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From: Compliance Department

To: All Branches of Money Changing and concerned staff, Audit and Accounts Department

Reg.: Circular No. A.P. (DIR Series) Circular No. 32 dated June 19, 2018

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Dear Branch,

Please find attached Circular No. A.P. (DIR Series) Circular No. 32 dated June 19, 2018 issued by RBI. Following are the details of the same:-

1. Permanent Account Number and self attested copy of PAN Card is now become mandatory for making all outward remittances (DD/TT) under Liberalized Remittance Scheme (LRS).
2. Outward remittances (DD/TT) under Liberalized Remittance Scheme (LRS) for maintenance can now be done only for the relatives as defined under the Companies Act, 2013. As per the provisions of section 2 (77) of Companies Act, 2013 and rules made there under "relative", with reference to any person, means anyone who is related to another, if—
  - (i) they are members of a Hindu Undivided Family;
  - (ii) they are husband and wife; or
  - (iii) one person is related to the other in such manner as may be prescribed as under;
    - a. Father (including step-father)
    - b. Mother (including step-mother)
    - c. Son (including step-son)
    - d. Son's wife
    - e. Daughter
    - f. Daughter's husband
    - g. Brother (including step-brother)
    - h. Sister (including step-sister)

Hence Outward remittances (DD/TT) under Liberalized Remittance Scheme (LRS) for maintenance can now be done only for above persons.

All concerned persons are required to note the above and comply with the requirements accordingly.

For any clarification, please feel free to contact the undersigned.

**For Transcorp International Limited**

**Dilip Morwal  
CS & PO (AMLC)**

Attached: Circular No. A.P. (DIR Series) Circular No. 32 dated June 19, 2018



भारतीय रिज़र्व बैंक  
RESERVE BANK OF INDIA  
www.rbi.org.in

RBI/2017-18/204

A.P. (DIR Series) Circular No. 32

June 19, 2018

To

All Category - I Authorised Dealer Banks

Madam / Sir

**Liberalised Remittance Scheme – Harmonisation of Data and Definitions**

Please refer to paragraph 18 of the [Statement on Developmental and Regulatory Policies](#) of the [Second Bi-monthly Monetary Policy Statement for 2018-19](#) released on June 6, 2018. As indicated therein, it has been decided that furnishing of Permanent Account Number (PAN), which hitherto was not to be insisted upon while putting through permissible current account transactions of up to USD 25,000, shall now be mandatory for making all remittances under Liberalised Remittance Scheme (LRS).

2. Further, in the context of remittances allowed under LRS for maintenance of close relatives, it has been decided, in consultation with Government, to align the definition of 'relative' with the definition given in Companies Act, 2013 instead of Companies Act, 1956.

3. [Master Direction No. 7/2015-16 dated January 01, 2016](#) on LRS is being updated simultaneously to reflect the above changes.

4. The directions contained in this circular have been issued under Sections 10(4), 11(1) and 11(2) of the Foreign Exchange Management Act, 1999 (42 of 1999) and are without prejudice to permissions/approvals, if any, required under any other law.

Yours faithfully,

Sd/-

**(Shekhar Bhatnagar)**  
Chief General Manager in Charge