

MHA has clarified with reference to the provisions of section 2(1)(h)-Explanation 2 & 3 of FCRA, 2010 that fixed deposits created or investment in financial instruments out of Foreign Contribution in FCRA utilization account, on maturity or returns of such investments/ FDs shall be credited into a FCRA Utilization account of the association maintained in any bank provided such investment made by the association is not falling under the category of speculative activities as defined in rule 4 of the FC(R)R, 2011.

DO YOU KNOW?



**Proceeds on FDs/
Investments which are
created out of foreign
contribution can be
credited to FCRA
Utilization Account.**

