

Online Guest Lecture
Reserve Bank of India- "Financial Literacy"
Date 25th August 2020



11:07 112 MB/s 4G 76%

WHY IS FINANCIAL LITERACY IMPORTANT?

- Without financial literacy, we cannot expect to make major headway in other financial inclusion or consumer protection. Together with Financial Inclusion and Consumer Protection, Financial Literacy forms a triad, which is necessary for ensuring financial stability.
- The global financial crisis (GFC 2008) is a glaring example of how lack of financial literacy can impact financial stability. The genesis of the crisis was in the sale of inappropriate mortgage products to subprime borrowers, who did not understand the product characteristics. The crisis was also fanned by the creation of sophisticated financial products by seemingly expert market participants, without understanding the underlying risks involved.
- Financial literacy involves imparting knowledge about the risk and return of financial products to the users and providers of these products. It is this knowledge that helps in containing risks and maintaining stability in the financial system.
- The low levels of transparency and the consequent inability of consumers in identifying and understanding the fine-print from a large volume of information leads to an information asymmetry between the financial intermediary and the consumer. In this context, financial education can greatly help the consumers to narrow this information divide. Besides, knowledge about the existence of an effective grievance redress mechanism is essential for gaining the confidence of the underbanked population and overcoming apprehensions they may have about joining, what would appear to be a complex and unfamiliar financial marketplace.

Raipur.cr

11:54 AM | 214KB/s

UNIFIED PAYMENTS INTERFACE (UPI)

- A real time inter bank payment system that allows sending or requesting money.
- Only RBI issues copy keys for send and receive bank accounts even the National Single app.
- Virtual Payment Address (VPA) or UPI ID. Send or request money through bank account.
- Instant Mobile VPA or payment ID or QR code or bank.
- Instant Mobile VPA or payment ID or QR code or bank account mapped using mobile number.
- Account number & IFSC. Send money to the bank account.
- Account number only to the bank account may not bring sufficient security.
- UPI is a bank money by RBI (not a bank for UPI) VPA. Account number and time. No Mobile number.
- The upper limit per UPI transaction is Rs.2 Lakh.

Dhirendra Singh Chouhan

12:46 PM | 22.7KB/s

What is Currency?

- Currency – In Circulation
- Issued by Monetary Authority – RBI Preamble
- Medium of Exchange / Store Value

DS Nagpur

11:34 AM | 383KB/s

Internet Banking

✓ Online banking / e-banking / Virtual banking

Requirements:

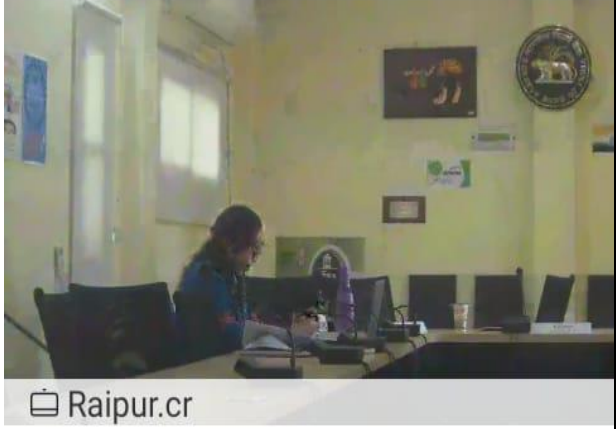
- ✦ Internet access
- ✦ Registered user-id
- ✦ password for verification

Common Facilities:

- ✦ View account balances
- ✦ View / download Account statement
- ✦ Order Cheque books
- ✦ Place stop cheque instructions
- ✦ Block ATM card
- ✦ View Income Tax Credit statement - 26 AS
- ✦ View TDS statement
- ✦ View Loan a/c Interest statement
- ✦ Funds transfer within same / to different
- ✦ Fund transfer to PPF a/c
- ✦ e- Fixed deposits
- ✦ Registering & Paying utility bills
- ✦ Investment purchase / sale (through D)
- ✦ Loan repayments
- ✦ Credit card applications

1:05 PM | 269KB/s

Non-Banking Financial Company	Regulator
NBFCs (including Housing Finance Companies)	Reserve Bank of India
Nidhi and Mutual Benefit Companies	Ministry of Corporate Affairs (MCA), GoI
Venture Capital fund company, Stock broking, Mutual Fund, Collective Investment Schemes	Securities and Exchange Board of India (SEBI)
Chit Fund companies	State Government under Chit Funds Act
Insurance Companies	Insurance Regulatory and Development Authority of India (IRDA)



Video call control bar with icons for mute, video off, more options, and end call.

Video call control bar with icons for mute, video off, more options, and end call.