

Automatic Renewal of Term Deposits

As a customer friendly measure, the Bank has taken a policy decision to offer the facility of automatic renewal of domestic term deposits to customers with effect from **01.11.2005**. The salient features are given below:

Domestic Term Deposit Schemes covered under automatic renewal facility

Short Term Deposit, Fixed Deposit, Reinvestment Plan, Cash Certificate, Unit Deposit, Facility Deposit, Special Scheme for Senior Citizens placed under Fixed Deposit / ReInvestment Plan

Domestic Term Deposits not covered under automatic renewal facility

Recurring Deposit, Special Recurring Deposit, Variable Recurring Deposit, Vidhya Nidhi Deposit, Vidhya Nidhi Matured for Payment, Tiny deposit

Period of automatic renewal facility

The term deposits will be renewed on the due date for a similar period of the deposit subject to a maximum of one year.

Example : A short term deposit placed for a period of 46 days will be renewed for a further period of 46 days from the due date. A fixed deposit placed for one year or more will be renewed for a further period of one year only from the due date.

Note :Under Special Scheme for Senior Citizens, the automatic renewal facility will be available for one year only eventhough the original period of deposit may be between one year and five years.

Amount

The automatic renewal of deposits will be done for the *principal amount only* in the case of non-cumulative deposit schemes like *STD, FD, Unit, Facility* (Fixed deposit scheme) and for *maturity value* for cumulative deposits like *RIP, Cash Certificates and Facility (Reinvestment Plan)*

The renewal amount will be **net of TDS** as applicable on a case to case basis.

Eligible accounts for automatic renewal facility

- (i) Fresh Domestic Term deposit accounts opened under captioned schemes **on or after 01.11.2005**.
- (ii) Domestic Term Deposit accounts under the captioned schemes that become due **on or after 01.11.2005**.