

Basics of Indian Currency



ECOHOOLICS

CURRENCY IN CIRCULATION (2023)

Coins: ₹ 1, ₹ 2, ₹ 5, ₹ 10 and ₹ 20. The coins are issued for circulation only through the Reserve Bank in terms of Section 38 of the RBI Act.

Banknotes: ₹50, ₹100 ₹200, ₹500, and ₹2000 issued by the Reserve Bank of India

WHAT IS LEGAL TENDER?

Legal Tender is a coin or a banknote that is legally tenderable for discharge of debt or obligation.

CURRENCY MANAGEMENT

- The Reserve Bank of India (RBI) is responsible for currency management in India.
- RBI decides banknote denominations, designs, and quantities.
- RBI maintains banknote quality by reissuing or destroying notes

HOW CURRENCY IS REACHED TO THE PEOPLE?

- RBI has 19 Issue offices and a currency chest at Kochi -> receive fresh banknotes from printing presses
- Issue offices -> send banknote remittances to commercial banks
- Commercial banks -> distribute banknotes to public

