

### **Term and Conditions for Deposit accounts**

#### **Basic Savings Bank Deposit Account**

- There is no requirement for any initial deposit for opening a one 'Basic Savings Bank Deposit Account.
- An individual is eligible to have only one BSBDA in the bank.
- Holders of BSBDA will not be eligible for opening any other Savings account in the bank. If a customer has any other existing savings account in the bank, then he / she is required to close it within 30 days from the date of opening a BSBDA.

#### **BSBDA-Small Accounts would be subject to the following conditions:**

- Total credits in such accounts should not exceed one lakh rupees in a year.
- Maximum balance in the account should not exceed fifty thousand rupees at any time.
- The total of debits by way of cash withdrawals and transfers will not exceed ten thousand rupees in a month.
- Foreign remittances cannot be credited to Small Accounts without completing normal KYC formalities.
- Small accounts are valid for a period of 12 months initially which may be extended by another 12 months if the person provides proof of having applied for an Officially Valid Document.
- Maximum 4 withdrawals will be allowed in a month.

#### **Term Deposit (TD) / Recurring Deposit (RD)**

- In the event of death of the depositor, premature termination of TD/RD would be allowed. The conditions subject to which such premature withdrawal would be permitted shall be specified by the Bank from time to time. Such premature withdrawal would not attract any penal charge. The same is subject to review from time to time.
- The Bank will automatically renew the TD on the due date for an identical period unless the instruction to the contrary is received from the customer before maturity. The renewal will be in accordance with the provisions of the Reserve Bank of India/the Bank in force at the time of renewal and the interest applicable on renewals will be at the applicable ruling rates on the date of maturity.
- In case the deposit is closed prematurely before completion of the minimum period as applicable - either no interest shall be paid for the said TD/RD or may be paid in accordance with the prevailing stipulations, laid down by the Reserve Bank of India/the Bank in this regard. The Bank will be levying penalty at the rates decided from time to time.
- Interest is subject to Tax as per Income Tax Act.
- In case Nomination data is not provided, then details as in Savings Account shall be replicated for the TD/RD. For any other update on your existing nomination, please visit your branch.
- In case of Resident Senior Citizens, special interest rate as notified from time to time will be provided on TD.
- The Bank does not offer special rate for Senior Citizens in case of NRE / NRO / FCNR (B) Deposit account.

- In case the account under Fixed Term Deposit Scheme is pre-closed then the interest paid and TDS, if applicable, will be deducted from the Principal.
- Premature withdrawals for all our fixed/term deposits which are held in accordance with the mandate of 'Either or Survivor' or 'Former or Survivor', may be allowed against the request from either of the customer in the case of 'either or survivor' mandate and by the former under 'former or survivor' mandate as the case may be during our lifetime. In the case of death of either of the customer the deposit may be \*prematurely closed / \*continued till maturity and proceeds be paid to the survivor. (\*the customer need to select as per their choice)

#### **Tax Deduction at Source**

- TDS rates will be as applicable from time to time as per the Income Tax Act, 1961 and Income Tax rules. The current rates applicable for TDS would be displayed in the Bank's branch Notice board or on Bank's website. Currently, TDS is deducted when interest payable or reinvested per customer, per branch, exceeds Rs. 10,000/- in a Financial Year.
- No deduction of tax shall be made for taxable interest in the case of an individual resident in India, if such individual furnishes to the Bank, a declaration in writing in the prescribed Form (Form 15G/ 15H as applicable) to the effect that the tax on his estimated total income for the year in which such interest income to be included in computing his total income will be NIL.
- Form 15G / 15H to be submitted in Triplicate every financial year and for all subsequent deposit booked during the Financial Year.
- The bank shall not be liable for any consequences or loss arising due to delay or non submission of Form 15G / 15 H. To enable us to serve you better kindly submit the form 15G/15H within the first week of the new financial year and as and when new fixed deposit is placed.
- As per Section 139A(5A) of the Income Tax Act, every person receiving any sum of income or amount from which tax has been deducted under the provisions of the Income Tax Act shall provide his PAN number to the person responsible for deducting such tax. In case the PAN number is not provided, the bank shall not be liable for the non availment of the credit of tax deducted at source.
- As per section 206AA introduced by Finance (No. 2) Act, 2009 wef 01.04.2010, every person who receives income on which TDS is deductible shall furnish his PAN, failing which TDS shall be deducted at the rate of 20%\* in case of Domestic deposit. Please further note that in the absence of PAN, Form 15G/15H and other exemption certificate will be invalid even if submitted and penal TDS will be applicable.
  - **Note:** The above is subject to change as per directives of Finance Ministry of Govt. of India.