



## Payment of Deposit Insurance Premium by Insured Banks - Change in Periodicity

It has been decided to with prior approval of Reserve Bank of India to change the periodicity for payment of deposit insurance premium with effect from 01st October 2003. The necessary Amendments have been made to the DICGC General Regulations 1961 changing the periodicity for payment of advance premium from the present calendar half year (January - June and July - December) to the financial half year (April - September and October - March) respectively. Therefore, for the intervening quarter of July - September 2003, all the insured banks are required to remit their premium at the existing rate of 5 paise per Rs.100 per annum based on the Assessable deposits as on the last Friday of June 2003. In case some banks have already remitted insurance premium for the half year July - December 2003, it will be appropriated towards premium due for the quarter July - September 2003 and the excess, if any, will be kept to their credit and adjusted against the premium dues for the half year October 2003 - March 2004. The Government of India has been requested to arrange to issue the necessary notification in the Official Gazette. A detailed circular in this regard will be issued to all the insured banks shortly