

Have you used your LRS Limits for the year?

What is the Liberalised Remittance Scheme (LRS) of USD 2,50,000 ?

Under the Liberalised Remittance Scheme, all resident individuals, including minors, are allowed to freely remit up to USD 2,50,000 per financial year (April – March) for any permissible current or capital account transaction or a combination of both. Further, **resident individuals can avail of foreign exchange facility for the purposes mentioned within the limit of USD 2,50,000 only.**

What are the purposes under FEMA, under which a resident individual can avail of foreign exchange facility?

Individuals can avail of foreign exchange facility for the following purpose within the LRS limit of USD 2,50,000 on financial year basis:

i.	Private visits to any country (except Nepal and Bhutan)
ii.	Gift or donation
iii.	Going abroad for employment
iv.	Emigration
v.	Maintenance of close relatives abroad
vi.	Travel for business, or attending a conference or specialised training or for meeting expenses for meeting medical expenses, or check-up abroad, or for accompanying as attendant to a patient going abroad for medical treatment/ check-up
vii.	Expenses in connection with medical treatment abroad
viii.	Studies abroad
ix.	Any other current account transaction which is not covered under the definition of current account in FEMA 1999

Any unexpired Limit can be utilised for the above mentioned purposes before March 31st 2022, and fresh limits gets opened up after 1st April 2022.

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