

NPCI/IMPS/OC No. 24/2013-14

Date: August 8, 2013

To,

All member Banks/Prepaid Payment Instrument Issuers (PPIs) of IMPS

Dear Sir/ Madam,

**Sub: Immediate Payment Service (IMPS) – Cap on Transaction Limit on each P2P / P2A transaction**

IMPS is designed as real time, 24\*7 retail payment system. Member banks already have the RTGS system with upfront settlement features for high value real time transactions processing.

2. Average transaction amount for IMPS P2P and P2A transactions for the last 4 months is approximately Rs 5,000/- and majority of transactions (90%+) are less than Rs 5,000/- transaction amount.

3. In order to maintain its retail nature and to insulate the IMPS system from any systemic risk, IMPS steering committee has decided that single IMPS transaction limit shall be capped at Rs 10 lakh. This shall be implemented in NPCI systems on 16<sup>th</sup> August 2013 midnight onwards.

This is for your kind information and necessary action.

Yours sincerely,



Dilip Asbe  
Chief Operating Officer