

Government of India
Ministry of Railways
(Railway Board)

RBA No.58 / 2005

No.2005/ACII/9/4

New Delhi, Dated : 23/9/2005


FA & CAOs
All Indian Railways
Production Units etc.

Sub: Withdrawal of retail banking by Reserve Bank of India.

Please refer to Board's letter of even no. dated 29.09.04 on the above subject wherein following decisions taken in consultation with RBI/ DGBA/ Mumbai and Controller General of Accounts , Ministry of Finance were advised for necessary action:

1. Railways may identify bank branches for opening of Deposit Accounts with accredited agency banks and send proposals to RBI/DGBA/ Central Office / Mumbai to shift the accounts from Reserve Bank of India to branches of accredited bank after obtaining consent from the bank branches concerned ..
2. Railways may also review the position of cash drawals from Reserve Bank of India branches for shifting of cash transactions (for salary purpose etc) to other accredited Agency bank and send proposals to RBI for their consideration . RBI will however, continue to handle clearance of cheques / transactions / instruments not involving cash handling .

Railways were expected to review banking arrangements with RBI branches accordingly and send their proposals with requisite details / accompaniments to Dy. General Manager , RBI/ DGBA under advice to CGA/ MOF and this office . However, feedback on action taken in the matter is still awaited. Kindly expedite reply and also send details of accounts shifted / processed for shifting from RBI to other authorised banks.


(J. Srinivas)
Director of Finance (CCA)
Railway Board.

Copy for information to:

1. CGM, Reserve Bank of India , Department of Government and Bank Accounts , Central Office , Opposite Mumbai Central Railway Station , Byculla , Mumbai – 400 008 .
2. Jt. CGA , Department of Expenditure , Ministry of Finance , Lok Nayak Bhawan, New Delhi.


(J. Srinivas)
Director Finance (CCA)
Railway Board.