

NATIONAL HOUSING BANK

(Wholly owned by Reserve Bank of India)



NHB SUVRIDDHI (TAX SAVING) TERM DEPOSIT SCHEME

Registrar to the Scheme :

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D/328.'Ugevt'4.'P QFC.
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Vgrgr j qpg'P q02342/6327: 74
FAX No. 0120-2444346

Collecting Banker :

***** IDBI Bank Ltd.
***** Nodal Branch: CMS KG Marg
Surya Kiran Building
*****N.Delhi - 11001
(List of Collecting Branches is
given in the Application Form)

Objectives

NHB has been established to achieve, inter alia, the following objectives:

- a. To promote a sound, healthy, viable and cost effective housing finance system to cater to all segments of the population and to integrate the housing finance system with the overall financial system.
- b. To promote a network of dedicated housing finance institutions to adequately serve various regions and different income groups.
- c. To augment resources for the sector and channelise them for housing.
- d. To make housing credit more affordable.
- e. To regulate the activities of housing finance companies based on regulatory and supervisory authority derived under the Act.
- f. To encourage augmentation of supply of buildable land and also building materials for housing and to upgrade the housing stock in the country.
- g. To encourage public agencies to emerge as facilitators and suppliers of serviced land, for housing.

Vision

NHB ensures a sound and healthy Housing Finance System in India through effective regulation and supervision of housing finance institutions. As a financial institution NHB is known for its commitment, innovation and quality of service offering broad spectrum of financial product to address the needs of the housing sector with motivated employees working in a congenial and participative work environment.

When people think of financial services related to housing they think of NHB.

NATIONAL HOUSING BANK

Offices of the Bank

<p>Head Office:</p> <p>New Delhi</p> <p>Resource Mobilisation & Management Department Core 5A, 3rd Floor, India Habitat Centre, Lodhi Road, New Delhi - 110 003 Phone No-011-24649031- 35 FAX - 011-24646988, 24649037</p>		<p>Regional Office:</p> <p>Mumbai</p> <p>Mumbai Life Building, 45, Veer Nariman Road, Fort Mumbai - 400 023 Phone No – 022-22851560-64 FAX - 022-22851555</p>
	<p>Representative Offices</p>	
<p>Hyderabad</p> <p>4th Floor, APSHCL BUILDING, Street No. 17, Himyat Nagar, Hyderabad 500 029 Phone No. - 040-23264079 and 040- 23223375</p>	<p>Chennai</p> <p>Repco Bank Building No. 55, 2nd Floor Gandhi Nagar, IVth Main Road, Adyar, Chennai-600 020 TeleFax- 044-24401180</p>	<p>Bengaluru</p> <p>F- Block, II Floor CBAB Complex, Cauvery Bhawan, K.G. Road, Bengaluru- 560 009 Phone- 080-22711228 TeleFax- 080-22131157</p>
<p>Kolkatta</p> <p>RBI Building 8, Council House street, 2nd Floor, Kolkatta - 700 001 Phone - 033- 22312522</p>	<p>Lucknow</p> <p>3rd Floor, NE Wing, A Block, Bibhuti Khand, Pick-up Bhavan, Gomti Nagar, Lucknow-220010</p>	<p>Ahmedabad</p> <p>Mezzanine Floor, G-7 Sakar-I Opposite Gandhigram Station, Ashram Road Ahemdabad-380009</p>

Website : nhb.org.in

Email: nhb@isilindia.com &

fd@nhb.org.in



CRISIL RATING FAAA*
FITCH RATING TAAA*

** indicates highest degree of safety timely
Payment of interest and principal*

NATIONAL HOUSING BANK

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NHB SUVRIDDHI (TAX SAVING) TERM DEPOSIT SCHEME

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NATIONAL HOUSING BANK

Profile

The National Housing Bank (NHB) was established on 9th July 1988 under an Act of the Parliament viz. the National Housing Bank Act, 1987 to function as a principal agency to promote Housing Finance Institutions and to provide financial and other support to such institutions. The Act, inter alia, empowers NHB to:

- ❖ Issue directions to housing finance institutions to ensure their growth on sound lines
- ❖ Make loans and advances and render any other form of financial assistance for housing activities to Scheduled Banks, Housing Finance Institutions, State Co-operative Agricultural and Rural Development Banks or any other institution notified by the Central Government.
- ❖ Make loan and advances for housing or residential townships-cum-housing development or slum clearance.
- ❖ Formulate schemes for the purpose of mobilization of resources and extension of credit for housing
- ❖ National Housing Bank has three major roles to perform :
 - Regulation and Supervision of Housing Finance companies
 - Promotion and Development of Housing Finance market
 - Financial assistance for housing extended mainly to Banks, Housing Finance Companies and other financial intermediaries, public agencies etc.

Financial Highlights

Year ended 30 th June	Amount Rs in Crores				
	2006	2007	2008	2009	2010
Capital	450	450	450	450	450
Reserves	1288	1381	1549	1770	2035
Net Owned Funds	1738	1831	1999	2230	2485
Disbursements	5997	5672	9036	10889	8160
Total Assets	19589	21223	19897	19927	22753
Gross NPAs	27	27	Nil	Nil	Nil
Net NPAs	Nil	Nil	Nil	Nil	Nil
Profit after Tax	86	114	170	235	280
CRAR(%)	22.30	22.58	24.51	18.19	19.59

Some milestones.....

<u>1988-90</u>
❖ Refinance Schemes for housing loans
❖ Schemes for Land Development & Shelter Projects
❖ Scheme for Equity Participation in Housing Finance Companies (HFCs) / Building Materials Companies
❖ Home Loan Account Scheme
❖ Housing Finance Companies (NHB) Directions, 1989
❖ Raised Loan of US\$25m (first tranche) under USAID Govt. Housing Guarantee Program

<p><u>1990-95</u></p> <ul style="list-style-type: none"> ❖ Notified as a Public Financial Institution ❖ Received a Loan Assistance of Yen 2,970 billion from OECF (now JBIC) ❖ Scheme for Financing Housing Infrastructure ❖ Refinance Schemes for Slum Redevelopment Projects ❖ Launched the issue of Unsecured Bonds ❖ Guidelines for Prudential Norms for HFCs
<p><u>1996-2000</u></p> <ul style="list-style-type: none"> ❖ Golden Jubilee Rural Housing Finance Scheme (GJRHFS) ❖ Issued Tax Free Bonds to finance GJRHFS ❖ Drawn from ADB US\$20m in 1997-98 and US\$30m in 1998-99
<p><u>2000-05</u></p> <ul style="list-style-type: none"> ❖ First Residential Mortgaged Backed Securitization Issue in the Country ❖ Guidelines for Entry of HFCs into Insurance Business ❖ Refinance Scheme for reconstruction of dwelling units in the earthquake affected areas in Gujarat ❖ Credit Enhancement of Bonds floated by HFCs ❖ Liberalized Refinance Scheme for Housing Loans ❖ First time provided Corporate Guarantee for RMBS ❖ New Window of lending to Micro Finance Institutions
<p><u>2005-06</u></p> <ul style="list-style-type: none"> ❖ Fraud Management Cell set up to disseminate information on frauds committed on housing loans
<p><u>2006-07</u></p> <ul style="list-style-type: none"> ❖ NHB RESIDEX was launched (first official residential housing price index). ❖ New Products Developed for unserved and underserved segments of Society <ul style="list-style-type: none"> ➤ Reverse Mortgage Loan for Senior Citizens ➤ Productive Housing in Rural Areas (PHIRA) i.e. Scheme for composite loans (housing and production) to rural families ➤ Refinance for Top-up loan for Indira Awas Yojana Beneficiaries ➤ Equity Participation in New Rural Housing Finance Companies
<p><u>2007-08</u></p> <ul style="list-style-type: none"> ❖ Rural Housing Microfinance was launched ❖ NHB-UNESCAP Study on pro-poor housing finance: 7 Asian Countries initiated ❖ MOC with UNHABITAT signed for water and sanitation projects for housing ❖ Home Loan Counseling : Diploma programme put in place (IIBF)
<p><u>2008-09</u></p> <ul style="list-style-type: none"> ❖ Rural Housing Fund was created with Rs.2,000 crores allocation ❖ Designated as Nodal Agency for implementing the Government of India's Interest Subsidy Scheme for Housing the Urban Poor (ISHUP) ❖ Signed MOU with UN-Habitat for implementing Water & Sanitation programmes for urban poor. ❖ Initiated joint study with KFW Germany regarding feasibility of developing energy efficient housing, including financing.
<p><u>2009-10</u></p> <ul style="list-style-type: none"> ❖ Women Housing- A Breakthrough has been achieved under Rural Housing Fund 87,578 rural women were provided housing finance ❖ NHB has financed a Mass Housing Project of the Government of West Bengal for EWS/LIG segments through Public Private Partnership to provide low income housing for the poor. ❖ An further allocation of Rs.2,000 crores was made during 2009-10 under Rural Housing Fund

FOCUS AREAS ...

- ✚ OBJECTIVE : Financial Inclusion in Housing
- ✚ Seek to develop and expand housing finance system to address housing shortage
- ✚ Focus on catalyzing institutional credit for the unserved and underserved
 - Market Development
 - Rural Housing
 - Urban Renewal
 - Capacity Building and Technical Assistance

NHB SUVRIDDHI (TAX SAVING) TERM DEPOSIT SCHEME, 2008

The National Housing Bank has framed a scheme to mobilize deposits from individuals & HUF. The scheme has been notified in the Gazette of India dated October 18, 2008. A copy of the scheme as notified is annexed as Annexure I.

The Central Govt. has notified the said scheme for the purpose of Section 80C of the Income Tax Act, 1961 vide notification No. S.O. 21(E) dated 5th January 2009. A copy of the notification is annexed as Annexure -II

Deposits under the National Housing Bank Term Deposit Scheme will be accepted by the National Housing Bank subject to the terms and conditions as contained in the notification dated October 18, 2008 and the general instructions herein contained

General Instructions

1. Application in the prescribed Form must be completed in full in BLOCK LETTER. PREFIXES such as Shri/Smt. Should not be repeated while filling in names. A blank space must be left between two or more parts of the name e.g. HARENDRA KUMAR SINGH . The depositor(s) should tick the appropriate boxes provided in the Application Form. Where alternatives are given e.g. Shri/Smt. the depositor(s) should delete those which are not applicable.
2. Depositors may apply for placing the deposit under either of the two interest options available under the Scheme subject to maximum of Rs. 1 lakhs. Used for the Deposit under each option. The depositor(s) should clearly indicate the Option selected in the Application. If no option is selected, the deposit will be treated as intended to be placed under Cumulative Interest Option.
3. In the case of HUF, the name of the Karta should be mentioned in the space provided for filling in the name of the Depositor(s). The name of HUF should be specified separately as indicated in the Form. The Application Form should be signed by the Karta on behalf of HUF. All payments/repayments and communication will be sent to Karta.
4. The depositor(s) should clearly indicate in the Payment Instructions the person to whom interest and principal amount of deposit (in the event of death of the sole/first-named depositor) will be paid, by ticking the relevant box. All communications and payments/repayments will be sent to the sole/first-named depositor.
5. Signature(s) on the Application Form should be in English or in any of the Indian languages. If the signature is by thumb impression, it must be attested by an authorised official of a Bank or by a Magistrate/Notary Public under his/her official seal.
7. Application Form complete in all respects should be submitted at any of the offices



of National Housing Bank /collecting centers accompanied by payment of the deposit amount by means of a crossed “Account Payee” cheque/demand draft/pay-order favouring “National Housing Bank –SUVRIDDI (Tax Saving) A/C.

A separate cheque/demand draft/pay order payable at Collecting Centers must accompany each Application Form. The tenor of Term Deposit will commence from the date of realization of cheque.

8. Incomplete Application is liable to be rejected and National Housing Bank would not be responsible for consequences thereof. National Housing Bank reserves the right at its sole and absolute discretion to reject any Application for a fresh deposit or for renewal without assigning any reason in which event the amount of deposit received by National Housing Bank will accordingly be refunded without interest to the sole/first-named depositor.

9. Rate of Interest:

The rate of interest on the term deposit will be in accordance with the rate fixed by the National Housing Bank from time to time.

10. Receipt of Application Form will be acknowledged in the ‘Acknowledgement Slip’ appearing in the Application Form by NHB/Issue Arrangers/Collecting Bankers to whom the Application shall be submitted. The Acknowledgement Slip will be made out in favour of the sole/first-named depositor and shall bear the date and stamp of NHB/Issue Arrangers/Collecting Bankers.

11. Interest will begin to accrue from the date of realization of the cheque and shall cease to accrue on the date of maturity of the deposit . Under the Cumulative Interest Option, interest shall be paid on maturity of the deposit along with the principal amount. In the case of deposit under the Non-cumulative Interest Option, interest shall be paid on the first day of April and October for each financial year (April to March) or part thereof, as the case may be. National Housing Bank, however, does not accept any liability for delay in realization of the warrants. Interest on deposit placed less than three weeks prior to the dates of interest payment, shall be paid along the next interest payment, and interest for any broken period ending at maturity shall be payable along with the principal amount on the date of maturity of the deposit. All interest shall be calculated on the basis of a year of 365 days and actual number of days elapsed and shall be compounded on a quarterly basis. Income-tax shall be deducted at source, wherever applicable, from interest payable unless it shall have been already deducted. The Bank shall pay interest at the originally contracted rate on the deposit amount for the holiday/Sunday/non-business day intervening between the date of maturity of the specified term of the deposit and the date of payment of the proceeds of the deposits on the succeeding working day.

12. The Term Deposit Receipt is not transferable.

13. The Term Deposit Receipt will be dispatched by the National Housing Bank / RTA approved by NHB to the address of the sole/first-named depositor or to its/his/her authorized agent within four weeks of receipt of the Application by the National Housing Bank.

14. The Term Deposit Receipt duly discharged by the sole/first-named depositor on revenue stamp of requisite value shall be surrendered to any of the offices of the National Housing Bank / Registrar at least three weeks prior to the date of maturity for the purpose of repayment. The repayment of the deposit amount inclusive of interest, if any, payable thereon, will be made by means of a crossed cheque marked “Account Payee only”. No intimation or notice will be given by the National Housing Bank with regard to the date of maturity of the deposit and interest.



When the date of maturity or interest payment falls on a day on which the Head Office of the National Housing Bank remains closed, the payment will be made on the next working day.

15. Change of address, if any, of the sole/first-named depositor will be lodged in writing with the Head Office of the National Housing Bank or their approved Registrars at least three weeks before the date on which a payment falls due for being acted upon.

16. Any dispute or claim arising from acceptance, renewal or payment of deposits including interest under the Scheme will be subject to the exclusive jurisdiction of the Courts at New Delhi.

BOARD OF DIRECTORS (as on 1st March 2011)

Shri R.V.Verma

Chairman & Managing Director

Shri Vidyadhar K. Phatak

Retd Principal Chief Town and Country Planning Division, Mumbai Metropolitan Region Development Authority

(under Section 6(1) (b) of the National Housing Bank Act, 1987)

Dr. Errol D'Souza

Professor, Economics Area, Indian Institute of Management, Ahmedabad

(under Section 6(1) (b) of the National Housing Bank Act, 1987)

Shri R. V. Shastri

Ex-Chairman & Managing Director, Canara Bank

(under Section 6(1) (c) of National Housing Bank Act, 1987)

Ms. Jayshree Ashvinkumar Vyas

Managing Director, Shri Mahila Sewa Sahakari Bank Ltd.

(under Section 6(1) (c) of National Housing Bank Act, 1987)

Ms. Shyamala Gopinath

Deputy Governor, Reserve Bank of India

(under Section 6(1) (d) of the National Housing Bank Act, 1987)

Shri Lakshmi Chand, IAS (Retd.)

Director, Central Board of Directors, Reserve Bank of India

(under Section 6(1) (d) of the National Housing Bank Act, 1987)

Ms. Kiran Dhingra, IAS

Secretary to Government of India,

Ministry of Housing and Urban Poverty Alleviation

(under Section 6(1) (e) of the National Housing Bank Act, 1987)

Shri Alok Nigam, IAS

Joint Secretary to the Government of India, Ministry of Finance

(under Section 6(1) (e) of the National Housing Bank Act, 1987)

Shri Sanjay Kumar Rakesh, IAS

Joint Secretary to the Government of India, Ministry of Rural Development

(under Section 6(1) (e) of the National Housing Bank Act, 1987)

Shri Ashok Dongre, IAS

Secretary to Government of Tamilnadu, Housing and Urban Development Department

(under Section 6(1) (f) of the National Housing Bank Act, 1987)

Shri G. S. Sandhu, IAS,

Principal Secretary to Government of Rajasthan, Housing and Urban Development Department

(under Section 6(1) (f) of the National Housing Bank Act, 1987)