

# Swap facility for FCNR(B) Deposit

Economic Research Vertical

Head Office Bangalore

25.06.2026

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# Peer Reactions on FCNR (b) Deposit Scheme..

| SN          | PSU BANK              | HIGHEST ROI ON FCNR(B) | FROM EFFECTIVE DATE |
|-------------|-----------------------|------------------------|---------------------|
| 1           | PANJAB AND SINDH BANK | 6.80                   | 15.06.2026          |
| 2           | CENTRAL BANK OF INDIA | 6.60                   | 23.06.2026          |
| 3           | UNION BANK OF INDIA   | 6.60                   | 23.06.2026          |
| 4           | CANARA BANK           | 6.50                   | 11.06.2026          |
| 5           | PUNJAB NATION BANK    | 6.50                   | 18.06.2026          |
| 6           | INDIAN BANK           | 6.50                   | 12.06.2026          |
| 7           | BANK OF INDIA         | 6.50                   | 12.06.2026          |
| 8           | INDIAN OVERSEAS BANK  | 6.50                   | 15.06.2026          |
| 9           | BANK OF BARODA        | 6.25                   | 16.06.2026          |
| 10          | UCO BANK              | 6.25                   | 11.06.2026          |
| 11          | BANK OF MAHARASTRA    | Internal 6.10          | 13.06.2026          |
| Internal 12 | STATE BANK OF INDIA   | 6.00                   | 15.06.2026          |

# Peer Reactions on FCNR (b) Deposit Scheme..

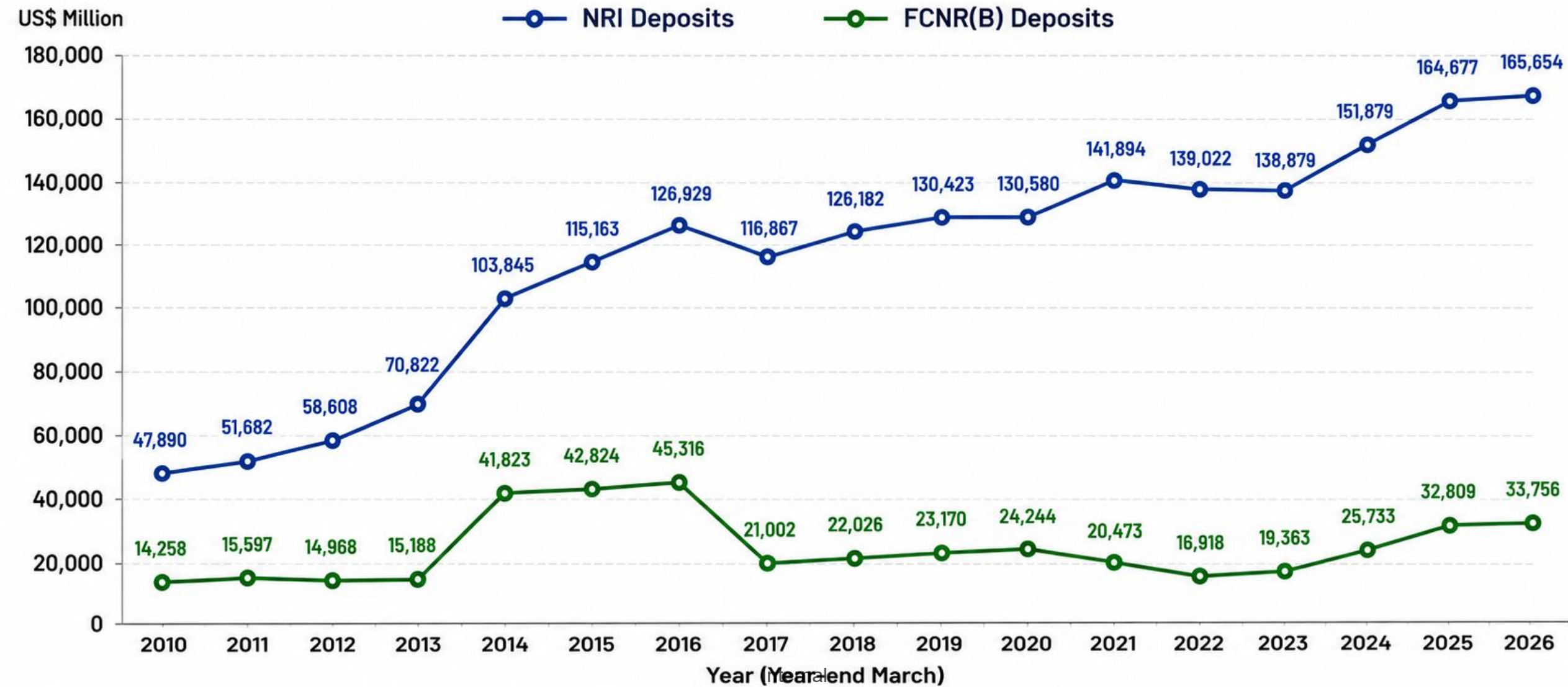
| SN | PRIVATE BANK NAME | HIGHEST ROI ON FCNR(B) | FROM EFFECTIVE DATE |
|----|-------------------|------------------------|---------------------|
| 1  | BANDHAN BANK      | 7.10                   | 18-06-2026          |
| 2  | CITY UNION BANK   | 7.10                   | 22-06-2026          |
| 3  | CSB BANK          | 7.05                   | 10-06-2026          |
| 4  | KARNATKA BANK     | 7.00                   | 11-06-2026          |
| 5  | KARUR VYSYA BANK  | 7.00                   | 10-06-2026          |
| 6  | INDUSIND BANK     | 6.75                   | 15-06-2026          |
| 7  | IDFC FIRST BANK   | 6.75                   | 16-06-2026          |
| 8  | IDBI BANK         | 6.60                   | 20-06-2026          |
| 9  | YES BANK          | 6.60                   | 11-06-2026          |
| 10 | SOUTH INDIAN BANK | 6.50                   | 13-06-2026          |
| 11 | FEDERAL           | 6.25                   | 11-06-2026          |
| 12 | J&K BABK          | 6.10                   | 15-06-2026          |
| 13 | HDFC              | Internal 6.00          | 22-06-2026          |
| 14 | ICICI             | 6.00                   | 11-06-2026          |

# Back Drop of Growth :

|              |         |         |       |        | Ratio in NRI Deposit |         |     |
|--------------|---------|---------|-------|--------|----------------------|---------|-----|
| YEAR END MAR | NR(E)RA | FCNR(B) | NRO   | NRI    | NR(E)RA              | FCNR(B) | NRO |
| 2010         | 26251   | 14258   | 7381  | 47890  | 55                   | 30      | 15  |
| 2011         | 26378   | 15597   | 9707  | 51682  | 51                   | 30      | 19  |
| 2012         | 31408   | 14968   | 12232 | 58608  | 54                   | 26      | 21  |
| 2013         | 45924   | 15188   | 9710  | 70822  | 65                   | 21      | 14  |
| 2014         | 52908   | 41823   | 9114  | 103845 | 51                   | 40      | 9   |
| 2015         | 62746   | 42824   | 9593  | 115163 | 54                   | 37      | 8   |
| 2016         | 71468   | 45316   | 10145 | 126929 | 56                   | 36      | 8   |
| 2017         | 83213   | 21002   | 12652 | 116867 | 71                   | 18      | 11  |
| 2018         | 90035   | 22026   | 14121 | 126182 | 71                   | 17      | 11  |
| 2019         | 92017   | 23170   | 15236 | 130423 | 71                   | 18      | 12  |
| 2020         | 90367   | 24244   | 15969 | 130580 | 69                   | 19      | 12  |
| 2021         | 102579  | 20473   | 18842 | 141894 | 72                   | 14      | 13  |
| 2022         | 100801  | 16918   | 21303 | 139022 | 73                   | 12      | 15  |
| 2023         | 95817   | 19363   | 23699 | 138879 | 69                   | 14      | 17  |
| 2024         | 98624   | 25733   | 27522 | 151879 | 65                   | 17      | 18  |
| 2025         | 100733  | 32809   | 31135 | 164677 | 61                   | 20      | 19  |
| 2026         | 98564   | 33756   | 33334 | 165654 | 60                   | 20      | 20  |

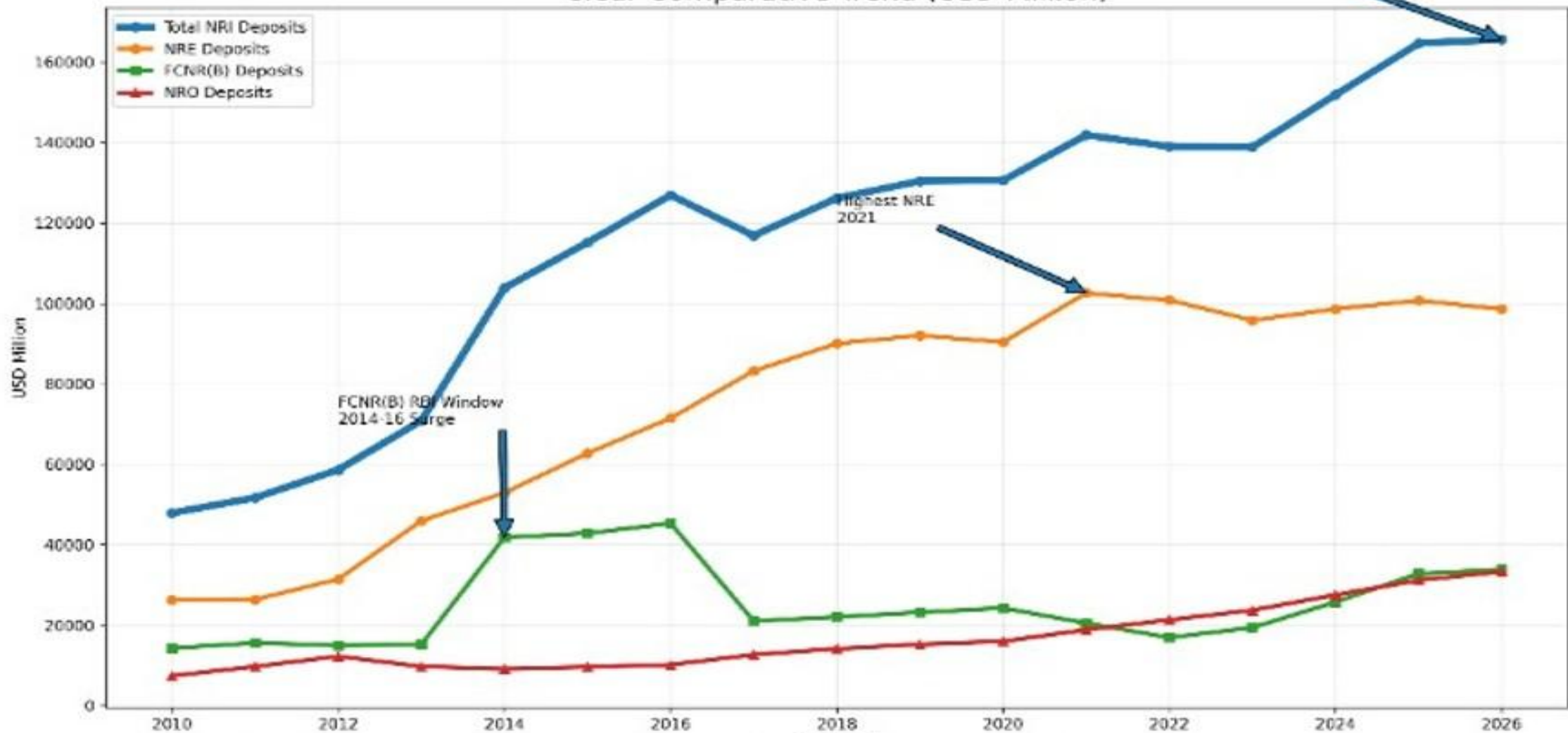
# FCNR(B) vs NRI DEPOSITS OUTSTANDING

(US\$ Million) | Year-end March 2010 – March 2026



Note: 1. Data in US\$ Million 2. Year refers to Year-end March

## NRI DEPOSITS OUTSTANDING (2010-2026) Clear Comparative Trend (USD Million)



Highlights: Total NRI deposits increased from US\$47.9bn(2010) to US\$165.7 bn (2026). NRE remains dominant. FCNR(B) shows RBI-led spikes, while NRO deposits steadily expanded.

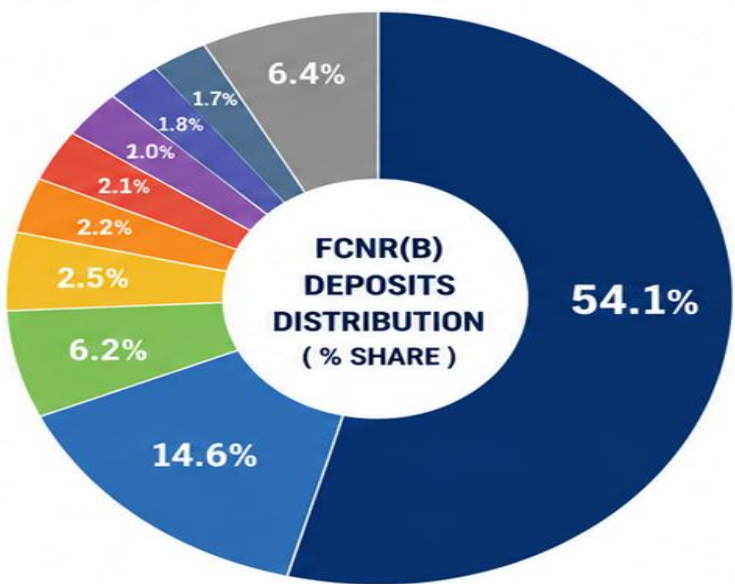
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# Countrywide Dependence on FCNR ( B) Deposit : UAE + US = 68% Share !

## COUNTRY-WISE DISTRIBUTION OF FCNR(B) DEPOSITS

Share of FCNR(B) Deposits by Country



**54.1%**

**UAE's Share**

of total FCNR(B) deposits

### COUNTRY-WISE SHARE OF FCNR(B) DEPOSITS

| Country                                                                                     | % Share of FCNR(B) |
|---------------------------------------------------------------------------------------------|--------------------|
|  UAE       | 54.1%              |
|  US        | 14.6%              |
|  SINGAPORE | 6.4%               |
|  UK        | 6.2%               |
|  OMAN      | 2.5%               |
|  HONG KONG | 2.2%               |
|  QATAR     | 2.1%               |
|  CANADA    | 2.0%               |
|  BAHRAIN  | 1.8%               |
|  KUWAIT  | 1.7%               |
|  OTHERS  | 6.4%               |



### KEY TAKEAWAYS



**UAE dominates FCNR(B) deposits**, accounting for **54.1%** of total deposits, reflecting the large Indian expatriate population in the Gulf region.



The **UAE and US together** contribute nearly **69%** of FCNR(B) deposits, indicating a high concentration of NRI foreign currency savings.



**Gulf Cooperation Council (GCC)** countries (UAE, Oman, Qatar, Bahrain, Kuwait) collectively account for over **62%** of FCNR(B) deposits.



**Asian financial hubs** such as Singapore and Hong Kong together contribute **8.6%**, reflecting their role as international banking centers.



The concentration of deposits in a few countries implies that FCNR(B) flows are sensitive to economic conditions and remittance patterns in the Gulf region.



**TOP 2 COUNTRIES**  
(UAE + US) ACCOUNT FOR

**68.7%**

OF TOTAL FCNR(B) DEPOSITS



Source: RBI  
Reserve Bank of India

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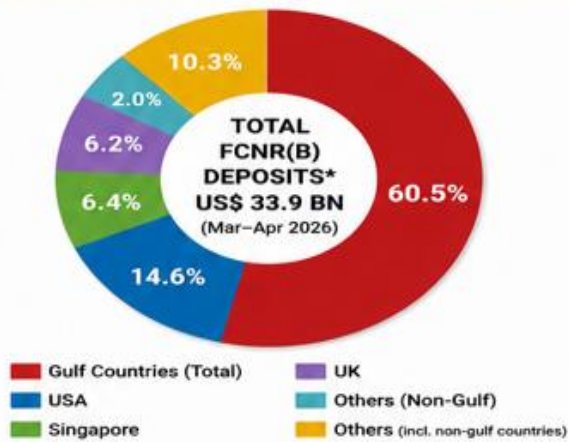
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# Dependency on Gulf Economies is a Concentration Risk ! (2.4% of External Debt )

## FCNR(B) DEPOSITS: HIGHLY DEPENDENT ON GULF

OVER 60% OF INDIA'S NRI FOREIGN CURRENCY DEPOSITS COME FROM GULF COUNTRIES

COUNTRY-WISE SHARE OF FCNR(B) DEPOSITS



GULF COUNTRIES SHARE BREAK-UP

| Country                 | Share (%)     | Amount (US\$ Billion) |
|-------------------------|---------------|-----------------------|
| UAE                     | 54.1          | 18.3                  |
| Oman                    | 2.5           | 0.85                  |
| Qatar                   | 2.1           | 0.71                  |
| Bahrain                 | ~1.8          | ~0.61                 |
| <b>TOTAL GULF SHARE</b> | <b>~60.5%</b> | <b>~20.5</b>          |



\* Latest available data (Mar-Apr 2026)  
Source: RBI, MOSPI

GULF DEPENDENCE AT A GLANCE



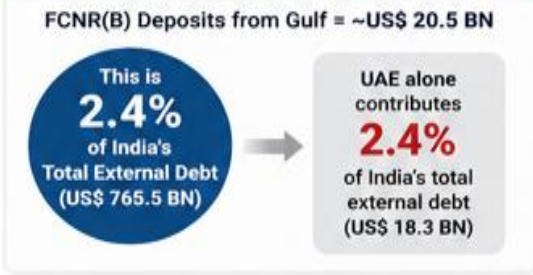
GULF DEPENDENCE AT A GLANCE



WHY HIGH GULF DEPENDENCE MATTERS



GULF DEPENDENCE IN CONTEXT



KEY MESSAGE



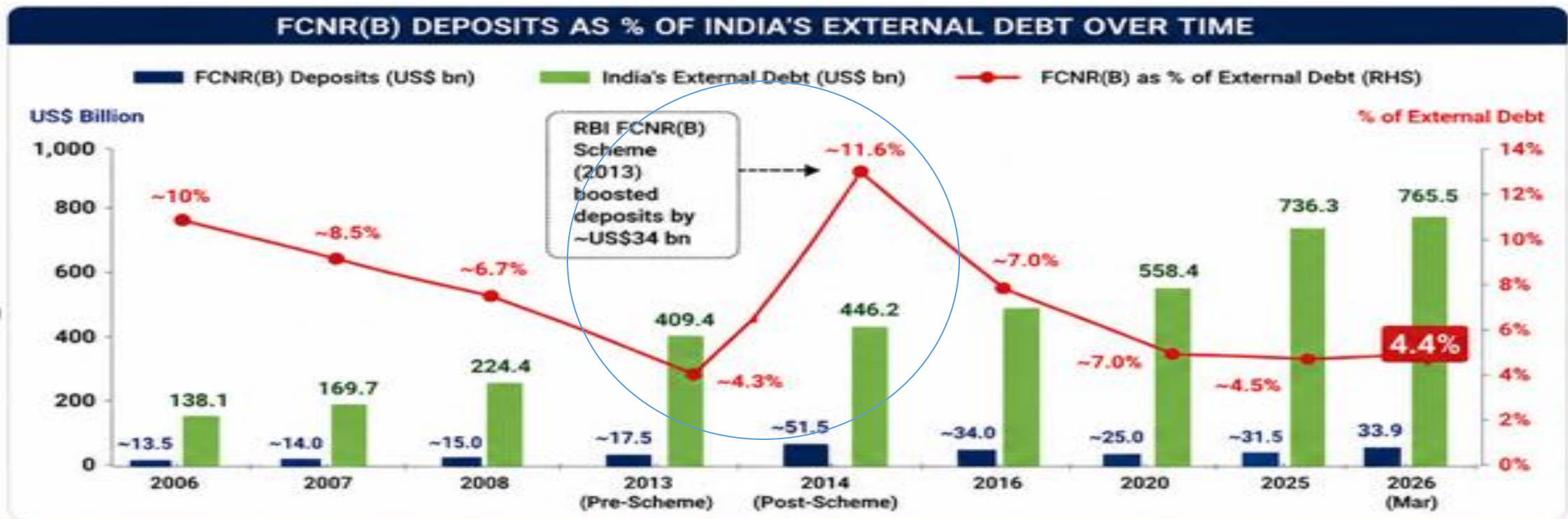
FCNR(B) DEPOSITS ARE A VALUABLE SOURCE OF FOREIGN CURRENCY, BUT HIGH GULF CONCENTRATION MAKES THEM A KEY EXTERNAL VULNERABILITY.

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# FCNR Deposit % of External Debt : It Wont be Alarming !



| DATA TABLE                           |         |         |         |                   |                    |       |        |        |            |
|--------------------------------------|---------|---------|---------|-------------------|--------------------|-------|--------|--------|------------|
| Year                                 | 2006    | 2007    | 2008    | 2013 (Pre-Scheme) | 2014 (Post-Scheme) | 2016  | 2020   | 2025   | 2026 (Mar) |
| FCNR(B) Deposits (US\$ billion)      | ~12-15* | ~13-15* | ~14-16* | ~17-18*           | ~51-52**           | ~34** | ~24-26 | ~31-32 | 33.9       |
| India's External Debt (US\$ billion) | 138.1   | 169.7   | 224.4   | 409.4             | 446.2              | 485.6 | 558.4  | 736.3  | 765.5      |
| FCNR(B) as % of External Debt        | ~9-11%‡ | ~8-9%‡  | ~6-7%‡  | ~4-5%‡            | 11.5-11.7%**       | 7.0%  | ~4.5%  | ~4.3%  | 4.4%       |

\*Estimated from historical FCNR(B) share within NRI deposits due to absence of standalone annual RBI data.  
\*\*Reflects special FCNR(B) mobilization of about US\$34 billion under the 2013 RBI swap scheme.  
Source: RBI (External Debt Statistics, Banking Statistics, Press Releases)

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