



Nostro and Vostro Accounts

[Source: IE](#)

Recently, the payment mechanism for traders importing pulses from Myanmar has been simplified by the government.

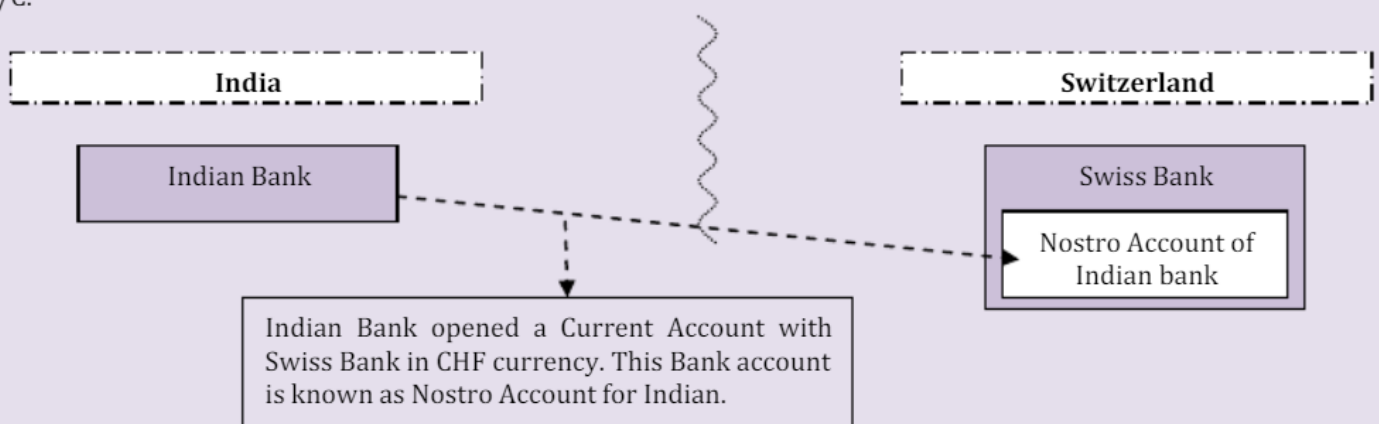
- The importers have been asked to utilise the Rupee/Kyat direct payment system using a [Special Rupee Vostro Account \(SRVA\)](#) through Punjab National Bank.

About Nostro/Vostro Account:

- A **Nostro account** is an **account held by a bank in another bank**. It allows the customers to deposit money in the bank's account in another bank.
 - It is often used if a bank has no branches in a foreign country.
 - Nostro is a Latin word that means "ours".
- A **Vostro account** is an account that a correspondent bank holds on behalf of another bank.
 - **Vostro is a Latin word that means "your"**.
- Nostro and Vostro accounts are held in a **foreign denomination**.
- Vostro accounts **enable domestic banks to provide international banking services** to clients with global banking needs.
- Vostro account services include **executing wire transfers, performing foreign exchange transactions**, enabling deposits and withdrawals, and expediting international trade.

Nostro A/C: [Ours Account with You]

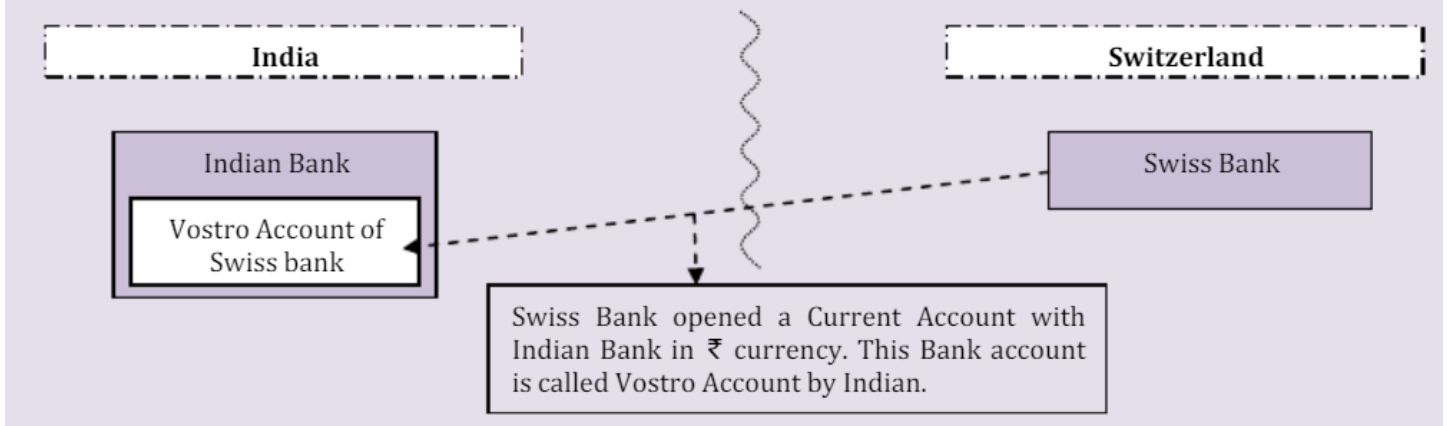
Nostro Account is a Current account maintained by a domestic bank/dealer with a foreign bank in foreign currency. For example, Current Account of SBI Bank (an Indian bank) with Swiss Bank in Swiss Franc (CHF) currency is a Nostro A/C.



Vostro A/C: [Yours Account with us]

Vostro A/C is a Current account maintained by a foreign bank with domestic bank in Rupee currency.

For example: Account of Swiss bank in India with SBI in Rupee (₹) Currency.



Read More: [Vostro account](#)

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