

Tuesday , March 19, 2013

25 basis points cut likely from RBI meet (also see in [Jpeg](#))

Publication: Financial Chronicle , Agency:Bureau, Edition:Delhi/Mumbai/Chennai/Bangalore , Page No: 5, Location: Bottom-Left , Size(sq.cms): 80

**25 basis points cut
likely from RBI meet**

■ RBI's decision on Tuesday will be indicative of the future course of action to be expected from the central bank in the course of the year. With the FM showing firmness in controlling the deficit, the RBI can proceed on the basis of the government not exercising extra pressure on liquidity and accordingly work on the basis of getting the best tradeoff between growth and inflation. A 25 bps cut in repo rate may be expected to support the government's own effort which will be a positive signal for the market. With the WPI inflation number being below the 7 per cent mark, this will still be justified despite the CPI inflation being high.

DR Dogra,
MD & CEO

*Care Ratings &
Research*

mail to:

mystocks@mydigitalfc.com