



Financial Stability and Development Council (FSDC)

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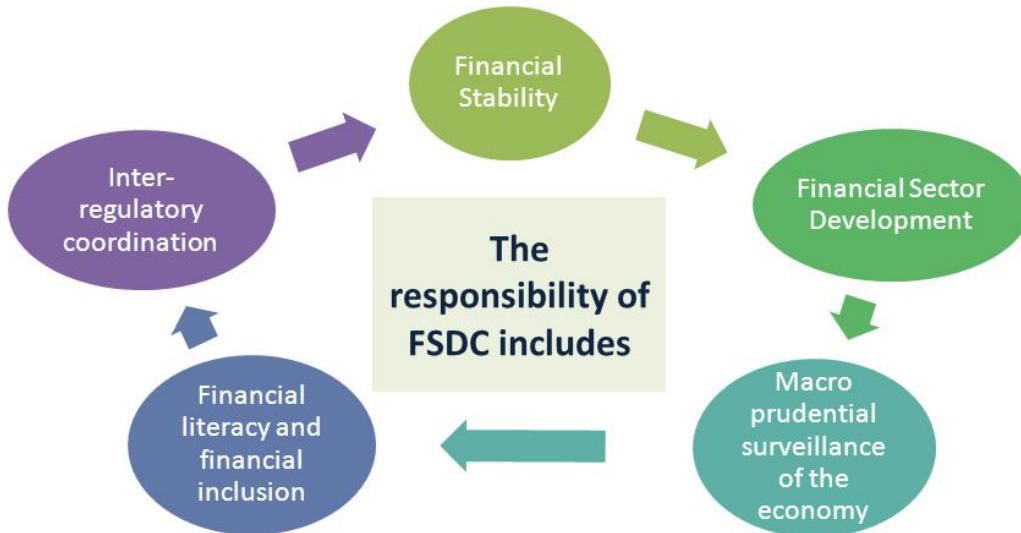
Recently, the **Financial Stability and Development Council's** (FSDC) sub-committee, chaired by Reserve Bank of India (RBI) Governor convened to review significant global and domestic macroeconomic and financial developments.

- It focused on inter-regulatory coordination and assessed potential risks to financial stability in light of emerging challenges such as global spillovers, cyber hazards, and climate change.
- **About FSDC:**
 - It is a **non-statutory** apex council under the **Ministry of Finance** constituted by the **Executive Order in 2010**.
 - The **Raghuram Rajan committee (2008)** on financial sector reforms first proposed the creation of FSDC.
 - The FSDC aims to monitor macroeconomic and financial developments, assess risks to financial stability, enhance coordination among financial regulators, and promote financial inclusion and development.
 - It is **chaired by the Union Finance Minister** and includes the heads of financial sector regulators such as the [RBI](#), [SEBI](#), [Insurance Regulatory and Development Authority of India \(IRDAI\)](#), and [Pension Fund Regulatory and Development Authority \(PFRDA\)](#) and [Chief Economic Adviser \(CEA\)](#) among others.
- **FSDC Sub-Committee:**
 - The FSDC is supported by a Sub-Committee (FSDC-SC), set up under the **chairmanship of the Governor of RBI**. It meets more often than the full FSDC.
 - It includes all FSDC members, four RBI Deputy Governors, and the Department of Economic Affairs (DEA) Additional Secretary.

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Financial Stability and Development Council

The FSDC, set up in 2010, is a body consisting all regulators and the Ministry of Finance. It is the highest forum in matters relating to financial stability. The Council is chaired by the Union Finance Minister



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