



Download Your E-Copy of NEWSLETTER Vol. VIII Issue 5 dated 10th July, 2023 from branch /department webmail or write to us at newsletter@bmcbank.co.in

FROM THE EDITOR'S DESK

Welcome to the July 2023 edition of the Newsletter. I thank you for using the Newsletter as trusted and reliable source to enhance and update your professional knowledge. The month of July has begun was a remembrance of our founder Late. Padmashree Mr. Zain G Rangoonwala whose birth anniversary was on 1 st July. We pray to Almighty that his soul rest in peace. Ameen.

The June quarter has ended and all the officials are ready with their performance figures. Some of them have achieved their targets while some have missed. We have to collectively achieve the target and growth of the bank should be reflected in the financials. We are pleased to inform that this year though the Hajj Committee of India did not float a tender for distribution of Saudi Arabian Riyals (SAR), our bank through our Foreign Exchange department has arranged the cash SAR and distributed among the pilgrims and Hajj tour operators through various branches.

I congratulate each and every staff for rendering the services to the Hajis. As our staff members are aware that our Managing Director is conducting customer meet at various branches across the country, the Managing Director has visited few branches for first hand understanding of customers changing requirements and staff motivation. Our Sales team has been activated and conducting various programmes, seminars towards the awareness of our banking products. Soon our bank is going to launch full fledged Mutual Fund and Insurance Business for the benefits of customers. The coming quarter is crucial and we have to achieve our deposit, advances, recovery and regulatory compliance and bank would be conducting its Annual General Meeting before 30 th September 2023.

We look forward to a great period ahead and I wish all the staff a very best for their commitment and endeavour.



ZEESHAN MEHDI



INDUSTRY NEWS

Registration of new Life Insurance Company.

Insurance Regulatory and Development Authority of India (IRDAI) in its meeting held on 2nd June, 2023 has granted Certificate of Registration to a new life insurer namely, 'Go Digit Life Insurance Limited' to carry life insurance business in India. The company is promoted by "Fairfax Financial Holdings" led by Mr. Prem Watsa, is poised offer life insurance products within next six months. With this, the number of insurers operating in life insurance segment has gone up to 26. This is the fourth registration granted by IRDAI in last one year in Life and Non-life segment.

RBI NEWS

Bombay HC stays action under 2017 RBI Master Circular on 'fraud classification' of bank accounts

In an interim order, Bombay High court stayed action by banks under a Master Direction issued by RBI on 'Frauds classification' of bank accounts, till September 11, while hearing a clutch of petitions challenging the top bank's circular.

The petitions essentially challenged the Master Directions on Frauds – Classification and Reporting by commercial Banks and select FIs, of July 2016 and 2017, on ground that it provides no opportunity of a hearing first before Banks declare accounts as 'fraud' and thus flouts fundamental principles of natural justice.

The SC had directed "The principles of natural justice demand that the borrowers must be served a notice, given an opportunity to explain the conclusions of the forensic audit report and be allowed to represent by the banks before their account is classified as fraud under the Master Direction on Frauds.

RBI Master circular does not contain any provision for show cause notice or personal hearing before declaring the account of the company or its directors as fraud.

INDUSTRY NEWS

Small saving schemes : Interest rates of these post office schemes hiked by up to 30 bps for July-September quarter

Post office schemes interest rates for July-September quarter

Instrument	Rates of interest from 01.04.2023 to 30.06.2023 (%)	Rates of interest from 01.07.2023 to 30.09.2023 (%)
Savings deposit	4	4
5 year Recurring deposit	6.2	6.5
Senior Citizen Savings Scheme	8.2	8.2
Monthly Income Account scheme	7.4	7.4
National Savings Certificate	7.7	7.7
Public Provident Fund scheme	7.1	7.1
Kisan Vikas Patra	7.5	7.5
Sukanya Samriddhi Account	8	8

Internationalizing Issuance and acceptance of RuPay Cards

RuPay Debit and **Credit cards** issued by banks in India have gained international acceptance through bilateral arrangements with international partners and **co-badging arrangements** with international card schemes.

In order to expand payment options for Indians travelling abroad, it has been decided to allow issuance of **RuPay Prepaid Forex cards** by banks in India for use at **ATMs, PoS machines** and **online merchants overseas**.

Further, RuPay Debit, Credit, and Prepaid Cards will be enabled for issuance in foreign jurisdictions, which can be used internationally, including in India. These measures will expand the reach and acceptance of RuPay cards globally.

Common Platform for Balance Confirmations

Presently there is no common procedure or format for receiving **balance confirmation** from banks for **audit process**. As a result, auditors are putting themselves at risk if they utilize partial confirmation as audit evidence.

Lack of standardized method to obtain **balance confirmation** resulted in frauds in past. To avoid similar controversies and to streamline the process, the **Indian Banks' Association (IBA)** and the Institute of **Chartered Accountants of India (ICAI)** have jointly planned to develop a shared platform to access balance confirmation by the auditors.

The platform's development and maintenance will be handled by **PSB Alliance Pvt. Ltd. (PSB Alliance)**, which will collaborate with the **Institute for Development and Research in Banking Technology (IDRBT)**. The common portal will be legally binding. The proposed system will have a regulatory structure comprised of ICAI, IBA, PSB Alliance Pvt. Ltd., and IDRBT. Balance confirmations will be handled by banks. In addition, auditors will not be charged for getting balance confirmations. Other advantages for auditors include the portal being very efficient, more reliable, and resulting in suitable authentication.

Expanding the Scope and Reach of e-RUPI vouchers

The **e-RUPI**, a digital voucher launched in August 2021, rides on the **UPI** system of NPCI. At present, purpose-specific vouchers are issued by banks on behalf of Central and State Governments and to a limited extent on behalf of corporates.

Keeping in view the benefits for users and beneficiaries alike, it is proposed to expand the scope and reach of e-RUPI vouchers by, permitting **non-bank Prepaid Payment Instrument (PPI)** issuers to issue e-RUPI vouchers and enabling issuance of e-RUPI vouchers on behalf of individuals. Other aspects like reloading of vouchers, authentication process, issuance limits, etc., will also be modified in due course to facilitate use of e-RUPI vouchers.

Remittance to International Financial Services Centres (IFSCs) under LRS

Resident Indians can remit upto **USD 2,50,000** per financial year under **Liberalised Remittance Scheme (LRS)**. Presently, remittances to **International Financial Centres (IFSCs)** under LRS can be made only for making investments in securities.

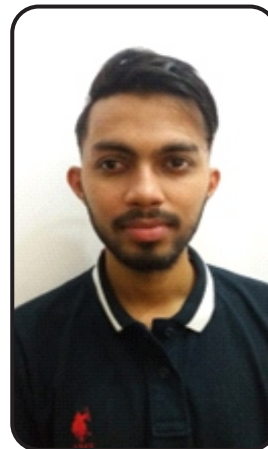
As per the revised guidelines, government of India has decided to permit resident individuals to remit funds under LRS towards fees for the courses offered in Financial Management, FinTech, Science, Technology, Engineering and Mathematics by foreign universities or foreign institutions in the International Financial Services Centre.

BMC BANK NEWS

CONGRATULATIONS TO OUR YOUNG ACHIEVERS



Ms. Shahida Namazi,
Legal department.
Ranked amongst the
top 15 students in
3rd year LLB Exam
in Mumbai University
and stood 2nd in
Ambedkar Law College,
Wadala, Mumbai



Mr. Abdulla Danish
of our PMD department,
H.O. cleared JAIIB.



Mr. Zain Iqbal Naik,
S/o Mr. Iqbal Naik,
Officer at Mahim Branch
Score 'A' grade in TYBCom.
Born with limb deformity.
Times of India published
an article. We wish
the young boy
a very bright future.

CONGRATULATIONS TO THE CHILDREN OF THE STAFF MEMBERS WHO HAD PASSED 10TH , 12 TH AND GRADUATION DEGREE IN THE YEAR 2023



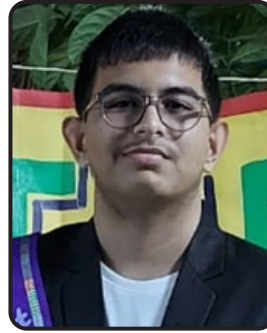
Ms. Shaikh Fiza Hashim
d/o of Mr. Shaikh Hashim,
Officer Treasury dept,
H.O. scored CGPI of
8.77 in Final year
of TYBMS with
specialization in HR



Mr. Umair Rajpuriya
s/o Mr. Mohd Hussain
Rajpuriya, Officer,
Treasury Dept, scored
CGPI of 8.61 in Final
year of TYBMS with
specialization In Finance.



Mr. Arshan Hawaldar
s/o Mr. Ayaz Hawaldar
BOM, HO. cleared 3rd
Semester of Diploma in
Electronics & Tele
communication
Engineering, with
First class.



Ahmed Bashir Khimji
s/o Bashir Khimji of
Area head M3, H.O.
secured 87% of marks
in SSC Examination
in June 2023.



Mohammed Kamil
Feroz Shah of
Mr. Feroz C. Shah
of Audit Dept H.O.
secured 83% in
SSC Examination

Win a prize of Rs.1000/- and a certificate of appreciation from the Managing Director for the correct answer with a beautiful slogan concerning banking activity. The slogan should not be more than 30 words. **Send your reply with slogan in sealed envelope mentioning your Name, Code No. and branch to Treasury Department, 2nd Floor, 78 Mohammedali Road, Mumbai – 400 003.**

QUESTIONAIRES

Q.1 The Government has decided the SCSS interest rate upward changed at 8.2%.

(a) True (b) False

Q.2 The Reserve Bank of India (RBI) has imposed a monetary penalty of on Axis Bank for non-compliance with certain provisions of the RBI directions.

(a) Rs. 30 lakh (b) Rs. 1.45 crore (c) Rs. 3 lakhs

Q.3 Rupay Debit and Credit card have gained international acceptance.

(a) False (b) True

Q.4 The number of insurers operating in life insurance segment in India is.....

(a) Less than 25 (b) 26 (c) 27

Q.5 Our bank has received necessary permission to foray into Insurance business.

(a) True (b) False

**Your reply should reach
us on or before
24th July 2023**

Quiz result of issue 4 VOL VII

Quiz Answer :

**1. (b) 2. (b) 3. (a)
4. (a) 5. (b)**

**W
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**WINNER's NAME: Mr. Zain Hasan, Code No. 4204
of Central Advances Department, H.O**

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