

## **Naina Lal Kidwai, President, FICCI Comments on RBI Monetary Policy**

**New Delhi, 29 January 2013:** FICCI welcomes RBI's decision to finally cut the repo rate as well as CRR by 25 basis points. This will hopefully help in reversing the anaemic Industrial growth observed over the last year, said Mrs Naina Lal Kidwai, President, FICCI. In fact the high borrowings under the LAF window seen in the recent past clearly reflected the tight liquidity situation. Release of Rs 18000 crores with CRR cut of 25 basis points will help in easing the funds flow situation. In the recently conducted FICCI Economic Outlook Survey participants also advocated the need to cut the repo immediately by 25 basis points and reduction by 75 basis points to 100bps in repo rate through FY14 if the economic growth has to be brought back to the higher growth trajectory.

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