

Guidelines on Monetary and Credit Policies in 1395 (2016/17)

The Money and Credit Council (MCC), in its 1220th Meeting dated Tir 8, 1395 (June 28, 2016), while supporting CBI policies regarding the conduct of money market, guideline on banks' profit rates, and the implementation of indirect monetary policy framework like interbank money market, expressed its appreciation for the initiative of banks and non-bank credit institutions in adjusting the banks' profit rates. The MCC also approved the following measures:

- 1- Maximum profit rate of 15.0 percent for one-year term investment deposits;
- 2- Maximum lending rate of 18.0 percent on non-PLS contracts as well as for expected profit rate on PLS contracts of banks and non-bank credit institutions as explicitly expressed in the concluded contracts of banks and non-bank credit institutions with clients;
- 3- Lending rate of 15.0 percent on investment facilities and 18.0 percent on other facilities extended by Bank Keshavarzi Iran (Agriculture Bank).