

The Iffco-Tokio General Insurance Company has introduced Barsha Bima Yojana (BBY), a weather insurance policy, for the Orissa farmers during the current kharif season. The scheme has been launched in five districts of Orissa *viz.*, Ganjam, Cuttack, Kendrapada, Khurda and Nayagarh, on a pilot basis. "We will subsequently extend the policy to other districts, depending on the farmers' response" said Mr. A. K. Mishra, the Orissa State Head of Iffco-Tokio. Describing BBY as an index-based weather insurance product, he said that it provides protection to farmers against anticipated crop-loss due to either excess or deficiency of rainfall depending upon the geographical locations, weather conditions and crop requirements of a specific region.

Bharti AXA plans micro-health insurance

Bharti AXA General Insurance plans to introduce a micro-health insurance to tap the rural market. The company has tied up with rural co-operative banks and is in negotiations with micro-finance institutions (MFIs) and non-government organizations (NGOs), as affirmed by Dr. Amarnath Ananthanarayanan, CEO, Bharati AXA. This year, Bharati AXA expects to improve its premium income from health insurance to 20% from 5% by launching new policies. Motor portfolio will contribute 40% and the remaining 40% will come from other segments.

PAN needed for life premium of over Rs.1 lakh

Buyers of life insurance policies with premia of over Rs.1 lakh must compulsorily have Income Tax Permanent Account number, as per a directive issued by the IRDA. However, while the move is meant to stop money laundering through insurance, it might also hinder insurance penetration in the farm sector.

International News

US loan delinquencies set record on rising job losses

Soaring US unemployment and a shrinking economy has driven delinquencies on credit card debt and home equity loans to all-time highs in the first quarter

as a record number of cash-strapped consumers have fallen behind on their bills. Delinquencies on the value of all card debt soared to a record 6.6% from 5.52% in the fourth quarter as more cardholders relied on plastic to meet day-to-day expenses, as averred by the American Bankers' Association. Borrowers are struggling, as the nation's jobless rate sits at a 26-year high of 9.5%, with 6.5 million jobs having disappeared since the recession began in 2007. The Obama administration expects the unemployment rate to hit double digit before declining.

Seven U.S. banks shut in a day, 52 so far

Seven more U.S. banks have been shut down, pushing the total number of failures so far this year to 52 - more than double the collapses in 2008. In signs of the continuing economic turmoil, seven banks were seized by the authorities on July 2, the highest for any month in 2009. 25 banks went belly up in 2008 and many of them failed after the bankruptcy of Lehman brothers. According to the Federal Deposit Insurance Corporation, which is often appointed as the caretaker of failed entities, out of the seven banks, six were based out of Illinois and one was in Texas.

Bank of England decides against pumping more money

The Bank of England (BoE) has surprisingly decided against pumping billions of extra pounds into money markets to boost lending as it kept its key interest rate at a record-low 0.5%. While the rate decision was widely expected, many economists believed the BoE's Monetary Policy Committee would announce plans to create an extra £25 billion under its quantitative easing (QE) scheme. However, rate-loosening alone was deemed insufficient policy by the BoE amid the credit crunch - hence the introduction of QE and similar programmes by the Federal Reserve and European Central Bank (ECB).

ECB chief urges banks to boost lending

The ECB Chief, Mr. Jean Claude Trichet, has exhorted commercial banks again to boost lending to ease a credit squeeze on recession-hit eurozone businesses and households. "We remind banks of their responsibility to continue to lend to firms and house-holds at appropriate rates and in suitable volumes" the ECB president has recently said. "We all have to contribute - to the continued functioning of our economy in these very difficult times," Mr. Trichet stressed. The ECB has slashed its benchmark interest rate to a record low of 1.0%, has loaned huge amounts of cash to commercial banks at low rates and is buying €60 billion worth of

low-risk, or covered, corporate bonds to underpin a key eurozone business credit market.

China's forex reserves go up, touch \$2 trillion

China's forex reserves, the world's biggest, have gone up to \$2 trillion for the first time as the nation's economic recovery prompted overseas investors to pump money into stocks and property. The reserves have risen a record \$178 billion in the second quarter to \$2.132 trillion, the People's Bank of China has said on its website. That dwarfs a \$7.7 billion gain in the previous three months. The central bank has used bill sales to push up money-market rates for three weeks, seeking to tighten monetary policy without choking off a recovery as the surge in money supply increases the risk of asset bubbles, bad loans and resurgent inflation.

Microfinance / Small and Medium Enterprises

Microfinance institutions plan to raise Rs.1000 crore through debt

Microfinance institutions (MFIs) are planning to raise over Rs.1,000 crore through debt instruments such as **non-convertible debentures (NCDs)** and commercial papers (CPs) during the current financial year. Till a few months ago, only a few banks subscribed to the debt issues, but now MFIs are looking at a wider base of institutional investors, including mutual funds, insurance companies and foreign institutional players. Recently, Hyderabad-based SKS Microfinance raised Rs.75 crore through NCDs and placed it with Standard Chartered Bank. The NCD was listed by Bombay Stock Exchange (BSE) and subsequently purchased by the FII arm of Standard Chartered Bank. The listing of NCDs is necessary for transferring these to FIIs, as they are not allowed to directly purchase them from MFIs.

Lending to micro units

An inter-ministerial group has approved the earmarking of 6% of net bank credit to micro enterprises under priority-sector lending to enhance fund availability to the sector. However, the proposal has to cross a few hurdles before being implemented.

SIDBI plans to extend re-finance to banks, SFCs

The Small Industries Development Bank of India (SIDBI) is considering the possibility of extending re-finance to banks and State Finance Corporations (SFCs) at reasonable interest rates for a longer period - three to five years - against their lending to micro and

small enterprises (MSEs). Further, the development financial institution may also impose a cap on the mark-up (over the re-finance rate) that banks and SFCs can charge to MSE borrowers. This move is aimed at motivating banks and SFCs to push credit to MSEs, which have been hit badly by the domestic as well as economic slowdown in the last one year or so.



Products & Alliances

Andhra Bank to launch family account soon

The total business of state-owned lender, Andhra Bank, is likely to cross the mark of Rs.1,50,000 crore by September next year. The bank is soon likely to announce its new product 'family account'. In this all the members of a family will be allowed to operate their savings bank account with the bank even though the account may have balance below the required level.

Citibank launches mobile payment pilot in Bangalore

Citibank has launched its pilot project for payment solutions based on a technology developed by a mobile handset maker Nokia. The project is aimed exclusively at the bank's customers in Bangalore city. Citibank's Head of Growth Ventures Team, Mr. Jeff Semenchuk has said, "We are looking beyond the financial crisis and expect innovation to drive our business in India." The technology uses short range wireless connectivity.

South Indian Bank and LIC in bancassurance tie-up

The South Indian Bank and LIC have entered into a bancassurance tie-up; the MoU for which was recently signed between Mr. V. A. Joseph, MD & CEO of South Indian Bank and Mr. Rajesh B. Kandwal, Executive Director (B & AC), LIC Central Office, Mumbai. Under the tie-up, LIC will offer its entire range of life insurance products to the customers of South Indian Bank.

IMaCS ties up with Saudi Co to offer service in Africa

ICRA Management and Consulting Services (IMaCS) and Saudi investment firm, EXSAB have signed an MoU to form a joint venture to offer advisory services in Middle East and North Africa. Mr. P. K. Choudhury, Vice Chairman and group CEO, ICRA Limited has affirmed, "Each signatory partner will have 33% stake

in the new venture. The rest 33% stake will be shared among new partners from Saudi Arabia. Also, the new venture could support the clients to raise finances.” The SBI is expected to open its first branch in Saudi Arabia's capital city Jeddah by the end of August 2009, thus, becoming the first Indian bank to penetrate the lucrative Saudi Arabian banking sector.

Central Bank of India launches Cent Kisan Gold Card Scheme

The Central Bank of India has launched Cent Kisan Gold Card Scheme for providing single window hassle-free financial support to farmers for farm and non-farm activities. The bank is providing credit limit upto Rs.10 lakhs based on the value of land, (for both activities) for a period of up to 5 years. The activity covers production credits such as crop loans, investment equipments, etc. working capital for allied activities, consumption loan up to Rs.50,000/- and / or housing loan up to Rs.2.50 lakhs for housing in rural area.

Jharkhand government, RBI signs MoU

The Jharkhand government and RBI have signed an MoU with regard to urban co-operative banks (UCBs) in Jharkhand. Consequent to this, a state level Task Force on UCBs (TAFCUB) has been constituted for Jharkhand.

Regulators Speak...

IRDA prohibits insurers from investing in IDRs

The Insurance Regulatory and Development Authority (IRDA) has barred insurance companies from investing in IDRs, stipulating that investments outside the country are forbidden by the Insurance Act. “Such an investment would amount to an indirect investment made outside the country and would not be in compliance with Section 27C of the Insurance Act 1938 that prohibits investment of policyholders' funds, directly or indirectly, outside the country,” says an IRDA circular.

RBI notifies time schedule for Basel II implementation

RBI has now laid down a time schedule for all scheduled commercial banks (SCBs) operating in the country to implement the advanced approaches for the regulatory capital measurement under Basel-II framework. The deadline will facilitate the banks to create requisite technological and risk management infrastructure, required database, the MIS and complete skill up-gradation.

SEBI seeks more transparency in securitization deals

The Securities and Exchange Board of India (SEBI) feels that disclosure requirements for securitization transactions need to be refined to enhance transparency and confidence in the market. Mr. Prashant Sharan, a whole-time member of the regulator has opined “I feel that the disclosure requirements (in securitized transactions) should create a balance between the quality and quantity of disclosure. Many a time, an increase in the quantity has eroded the quality of disclosures”.

RBI dated securities to raise additional Rs.1,10,000 crore

Following a revision in the government's market borrowing requirement announced in the Union Budget for the fiscal 2009-10, it has become necessary for the government to raise additional resources, RBI has said. Accordingly, the Centre in consultation with RBI has decided to come out with a new issuance calendar for marketable dated securities. The central bank has issued an indicative calendar for issue of the dated securities covering the period from July 18, to September 30, 2009 to the tune of Rs.1,10,000 crore and composed of securities ranging from 5-20 years.

Funding still an issue for small firms, says RBI

Shortage in the availability of equity and finance for the small and medium enterprises (SME) in the country is a problem, the RBI deputy governor Ms. Usha Thorat has observed. “While the SME sector contributes highly to the GDP of and employment in the country, there is unavailability of sufficient equity for them,” she said adding “The global financial sectors have impacted the business of Indian companies as well and banks need to be given time to restructure their loans, given the current scenario.”



Spotlight

Soon, to a shop to draw money

Debit card holders will soon be able to get cash up to Rs.1,000 directly from merchant establishments. In a bid to give a thrust to financial inclusion and also enhance customer convenience, the RBI will allow cash withdrawal up to Rs.1,000 a day via debit



cards at point-of-sale (POS) terminals at merchant establishments. The move stems from the fact that the number of these terminals at different merchant establishments has been steadily increasing. As on May 31, 2009, there were 4.70 lakh POS terminals in the country as against 44,857 ATMs.

RBS may retain some branches in India

Royal Bank of Scotland (RBS), which is looking out for a buyer for its Indian retail operations and still uses the ABN Amro brand name, is likely to retain six-seven branches out of its total 31 in India. The bank would like to continue its business in the segments like wholesale banking, investment banking and wealth management. Reportedly, serious talks are on with the prospective buyers and the process is likely to be completed within the next few months. The buyer may be either a foreign bank or a domestic one.

Yes Bank to double branches next year, up SME loans : MD

Yes Bank is planning to expand its branch network and hire more staff, as it sees growing business opportunity in corporate finance, as revealed by its Managing Director, Mr. Rana Kapoor. The bank plans to double its branch count to 250 by end-2010 and 750 by the end of 2015. "We will also increase our staff count from the current 2,700 to 3,600 soon," he has added. One of the areas the bank is counting on for growth is the SME sector which, Mr. Kapoor said, severely lacks good bankers.

ICICI plans processing hub in Hyderabad

As part of an exercise to rationalize costs, ICICI Bank, plans to set up a service centre in Hyderabad to house its call centres, back offices and training facilities. The construction of the office is well under way. The lender has acquired land in Ahmedabad for another office. "We want to make Hyderabad a service centre and move our back office, call centre and training facilities there. Any processing operations that need not be run out of a regional office will be moved there," said Executive Director Mr. K. Ramkumar.

IDBI Bank securitises Tata Motors Fin Loans

In a move to churn its asset portfolio and earn fee-based income, IDBI Bank has securitized the retail loans of Tata Motors Finance worth over Rs.200 crore. Rating agency CRISIL has assigned 'P1 + (so)' rating to Securities A1 pass-through

certificates issued for the deal. These certificates are backed by cash flows from assignment transactions pertaining to retail loan receivables originated by Tata Motors Finance.

Financial Basics

System Risk

The possibility that the failure to settle by one participant in a private network would so jeopardize the financial condition of its net creditors on the network that they in turn would be unable to settle, possibly initiating a series of sequential failures.

Glossary

Non convertible debentures

It is a type of debt instrument that is issued for a fixed maturity and in which no part of the debenture is convertible into equity. The face value of the debenture is redeemed in one instalment (a bullet payment) or in tranches. Typical redemption periods range from 5 years to 10 years. Interest is normally paid quarterly or half yearly. The interest rate that is offered varies from company to company. The interest that is earned by investors on the debentures is taxable.

Indian Depository Receipts

As per the definition given in the Companies (Issue of Indian Depository Receipts) Rules, 2004, IDR is an instrument in the form of a Depository Receipt created by the Indian depository in India against the underlying equity shares of the issuing company. In an IDR, foreign companies would issue shares, to an Indian Depository, for example, National Security Depository Limited (NSDL), which would in turn issue depository receipts to investors in India. The actual shares underlying the IDRs would be held by an Overseas Custodian, which shall authorise the Indian Depository to issue the IDRs.

News From the Institute

Mr. O. P. Bhatt elected president of IIBF

Mr. O. P. Bhatt, Chairman of SBI, has been elected President of the Indian Institute of Banking and Finance (IIBF) with effect from July 9, 2009.

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Institute signs MoUs with two institutes for offering its Diploma in Banking & Finance

The Institute has recently signed two memorandums of understanding (MoUs), one with Bhavan's Centre for Inter-Disciplinary Studies, Mumbai (under the academic guidance of S. P. Jain Institute of Management and Research, Mumbai) and the other with Pendekanti Institute of Management, Hyderabad to offer its Diploma in Banking & Finance among college students.

Institute signs MoU with Zambia Institute of Banking & Financial Services

The Institute has recently signed MoU with Zambia Institute of Banking & Financial Services (ZIBFS) to offer its courses to bankers in Zambia. The first examination is expected to be offered in May 2010.

R. K. Talwar Memorial Lecture

The third R. K. Talwar Memorial Lecture was delivered by Smt. Elaben Bhatt on 'Capital and Citizenship : Challenges and Opportunities before Financial Inclusion' on 23rd July at the SBI auditorium in Mumbai. Shri. O. P. Bhatt, Chairman, State Bank of India presided over the lecture. The lecture is available on the Institute's website at www.iibf.org.in.

Contact Classes / Virtual Classes

The Institute will be holding contact classes / virtual classes for the forthcoming JAIB / CAIB examinations (December 2009). Please await announcement on our website.

Examination updates

Updates for the various examinations are available on the website. Please visit www.iibf.org.in for the updates.

62nd International Banking Summer School

The Institute will be hosting the 62nd International Banking Summer School between 30th August and 10th September, 2009 at New Delhi and Agra. For details, please visit www.iibf.org.in.

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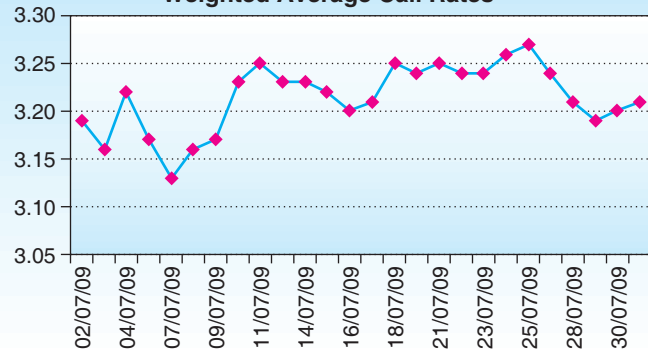
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Markets Roundup

Weighted Average Call Rates

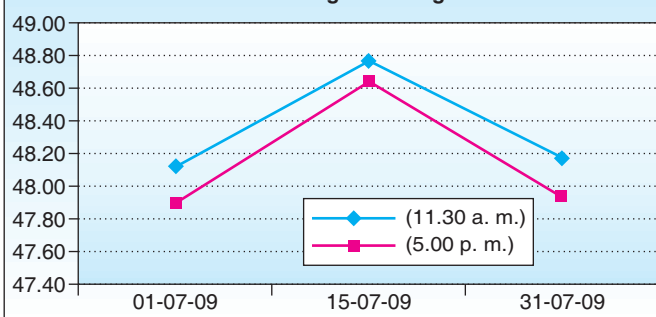


Source : CCIL Newsletters, July 2009

Indicators	Market Snapshot (Amount in Rs. Mn.)				
	July 03, 2009	July 10, 2009	July 17, 2009	July 24, 2009	July 31, 2009
Inflation (%)	-1.30 (June 20, 2009)	-1.55 (June 27, 2009)	-1.21 (July 04, 2009)	-1.17 (July 11, 2009)	-1.54 (July 18, 2009)
Avg. LAF Rev. Repo Vol.	1,111,013	1,417,640	1,280,440	1,280,930	1,218,590
Avg. LAF Repo Vol.	0	0	0	0	0
Avg. Repo Rates (%)	2.35	2.89	2.40	3.08	2.92
10-yr G-Sec Yield (%)	6.8380	7.0496	6.9348	7.0449	7.1141
1-10 yr spread (bps)	307	293	278	285	283
6 Month Forward Premia (%)	2.51	2.40	2.21	2.30	2.52
6 month USD LIBOR (%)	1.08	0.99	0.99	0.95	0.93

Source : CCIL Newsletters, July 2009

Exchange Rate USD / INR Fixing & Closing Rates



Source : FEDAI