

# NATIONAL HOUSING BANK

(Wholly owned by Reserve Bank of India)



## NHB SUNIDHI TERM DEPOSIT SCHEME

### Registrar to the Scheme :

**RCMC Share Registry Pvt. Ltd.**  
B – 25/1, First Floor, Okhla Industrial Area,  
Phase – 2, New Delhi-110 020.  
**Email Id:** [nhbfd@rcmcdelhi.com](mailto:nhbfd@rcmcdelhi.com),  
: [investor.services@rcmcdelhi.com](mailto:investor.services@rcmcdelhi.com)  
Telephone No. 011-26387320, 26387321, 26387323  
**Fax No.** 011 -26387323

### Collecting Banker :

**IDBI Bank Ltd.**  
CMS –Department.  
**Nodal Branch:**  
Indian Red Cross Society Building.  
1st Red Cross Road, New Delhi - 110001  
(List of Collecting Branches is  
given in the Application Form)

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## NHB SUNIDHI Term Deposit Scheme, 2008

Deposits under the National Housing Bank Term Deposit Scheme will be accepted by the National Housing Bank subject to the following terms and conditions:

### 1. Denomination.

Deposit will be accepted in multiples of Rs.10,000/- subject to a minimum of Rs.50,000 /- .Maximum Aggregate amount under Sunidhi Term Deposit should not exceed Rs. 5 crore per Depositor.

### 2. Period of Deposit.

Deposit will be accepted for a period of 12months /24 months/36months /60 months.

### 3. 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.

### 4. Eligible Depositors.

Deposit Will be accepted from:-

- a) Resident Indian National(s) who may be either a single individual or not more than three individuals jointly;
- b) Hindu Undivided Families (HUF) through their Karta;
- c) Partnership Firm;
- d) Societies and Trusts registered under applicable laws in India and authorized to invest under the Scheme and
- e) Association of persons authorized to invest in deposit under the Scheme.

### 5. Option under the Scheme.

A deposit may be made under Cumulative Interest Option or Non-cumulative interest Option.

Under the Cumulative Interest Option, a lump sum payment inclusive of compound interest as applicable to the period of deposit shall be made to the depositor on maturity of the deposit. Under the Non-cumulative Interest Option, interest on the deposit will be compounded quarterly and paid every half year. An option once selected will not be permitted to be changed except on renewal of the deposit. Where no option is indicated in the Application Form, the deposit will be treated as placed in Cumulative Interest Option.

### 6. Interest Payments:

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 with 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.

## 7. Joint Deposits

In the case, of individuals deposits may be accepted in the joint names of not more than three persons. No request for any change in the order of joint depositors or replacement of any joint Depositor (s) will be entertained. Payment of interest and repayment of principal amount of deposit will be made by the National Housing Bank to the first-named depositor. All communications in relation to the deposit will be addressed only to the first-named depositor. Any discharge given by the first-named for the repayment of deposit and payment of interest will be valid and binding on all joint depositor(s) and will constitute good, valid and effectual discharge to the National Housing Bank.

## 8. Term Deposit Receipt.

- The Term Deposit Receipt is not transferable
- The Term Deposit Receipt will be dispatched by the National Housing Bank / Registrar 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.
- In the event of loss, theft, destruction, mutilation or defacement of the Term Deposit Receipt, a duplicate Deposit Receipt may be issued by the National Housing Bank subject to compliance with its terms and conditions including furnishing of such indemnity duly signed by the depositor(s) as may be deemed fit by the National Housing Bank. All expenses in this connection will be borne by the depositor(s).

## 9. Succession:

In the event of death of a sole depositor, the deposit amount and interest due thereon will be paid by the National Housing Bank to the legal heirs/representative(s) of the deceased depositor on production of proper legal representation to the satisfaction of the National Housing Bank. However, if the sole depositor has duly registered nomination with the National Housing Bank, as provided for in the Application for deposit, the proceeds of the deposit will be paid to the nominee without reference to his/her heirs and/or legal representatives upon submission of the Death Certificate of the deceased first- named depositor. In the event of death of the first-named depositor, the deposit amount and interest due thereon will be paid to the surviving depositor(s) in accordance with the instructions given in the Application for deposit, upon production of the Death Certificate of the deceased depositor and such other documents as may be deemed necessary by the National Housing Bank, without reference to his/her heirs and/or legal representatives. Upon payment made by the National Housing Bank in the manner aforesaid, it will be fully released and discharged from all liabilities with respect to payment under the deposit. Person(s) claiming payment of the deposit will be required to surrender the Term Deposit Receipt to the National Housing Bank.

## 10. Repayment/Renewal of Deposit:

- 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 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. For renewal of overdue deposit receipts the same should be presented before three weeks of original date of maturity.

- 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.
- Deposit may be renewed by the National Housing Bank at maturity subject to the terms and conditions of the National Housing Bank Term Deposit Scheme in force at the time of renewal. Request for renewal of deposit will be made by the depositor(s) at least 21 days prior to the date of maturity by submitting an application in the prescribed form duly signed and completed in all respects along with the Term Deposit Receipt duly discharged as mentioned above. Deposit under Cumulative Interest Option may be renewed under any of the Options then available under the National Housing Bank Term Deposit Scheme Please note that the deposits will be renewed for the entire maturity value after deduction of TDS, if any.

### **11. Premature Withdrawal of Deposit:**

- Request for premature withdrawal of deposit before completion of one year due to death of depositor, medical exigencies, educational expenditure and other such reasons will only be considered. However no interest will be paid for withdrawal before six months. In the event of premature withdrawal of a deposit between 6 months and 1 year, an interest rate of 4% shall be payable. Beyond one year applicable reduction will be made from the agreed interest rate on account of premature withdrawal. At present, if cancelled beyond one year, a penalty of 0.5% will be levied on the contracted rate.
- In the case of premature withdrawal of deposit under Non-cumulative Interest Option, the excess amount, if any, being the difference between the amount of interest already paid at the rate stated in the Term Deposit Receipt and interest payable at the above applicable reduced rate owing to premature withdrawal, will be deducted by the National Housing Bank from the principal amount of deposit and the resultant balance amount will be paid by the National Housing Bank to the depositor(s)/person(s) entitled thereto. Similarly, for premature withdrawal of deposit under Cumulative Interest Option, the maturity value of the deposit will be recalculated on the basis of the applicable interest rate and the revised maturity value will be paid by the National Housing Bank.

### **12. Tax Deduction at Source.**

National Housing Bank will deduct Income Tax at source from interest on deposits in accordance with the applicable provisions of the Income –Tax Act, 1961 in force from time to time. No tax, however, will be deducted by the National Housing Bank if the depositor(s) shall furnish to the National Housing Bank in respect of every financial year, relevant certificate/declaration/order as may be prescribed under the Income-Tax Act, evidencing grant or exemption from income-tax deductions at source of permitting deduction of tax at a rate lower than otherwise applicable. National Housing Bank will not be liable to refund to the depositor(s) the amount of tax that may have been already deducted if such certificate/declaration/order shall not have been submitted by the depositor(s) at least three weeks prior to the date of payment of interest or maturity value of the deposit as the case may be.

### **13. Change of Address.**

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.

### **14. Loan Against Deposit.**

National Housing Bank will not provide any loan against deposits accepted under this Scheme.



## Terms & Conditions

1. The Deposit Receipt is non-transferable and non-negotiable.
2. The Deposit Receipt is valid subject to realization of the cheque/demand draft/pay-order through which the deposit is tendered. .
3. In the case of Non-Cumulative Interest Option, Interest will be payable half-yearly on the 1st day of April and October in each year and at maturity. In the case of Cumulative Interest Option, Interest will be paid along with the deposit amount at maturity .Interest will cease to accrue at maturity. Interest option once opted cannot be changed during the tenor of the deposit.
4. National Housing Bank may, from time to time, add to, amend or alter all or any of the terms of the Scheme or otherwise discontinue the Scheme without notice to the depositor(s) and repay the deposits prematurely, in order to comply with guidelines/directives of the Government, Reserve Bank of India or any other regulatory body. The rate of interest on the deposit is subject to change pursuant to the directives of the Reserve Bank of India. .
5. The Deposit Receipt duly discharged by the first-named depositor on revenue stamps of requisite value must be surrendered to National Housing Bank for repayment at least three weeks before the maturity date. In the case of renewal of deposit, a fresh application accompanied by the discharged Receipt and differential payment, if necessary, in the case of Cumulative Interest Option, must be received by National Housing Bank three weeks before the maturity date.
6. All payments in respect of deposit in the joint names will be made by Bank to the first-named depositor. In the event of death of the first- named depositor, the amount of principal and interest accrued, if any, will be paid by National Housing Bank to the survivor or the person first in the order of survivors on production of the death certificate of the deceased depositor and such other documents as may be deemed necessary by National Housing Bank. .
7. Upon death of a sole depositor, payment of principal and interest accrued, if any, will be payable by National Housing Bank to the registered nominee, if appointed; otherwise, such payment will be made to the heir(s)/legal representative(s) of the deceased depositor on production of proper legal representation to the satisfaction of National Housing Bank. .
8. Deduction of Income -tax at source from interest payments will be governed by the provisions of the Income Tax Act, 1961, as in force from time to time, and the Rules framed hereunder. .
9. 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.

## 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. SEPARATE APPLICATION FORM MUST BE 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. In the case of Application made under Power of Attorney or by judicial persons, such as Society, Trust or an Association of Persons, a certified true copy of the Power of Attorney or relevant authority to place the deposit, as the case may be, should accompany the Application Form and the Application Form should be signed by the constituted attorney or the authorized signatory/ies, as the case may be.
6. 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 authorized 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 centres accompanied by payment of the deposit amount by means of a crossed "Account Payee" cheque/demand draft/pay -order favouring "National Housing Bank - Term Deposit A/c." . A separate cheque/demand draft/pay order payable at Collecting Centres 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. 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.