

**ARYAVART BANK**

HEAD OFFICE

A-2 /46, VIJAY KHAND, GOMTI NAGAR, LUCKNOW.

HO/P & MIS/VA/

Circular No 02/11

Date: 17-04-2020

The Regional Manager,
All the Regional Offices,
All Staff Training College/ Centre,
The Asst. General manager &
The Chief Manager,
All Departments
Head Office

&

The Chief / Senior / Branch - Manager,
All the Branches.

SUB: INTEREST RATES ON RUPEE DEPOSITS w.e.f. 20-04-2020

Please refer to our Circular No. 01/351 dated 30-03-2020 with regard to the Interest Rates on domestic Rupee Term Deposits.

- It has now been decided by the Bank to revise Interest Rates for Savings Bank Deposits & Domestic Rupee Term Deposits/NRO/NRE Term Deposits w.e.f. 20-04-2020.
- Therefore, the branches are advised to implement interest rate structure payable on Savings Bank Deposits (Domestic)/NRO SB/NRE SB and on Rupee Term Deposits - Domestic /NRO/NRE for various maturity periods as given below w.e.f. 20-04-2020.

I		Current Deposits (Domestic/NRO/NRE) - NA			
II		Savings Bank Deposits			
Domestic/NRO/NRE (on the balances at the end of day)	Existing (01.04.2020)	Revised (20.04.2020)	Existing (01.04.2020)	Revised (20.04.2020)	
	Upto Rs. 1 Lakh (% on daily product basis)	Upto Rs. 1 Lakh (% on daily product basis)	Exceeding Rs. 1 Lakh (% on daily product basis)	Exceeding Rs. 1 Lakh (% on daily product basis)	
	3.25	3.00	3.50	3.25↓	
III		Term Deposits - Domestic/ NRO			
Maturity Period	Existing (01.04.2020)	Revised (20.04.2020)	Existing (01.04.2020)	Revised (20.04.2020)	
	For deposits less than Rs. 15 lakh (% p.a.)	For deposits less than Rs. 15 lakh (% p.a.)	For deposit of Rs. 15 lakh & upto Rs 1.00 crore (% p.a.)	For deposit of Rs. 15 lakh & upto Rs. 1.00 crore (% p.a.)	
1	07 Days to 14 days *	4.75	4.50↓	3.75	3.50↓
2	15 days to 30 days	4.75	4.50↓	3.75	3.50↓
3	31 days to 45 days	4.75	4.50↓	4.75	4.50↓
4	46 days to 90 days	5.25	5.00↓	5.25	5.00↓
5	91 days to 179 days	5.50	5.25↓	5.50	5.25↓
6	180 days to 269 days	5.50	5.25↓	5.50	5.25↓
7	270 days to less than 1 yr	5.75	5.50↓	5.75	5.50↓
8	1 Year to less than 2 Years	6.25	6.00↓	6.25	6.00↓
9	2 Years to less than 3 Years	6.25	6.00↓	6.25	6.00↓
10	3 Years to less than 5 years	6.25	6.00↓	6.25	6.00↓
11	5 YEARS	6.25	6.00↓	6.25	6.00↓
12	Above 5 years & upto 10 Years	6.10	5.85↓	6.10	5.85↓
IV		Term Deposits – NRE*			
Maturity Period	Existing (01.04.2020)	Revised (20.04.2020)	Existing (01.04.2020)	Revised (20.04.2020)	
	For deposits less than Rs. 15 lakh (% p.a.)	For deposits less than Rs. 15 lakh (% p.a.)	For deposit of Rs. 15 lakh & above (% p.a.)	For deposit of Rs. 15 lakh & above (% p.a.)	
1	1 yr to < 2Yrs	5.25	5.00↓	5.00	4.75↓
2	2 yr to < 3 yrs	5.25	5.00↓	5.00	4.75↓
3	3 Yrs to < 5Yrs	5.25	5.00↓	5.00	4.75↓
4	5 Yrs & upto 10Yrs	5.25	5.00↓	5.00	4.75↓

*Minimum deposit Rs. 1 Lakh.



months/quarters, as the case may be.

b) Recurring Deposits :

- Rate of Interest as applicable for Term Deposits depending upon the period/maturity.
- The core monthly installment should be minimum Rs. 100/-.

c) Premature Withdrawal :

Deposit Accepted / Renewed Before 01-12-2016:

In case of premature withdrawal, "the applicable rate of interest on the date of acceptance of deposit for the actual period which the deposit has remained with the Bank or contracted rate of interest whichever is LOWER shall be applicable".

Deposits Accepted Renewed On or After 01-12-2016:

Penalty on premature withdrawals is applicable for fresh / renewed deposits w.e.f. 01-12-2016.

Penalty Details:

	Category of deposits	Penalty on premature withdrawal of the deposit
1.	Deposits less than Rs. 5 Lakh withdrawn on or after completion of 12 months	NIL
2.	Deposits less than Rs. 5 Lakh withdrawn prematurely before completion of 12 months	0.50%
3.	Deposits of 5 Lakh & above withdrawn prematurely	1.00%

- No interest will be paid for premature withdrawal below 7 days in case of Term Deposits, below 3 months in case of Recurring Deposits and below 12 months in case of NRE Deposits.
- In case of the deposits which have been prematurely closed for renewing for a longer period than the remaining period of the original contract tenure, there shall be "No penalty" for the premature withdrawal irrespective of the amount of the deposit.
- No Penalty for the premature withdrawal of Term deposits due to death of depositor/s.
- No penalty on premature withdrawals of Term Deposits by Staff, Ex- Staff, Staff/Ex-Staff Senior Citizens and spouse of deceased staff as a first account holder.

d) **Aryavart Tax Saver Term Deposit Scheme :** The Aryavart Tax saver Term Deposit Scheme of erstwhile Gramin Bank of Aryavart & Tax saver scheme of erstwhile Allahabad UP Gramin Bank will continue in Aryavart Bank also as "**Aryavart Tax Saver Term Deposit Scheme**".

Maximum Deposit	Rs.1,50,000/- p.a.
Tenure	Minimum-5 years , Maximum-Upto & including 10 years
Rate of interest	Normal domestic term deposits as applicable to corresponding period
Premature withdrawal	Not Permitted upto 5 years

1. The interest rates on Domestic Rupee Term Deposits will be applicable **only on fresh deposits and also on all renewals w.e.f. 20.04.2020.**
2. **Effective Annualized Rate of Return (Indicative only):** Keeping in view the Reserve Bank of India guidelines to provide information on effective annualized rate of return on deposits (Domestic/NRO & NRE) of various maturities, we give here in below the effective annualized rates of return on Bank's cumulative deposit schemes under the Reinvestment Plan on quarterly compounding basis:



Maturity (Domestic/NRO)	For deposits less than Rs. 15 Lakh		For deposit Rs.15 lakh & upto Rs 1.00 crore	
	Rate of Intt. (%) p.a.	Annualized Rate of Return at minimum of the Maturity bucket (Indicative Only) %	Rate of Intt. (%) p.a.	Annualized Rate of Return at minimum of the Maturity bucket (Indicative Only) %
180 days to 269 days	5.25	5.28	5.25	5.28
270 days to less than 1 yr	5.50	5.58	5.50	5.58
1 Year to less than 2 Years	6.00	6.14	6.00	6.14
2 Years to less than 3 Years	6.00	6.32	6.00	6.32
3 Years to less than 5 years	6.00	6.52	6.00	6.52
5 YEARS	6.00	6.94	6.00	6.94
Above 5 years & upto 10 Years	5.85	6.74	5.85	6.74
Maturity (NRE)				
1 yr to < 2Yrs	5.00	5.10	4.75	4.84
2 yr to < 3 yrs	5.00	5.22	4.75	4.95
3 Yrs to < 5Yrs	5.00	5.36	4.75	5.07
5 Yrs and above upto 10Yrs	5.00	5.64	4.75	5.33

3. **SENIOR CITIZENS:** -Please note that **Senior Citizens (Public other than staff)** will get **0.50% p.a.** interest more than the card rate on their Deposits of **six months to less than 5 yrs** period and also **0.60% p.a.** interest more than the card rate on their Deposits of **5 yrs & above maturity** on all deposit schemes.

Note : In terms of RBI direction vide circular RBI/2004-05/259 dated October 30, 2004 regarding implementation of Senior Citizens Savings Scheme Rules, 2004 and its amendments thereof (vide F.No.2-8/2004-NS-II dated 29-10-2004 and G.S.R.1235(E)): *the person retiring on superannuation or otherwise and have attained the age of 55 years or more but less than 60 years on the date of opening of account and Defense Personnel (Excluding Civilian Defense Employees) on attaining the age of 50 years will be eligible to get benefit of additional rate of interest as applicable for senior citizens."*

4. **STAFF MEMBERS:** -The STAFF MEMBERS will also enjoy benefit of 1% p.a. additional interest rate on their all kind of Deposits (including Aryavart Tax Saver Scheme) made out of their own funds.
5. **EX -STAFF MEMBERS:** -The EX -STAFF MEMBERS will also enjoy benefit of 1% p.a. additional interest rate on their all kind of Deposits. Ex. STAFF MEMBERS who are also SENIOR CITIZENS will enjoy the benefit of 1.50% p.a. additional interest rate for the period of six months to less than 5 yrs period and 1.60% p.a. interest more than the card rate on their Deposits of 5 yrs & above maturity on all deposit schemes. To avail the interest benefits, he/she shall declare that the deposits are made from their own funds.
6. The branches shall continue to pay interest admissible on renewal/payment of overdue term deposits as per Bank's Deposit Policy.
7. **HIGH VALUE DEPOSIT:** For deposit more than Rs 1.00 Crore being received/canvassed by the Branches, it shall be mandatory to quote the Rate of Interest under Head Office concurrence and permission.
8. The Branches are advised that they must display the aforesaid interest rates structure on the Notice Board of the Branch for the information of the customers.

TDS will be deducted on the interest earned on the total amount of deposits held by a customer in the Bank as a whole, and not on individual deposits held by him branch-wise including Recurring Deposits.

P.S.: Please note that this is the 4th Circular regarding deposit interest rate revision after amalgamation effected on 01.04.2019.




(Ranjit Singh)
General Manager