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**MINISTRY OF FINANCE
Department of Economic Affairs (DEA)
Capital Markets Division**

**North Block, New Delhi,
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Notification

Subject: Creation of Financial Stability and Development Council (FSDC)

With a view to establishing a body to institutionalise and strengthen the mechanism for maintaining financial stability, financial sector development and inter-regulatory coordination, the Government in consultation with the financial sector regulators has decided to set up the Financial Stability and Development Council.

2. Composition: The Council shall have the following composition:
 - a. The Union Finance Minister shall be the Chairperson.
 - b. Its members shall be:
 - i. Governor Reserve Bank of India (RBI),
 - ii. Finance Secretary and/ or Secretary, Department of Economic Affairs (DEA),
 - iii. Secretary, Department of Financial Services (DFS),
 - iv. Chief Economic Advisor, Ministry of Finance,
 - v. Chairman, Securities and Exchange Board of India (SEBI),
 - vi. Chairman, Insurance Regulatory and Development Authority (IRDA),
 - vii. Chairman Pension Fund Regulatory and Development Authority (PFRDA),
 - c. Joint Secretary (Capital Markets), DEA, will be the Secretary of the Council.
 - d. The Chairperson may invite any person whose presence is deemed necessary for any of its meeting (s).
3. Responsibility of the Council: The Council shall deal with issues relating to:
 - a. Financial stability
 - b. Financial sector development
 - c. Inter-regulatory coordination
 - d. Financial literacy
 - e. Financial inclusion
 - f. Macro prudential supervision of the economy including the functioning of large financial conglomerates
 - g. Coordinating India's international interface with financial sector bodies like the Financial Action Task Force (FATF), Financial Stability Board (FSB) and any such body as may be decided by the Finance Minister from time to time.

- h. Any other matter relating to the financial sector stability and development referred to by a member/Chairperson and considered prudent by the Council/Chairperson.
4. The Council would meet as and when deemed necessary by the Chairperson.
5. The Council shall have a Sub-committee headed by the Governor, RBI. The Sub-committee will replace the existing High Level Coordination Committee on Financial Markets (HLCCFM).

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