

Reserve Bank of India (Urban Co-operative Banks- Classification, Valuation, and operation of Investment Portfolio) Directions, 2025, are amended as provided below on 18 May 2026

PARA NO.	AS PER DIRECTION 2025	SUBSTITUTED / AMENDED ON 18/05/2026
153(A)	A UCB shall maintain minimum IFR of 5 per centwith the approval of its Board.	“A UCB shall maintain minimum IFR of 5 percent of the investment portfolio. This minimum requirement shall be assessed annually and shall be computed with reference to the book value of investments in HFT and AFS categories as of the balance sheet date. A UCB may, at its discretion, build up a higher percentage of IFR depending on the size and composition of its portfolio, with the approval of its Board”.
154(1)	A UCB may, at its discretion, draw down the balance available..... the depreciation requirement on investment in securities.	“A UCB may, at its discretion, draw down the balance available in IFR in excess of 5 percent of its investment in AFS and HFT for credit to the balance of profit / loss as disclosed in the Profit and Loss account at the end of any accounting year”.

Note: For more clarity please refer Directions issued by RBI