



1. It **MUST BE** in the form of Physical Currency Coin / Physical Currency Notes / VirtualCoin/ DigitalCoin/ CryptoCoin **AND simultaneously** और साथ ही साथ
2. It **MUST BE** issued by the order of a King / Queen / Government / Central Bank.

	⇒ Govt issues all coins upto ₹ 1,000, using powers of powers of Coinage Act 2011. ⇒ ₹ 1 Note signed by Finance Secretary (वित्त सचिव) ⇒ ₹ 1 note doesn't contain "I promise to pay bearer..."
	⇒ <b>RBI issues:</b> Currency notes other than ₹ 1 Note using the powers of RBI Act 1934. ⇒ Currency notes have Governor's sign: "I promise to pay bearer..."

☞ **FAQ: why is it like this!!!!?? WHY CAN'T RBI ISSUE BOTH coins & currency notes!!?**

**Ans.** Send your suggestion to PM, to merge above two laws. Until it's implemented, remember table for passing exam. प्रधानमंत्री को कागज लिखो दोनों कानूनों का एकीकरण करने के लिए. जब तक वह नहीं होता तो इस handout में दिया है उतना परीक्षा के लिए # 📝 थोड़ा-पढ़ो-आगे-बढ़ो

#### 10.4.4 📌 Legal Tender (वैधानिक निविदा)

To become a 'legal tender', a given coin/currency **MUST** fulfil two conditions **SIMULTANEOUSLY**: एक साथ दो शर्तों को पूरा करना होगा.

1. It must be a FIAT MONEY (जो हमने ऊपर के सेक्शन में पढ़ा). **AND SIMULTANEOUSLY**
2. It must be legally valid for all debts & transactions throughout the country. Other party can't refuse to accept. (लेनदार उसको अस्वीकार नहीं कर सकता)

Table 3: fiat money and legal tender in India

ITEM	A) Is it in form of a physical coin OR physical Note OR Digital Coin	B) Is it issued by Central Bank / Govt / King / Queen	C) Result: Is it Fiat money? (YES If Both Cell A+B give <input checked="" type="checkbox"/> + <input checked="" type="checkbox"/> )	D) At present, is it legally valid for transaction in India as per Coinage Act or RBI Act?	E) Is it LEGAL Tender in India (Yes, IF C+D give <input checked="" type="checkbox"/> + <input checked="" type="checkbox"/> )
₹ Indian Rupee: Coins & Notes	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<b>Demonetized</b> (विमुद्रीकृत) ₹500, ₹1000	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	👉	👉
Dollar\$, Yuan, Yen, Euro etc	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	👉	👉
G-Sec, T-Bill	👉	<input checked="" type="checkbox"/>	👉	👉	👉
Shares, Bonds, DD, Cheque, ATM, Cards, Kirana coin, Casino coin, Filmstar-Notes	👉	👉	👉	👉	👉
Bitcoins	<input checked="" type="checkbox"/>	👉	👉	👉	👉
Marshall Island: SOV Venezuela: Petro	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	👉	👉

⇒ ☞ **FAQ:** I did not understand this thing and/or I want to engage in intellectual debate why "X" thing is legal tender? **Ans.** Please watch lecture's recorded video again, more peacefully.

⇒ **Commemorative Coins (स्मृतिचिन्ह रूप सिक्के)** = Fiat money yes but not legal tender unless notified to be used as legal tenders.