

**ANNUAL RETURNS FOR FOREIGN ASSETS AND LIABILITIES BY INDIAN COMPANIES
AND DISCONTINUOUS OF PART B OF FORM FCGPR**

In line with best international reporting practice, RBI has vide A P (DIR) 45 dt. 15.03.2011, replaced existing Part B of FCGPR with annual reporting of all foreign assets and liabilities by Indian Companies.

This circular is effective with immediate effect (w e f 15.03.2011)

Part B of FCGPR forms has the reporting requirements of foreign investments in Indian Companies on annual basis. In place of this RBI has introduced a new detailed return having three separate sections for details of permanent & identification section, details of foreign liabilities and details of foreign assets.

RBI has also issued necessary instructions and clarificatory definitions for this returns as a part of this circular.

Main point to be noted:

1. This circular is effective with immediate effect and applicable for each Indian Company having FDI from abroad or invested equity participation in abroad as overseas investments.
2. This return has to be submitted with RBI Mumbai office directly and not by the AD route. Due date for the return is 15th July for each year.
3. In case of group companies, a consolidated returns for all offices/ companies across India is required to be furnished.
4. Returns may be submitted on the basis of unaudited financials and audited financial statements may be submitted later on. But in case there is major differences between audited and unaudited results, returns should be revised.
5. Method of valuation and reporting has been explained in circular along with suitable examples.
6. No changes for reporting of overseas investments by Indian Companies has been notified yet and as such normal reporting requirements in Form ODI will remain unchanged.