

Info Capsule

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THE INSTITUTE OF
Company Secretaries of India

भारतीय कम्पनी सचिव संस्थान

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RBI ISSUES DIRECTIONS FOR PERMITTING RUPEE DERIVATIVES (WITH SETTLEMENT IN FOREIGN CURRENCY) TO BE TRADED IN INTERNATIONAL FINANCIAL SERVICES CENTRES (IFSCs) Circular No. 17 (Dated January 20, 2020)

The direction is related to the Foreign Exchange Management (International Financial Services Centre) Regulations, 2015. RBI has now decided to allow Rupee derivatives (with settlement in foreign currency) to be traded in International Financial Services Centres (IFSCs), starting with Exchange Traded Currency Derivatives (ETCD).

Currency futures contracts may be listed on recognised stock exchanges at IFSCs subject to the Currency Futures in International Financial Services Centre (Reserve Bank) Directions, 2020.

Currency options contracts may be listed on recognised stock exchanges at IFSCs subject to the Currency Options in International Financial Services Centre (Reserve Bank) Directions, 2020

The detailed Circular is available at:
<https://rbidocs.rbi.org.in/rdocs/notification/PDFs/APDIR17BEBA86C0E89041BBAA3425106742E6D1.PDF>