

## Recurring Deposit

### 7.1 Payment of interest on recurring deposit

- 7.1.1 I am aware that the interest on Recurring Deposits will be calculated by the bank in accordance with the directions advised by Indian Banks' Association.
- 7.1.2 I am aware that the interest rates for recurring deposits will be the corresponding rate as applicable for a Fixed Deposit.
- 7.1.3 Interest on a Recurring Deposit will be calculated from the date the instalment is paid
- 7.1.4 The method of calculation of interest on RDs will be on Actual

### 7.2 Payment of instalment

- 7.2.1 I agree that the instalment amount once fixed will not be allowed to be altered at a later date.
- 7.2.2 I agree that in case of more than one instalment being overdue at the time of payment, upto 6 installments can be recovered from the linked account if sufficient balance is available.
- 7.2.3 I agree that in case of more than one installment being overdue at the time of payment, the paid installment if sufficient to cover only one installment will be appropriated towards the first/ earliest installment overdue.
- 7.2.4 I agree that partial payment of installments will not be permitted.
- 7.2.5 I agree that the bank shall not be responsible for informing me to maintain adequate balance in my account to pay my installments.

### 7.3 Lock in period

- 7.3.1 I agree to the lock in period of one month on Recurring Deposits.
- 7.3.2 I agree that in case of premature closure within a month, no interest shall be paid out to me & only my principal amount shall be returned.

### 7.4 Maturity

- 7.4.1 I agree that the Deposit shall be due for repayment & shall mature on completion of the contracted tenure even if there are installments remaining to be paid.
- 7.4.2 I am aware that the maturity amount mentioned on the Recurring deposit confirmation advice is subject to payment of all installments on time

### 7.5 Overdue installments

- 7.5.1 I agree that if frequent defaults (non-payments) are observed in the monthly installments, and six installments fall in arrears, the Bank reserves the right to close the RD account. The interest rate applicable on such closed accounts will be as per the premature withdrawal policy of the Bank.

### 7.6 Premature withdrawal

- 7.6.1 I am aware that the interest rate applicable for premature closure of deposits (all amounts) will be lower of: the base rate for the original/contracted tenure for which the deposit has been booked OR the base rate applicable for the tenure for which the deposit has been in force with the Bank. The base rate is the rate applicable to deposits of less than Rs.15 lacs as on the date of booking the deposit.