

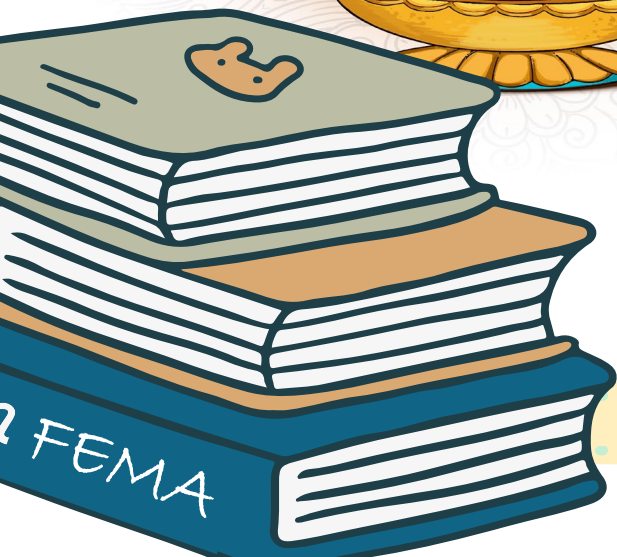
FEMA Ke Fundae

#FamiliarwithFEMA

**Resident Foreign
Currency
(Domestic)
Account**



HAPPY
Diwali
BACKGROUND



Date: 30/10/2024

Issue no: 124

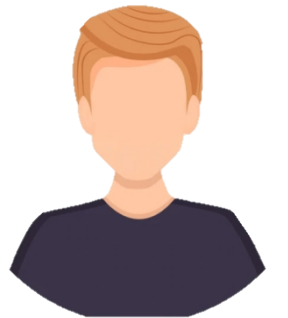


Roshan
(Resident of India)

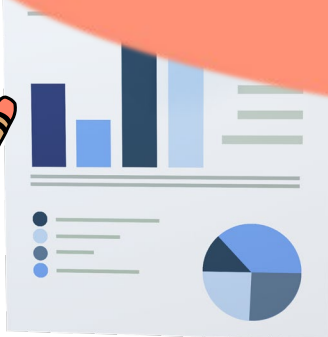
Hey, Mr. FEMA expert! I'm Roshan. I frequently travel internationally and often need foreign currency, which results in exchange losses. Can you help me find ways to reduce these losses?

Yes, Roshan!
It's great to know you're traveling abroad and gaining new experiences.

You can open an RFC-D account in India to help save on exchange losses.



The FEMA Gyani



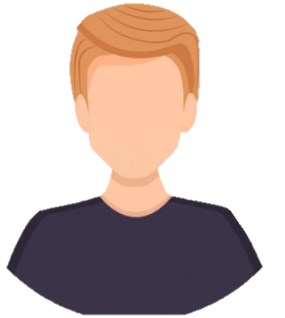


Roshan
(Resident of India)

Can you explain what an RFC-D account is?

Yes, Roshan!

A Resident Foreign Currency (Domestic) account is a type of bank account in India that allows residents to hold foreign currency. It lets you keep your overseas earnings or gifts in foreign currency without converting them into Indian Rupees.



The FEMA Gyani



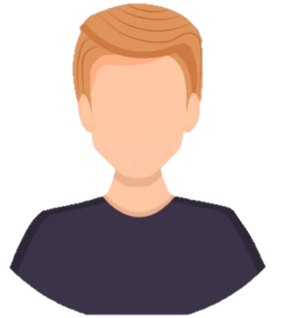


Roshan
(Resident of India)

Oh! Am I allowed to have this account?

Yes, Roshan!

Only individuals who are residents of India can open an RFC(D) account. This means you must be living in India and have a valid Indian address.



The FEMA Gyani





**Roshan
(Resident of India)**

Can I keep the remaining foreign currency from my last trip in the RFCD account?

Yes Roshan!
As per FEMA Rules:-

Following uses are allowed

A) Receiving foreign currency payments for services or gifts

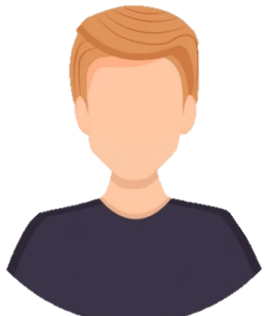
B) unspent foreign exchange from your travels abroad

C) Receiving gifts from close relatives.

D) Earning money through exports or royalties

E) LIC Claim on Maturity

E) Converting shares into ADRs or GDRs



The FEMA Gyani

PLANNER

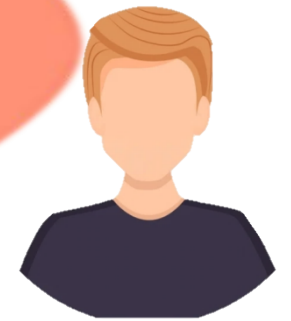


Roshan
(Resident of India)

Understood! FEMA Gyani, can I transfer this account if I settle abroad after some time?

Yes Roshan!

If you change your residential status from resident to non-resident, you can transfer the balance in your RFC(D) account to an NRE or FCNR(B) account.



The FEMA Gyani

Okay! FEMA Gyani,
Thank You



Thank You



The FEMA Gyani

Comments

Feedbacks

Suggestions



<https://in.linkedin.com/company/jscoca>

WEBSITE

<https://jainshrimal.com/>



International Tax Gyan    
WhatsApp group



Disclaimer

- ❑ This presentation has been prepared on the basis of information available in the public domain and is intended for guidance purposes only.
- ❑ Jain Shrimal & Co. has taken reasonable care to ensure that the information in this presentation is accurate. It however accepts no legal responsibility for any consequential incidents that may arise from errors or omissions contained in this presentation.
- ❑ This presentation is based on the information available with us at the time of preparing the same, all of which are subject to changes which may, directly or indirectly impact the information and statements given in this presentation.
- ❑ Neither Jain Shrimal & co., nor any person associated with us will be responsible for any loss however sustained by any person or entity who relies on this presentation. Interested parties are strongly advised to examine their precise requirements for themselves, form their own judgments and seek appropriate professional advice.

