



## Indian Banks' Association

**Corporate & International Banking**  
(Stressed Assets)

21<sup>st</sup> March 2022

**To: All the Chief Executives of the Member Banks / FIs:**

Dear Sir,

Sub: FAQs on Clarifications/guidance provided by RBI on Prudential norms on IRACP

1. With a view to ensure uniformity in implementation of IRACP norms, RBI vide Circular dated 12<sup>th</sup> November 2021 (ref No. RBI/ 20212022/ 125/ DOR .STR. REC. 68/21. 04.048/2021-22) provided clarifications and instructions on certain aspects referred in the Master Circular dated 1<sup>st</sup> October 2021. Further clarifications on the subject have also been provided vide RBI Circular No. RBI/2021-2022/158/DOR.STR.REC.85/21.04.048/2021-22 dated 15<sup>th</sup> February 2022.
2. In terms of clarifications provided vide RBI Circular dated 12<sup>th</sup> November,2021, with regard to 'Specification of due date/repayment date', lending institutions are required to interalia, include examples of SMA/NPA classification dates, in the loan agreements. It is also stated that, in case of fresh loans, this requirement must be complied with not later than December 31, 2021. In this regard, IBA vide Communication dated 30<sup>th</sup> December 2021 (ref No: C7I-III/IRAC/14.12/2021-22) has provided additional guidance in the matter.
3. The guidelines prescribed under RBI Circular dated 12<sup>th</sup> November, 2021 also require that Lending institutions ensure compliance to the instructions on Consumer Education, FAQs ( ref: item G of the Circular) at the earliest but not later than March 31,2022.
4. In this regard, IBA in engagement with the lending institutions facilitated designing the content of the literature for the Consumer Education in the form of FAQs. The IBA's Standing Committee on Stressed Assets in its meeting held on 16<sup>th</sup> March 2022 deliberated on the said FAQs and approved the same for advising the member Banks / FIs for adoption and further necessary action.
5. The content of the literature for the Consumer Education in the form of FAQs as stated above is furnished in Annexure to this communication. While implementing the RBI guidelines in the matter, Member Banks / FIs may adopt the contents of the Consumer Education literature as suggested.

Yours faithfully,

**Gopal Murli Bhagat**  
Dy. Chief Executive

Encl: a/a