



निक्षेप बीमा और प्रत्यय गारंटी निगम

DEPOSIT INSURANCE AND CREDIT GUARANTEE CORPORATION

(भारतीय रिज़र्व बैंक की संपूर्ण स्वामित्ववाली सहाय्यगी Wholly owned subsidiary of the Reserve Bank of India)

www.dicgc.org.in

DICGC.RPIC.No. 2677/02.01.006/2019-20

February 5, 2020

To

The Chief Executive Officers

Of all insured banks

Deposit Insurance and Credit Guarantee Corporation Act 1961- Increase in the limit of Deposit Insurance Cover and rate of premium

Dear Sir,

We reproduce on the reverse, for your information, a copy of the press communique issued by the Deposit Insurance and Credit Guarantee Corporation regarding enhancement of the limit of insurance cover in respect of amounts due to a depositor of an insured bank from ₹1 lakh to ₹5 lakh with effect from February 4, 2020. Thus in terms of Section 16 (1) of Deposit insurance and Credit Guarantee Corporation Act 1961, the limit of the total amount payable by the Corporation to any one depositor in respect of his/her deposits with an insured bank in the same right and capacity shall be ₹5 lakh from the said date.

2. It may be noted that where the Corporation has already incurred liability before February 4, 2020 the limit of insurance cover of ₹1 lakh as in force up to that date continues to be applicable.

3. The rate of premium payable by the insured banks will be raised from 10 paise per ₹100 of assessable deposits to 12 paise per ₹100 of assessable deposits per annum. A circular in this regard is being issued separately.

4. In case your bank has in stock any publicity leaflets obtained from us, you may take necessary alteration before displaying the same to the public.

5. Please acknowledge receipt.

Yours sincerely,

V G V Chalapathy
Chief General Manager

PRESS RELEASE

Deposit Insurance and Credit Guarantee Corporation (DICGC) increases the insurance coverage for depositors in all insured banks to ₹5 lakh

With a view to providing a greater measure of protection to depositors in banks the Deposit Insurance and Credit Guarantee Corporation, a wholly owned subsidiary of the Reserve Bank of India, has raised the limit of insurance cover for depositors in insured banks from the present level of ₹1 lakh to ₹5 lakh per depositor with effect from February 4, 2020 with the approval of Government of India.