MITCs for Domestic Term Deposits

1. Term Deposits accounts can be opened by Individuals/Proprietary concerns/ Partnership firms/Private and Public Limited Companies/HUFs/SHG/ Specified Associates/Societies/Trusts, Departments of Authority created by Government (Central or State), Limited Liability Partnership etc.
2. Minimum Tenure of domestic term deposit is 7 days and maximum is 120 months.
3. No interest is payable, where term deposit is prematurely closed before completion of the minimum period prescribed.
4. Minors Term Deposit may be accepted till the minor attains majority or for a maximum of 120 months, whichever is later or as per order of the competent court.
5. KYC documents needs to be submitted if Savings Bank/existing Term Deposit account is not available.
6. Permanent Account Number (PAN) is mandatory with effect from 01.04.2010.
7. Payment of aggregate deposit and interest of Rs.20,000/- and above shall be routed through the operative account of the depositor as per the provision of Sec.269 of the Income Tax Act 1961.
8. For single term deposits, a premature withdrawal penalty of 0.50% shall apply for deposits below ₹2 crore, 1.00% for deposits from ₹2 crore up to ₹25 crore, no penalty for deposits above ₹25 crore, and no penalty shall be applicable for Government deposits (Government Bodies/Corporations).
9. For premature closure of the Term Deposit the depositor/s need to sign the Term Deposit receipt and request letter need to be submitted with duly signed by depositor/s.
10. Discharged Term Deposit receipt has to be handed over to the bank branch to obtain the auto renewed Term Deposit receipt.
11. Term Deposits will not be renewed at non base branch.
12. Discharged Term Deposit receipt needs to be submitted to branch if requested for closure of Term Deposit.
13. If the Term Deposit receipt is presented for closure at non base branch either before maturity or on maturity it will take 3–4 working days original Term Deposit receipt needs to be sent to the base branch for closure. Separate request letter duly signed by the account holder/s need to be submitted at non base branch along with the discharged Term Deposit receipt/s.
14. In case of death of Senior Citizen (who is first holder in case of joint deposit) before maturity, the contracted rate will be paid till the maturity of the Term Deposit.
15. If the depositor becomes a senior citizen during the contracted period of the Term Deposit, the applicable additional interest offered to senior citizens as

above on the said existing term deposit will come into effect only after maturity i.e., at the time of renewal of the existing term deposit.

16. Term deposits will be automatically renewed from the maturity date which are opened/renewed on or after 01.02.2016 for the same period of original Term Deposit if any consent is not given by the customer during the opening of Term Deposit or subsequently. However, Tax Planner term Deposit, Minor Term Deposit, Recurring Deposits is excluded from Auto Renewal facility.
17. Any modification (period/amount) with respect to auto renewed Term Deposits is to be done by prematurely closing and will be opened as per the customer's request. Such Term Deposits will be opened from the date of request.
18. For disposal of balance in the joint accounts please refer to Bank's latest Deposit Policy or contact the Branch Head/ABM.
19. Nomination facility is available for individuals including sole proprietary concern.
20. Nomination is made only in favour of individuals.
21. The nomination facility is also available for joint deposit holders, and up to **FOUR** nominees may be provided.
22. If a declaration in the prescribed form No. 15G/15H (15H in case of Senior Citizen) tax is not to be deducted u/s 194A if the total interest paid/payable during the Financial Year is less than the exemption limit as fixed by the Income Tax Department from time to time.
23. In case of Minor Term Deposits, on attaining majority, the erstwhile minor should confirm the balance in his account and if the account is operated by natural guardian/legal guardian, fresh specimen signature of the erstwhile minor and operating instructions need to be submitted. Fresh photograph, full KYC documents, duly filled account opening form needs to be submitted at the branch.
24. KBL Tax Planner term deposit is fixed for 5 year and premature closure and loan on such Term Deposit is not permissible till the date of maturity. If the deposit holder expires the said term deposit can be prematurely closed as per the extant guidelines.