

NOTICE TO MERCHANTS

Introduction of Merchant Discount Rate (MDR) on RuPay Credit Card Transactions through UPI

Dear Merchant,

This is to inform you that, with effect from 15.10.2026, Merchant Discount Rate (MDR) shall be applicable on RuPay Credit Card transactions received through UPI above Rs. 2000/-, based on the applicable Merchant Category Code and the Bank's approved tariff.

Key Terms:

- MDR on RuPay Credit Card transactions through UPI shall apply to transactions above ₹2,000 made using RuPay Credit Cards through UPI.
- MDR on RuPay Credit Card transactions through UPI shall be applicable only to merchants accepting payments through RuPay Credit Cards on UPI.
- Merchants can enable or disable acceptance of RuPay Credit Card payments through UPI through their respective Branches.
- **MDR Structure:** For transactions above ₹2,000 made using a RuPay Credit Card through UPI, applicable MDR shall be determined based on the MCC/category of the merchant. The applicable rates under the Industry Program shall be based on the respective MCC/category. For MCCs not covered under the Industry Program, a standard rate of 1.93% per transaction, without any cap, shall be applicable as per the Bank's approved tariff.

The indicative MDR structure based on business categories is provided in the annexure.

- **GST Applicability:** All MDR charges are exclusive of applicable Goods and Services Tax (GST). An additional GST of 18% will be applicable on the MDR amount.
- **MDR collection:** MDR charges will be automatically debited / collected from the merchant's settlement account at the time of transaction settlement or as per the bank's settlement process.
- There shall be no cap on the MDR applicable to RuPay Credit Card transactions through UPI under any category.
- **Bank's Rights:** The Bank reserves the right to revise the MDR charges from time to time at its sole discretion. Any such changes will be communicated via the Bank's official website or other official communication channels.
- Merchants are requested to take note of the applicable charges and the conditions. For any clarification or assistance, merchants may contact their Branch / designated Bank official.

Annexure

MDR on RuPay Credit Card Transactions through UPI

The MDR for RuPay Credit Card transactions through UPI shall be determined based on the merchant's MCC/category.

A. Industry Program

For MCCs covered under the Industry Program, the following rates shall apply:

Sl. No.	Merchant Category / MCC	Applicable Rate
1	Agriculture – Fertilizer Dealers, Pesticides/Insecticides, Seeds, Farm Equipment, Agricultural Machinery, Other Agricultural Inputs, Agricultural Cooperatives, Horticultural & Landscaping Services, Lawn & Garden Supply Stores	0.776%
2	Contractor Services – General Contractors, Air Conditioning/Heating/Plumbing Contractors, Electrical Contractors, Insulation/Masonry/Plastering/Stonework/Tile Setting Contractors, Carpentry Contractors, Roofing & Siding/Sheet Metal Work Contractors, Concrete Work Contractors, Special Trade Contractors – NEC	1.220%
3	Railways – MCC 4111 & 4112	0.776%
4	Transit – MCC 4784	0.776%
5	Telecom Services – MCC 4814	0.776%
6	Supermarkets – MCC 5411	1.220%
7	Fuel – MCC 5541, 5542 & 5983	0.832%
8	Convenience Stores / Specialty Stores & Vending Machines – MCC 5499 and Fast Food Restaurants – MCC 5814	1.220%
9	Insurance – MCC 5960 & 6300	0.998%
10	Public Sector Insurance Companies – MCC 6529	0.555%
11	Property Management / Cleaning & Maintenance – MCC 7349	0.776%
12	Education – MCC 8211, 8220, 8241, 8244, 8249 & 8299	0.776%
13	Government – MCC 9211, 9222, 9311, 9405, 9399 and other specified similar services	0.776%
14	Post Office – MCC 9402	0.776%

The above rates are based on the applicable Industry Program categories and MCCs specified in the NPCI RuPay interchange framework.

B. Other MCCs – Standard Rate

For MCCs not specifically covered under the Industry Program, the following MDR shall apply:

Transaction Type	Applicable MDR
RuPay Credit Card transaction through UPI above ₹2,000 – MCC not covered under Industry Program	1.93% per transaction, without any cap

General Notes:

1. The above MDR is applicable to RuPay Credit Card transactions through UPI above ₹2,000.
2. The applicable rate shall be determined based on the MCC assigned to the merchant.
3. Where an MCC is covered under the Industry Program, the corresponding Industry Program rate shall apply.
4. Where an MCC is not covered under the Industry Program, 1.93% per transaction without any cap shall apply.
5. The above MDR shall be applicable only to merchants who have enabled acceptance of RuPay Credit Card payments through UPI.
6. Merchants can enable or disable acceptance of RuPay Credit Card payments through UPI through their respective Branches.
7. There shall be no cap on the MDR applicable to RuPay Credit Card transactions through UPI under any category.
8. The applicable merchant charge shall be determined based on the applicable MCC/category.