

## Small Saving Schemes

### NATIONAL SAVINGS CERTIFICATE (VIII Issue)

- Who can purchase** : An adult, A minor, A trust, Hindu Undivided Family.
- Where available** : Available for purchase/issue at Post Offices.
- Maturity** : Period of maturity of a certificate is six Years.
- Nomination** : Nomination facility is available.
- Transferability** : Certificates can be transferred from one post office to any other post office. Transfer from one person to another person permissible in certain conditions.
- Deposit limits** : Certificates are available in denominations (face value) of Rs.100, Rs.500, Rs.1000, Rs.5000 & Rs.10,000. There is no maximum limit for purchase of the certificates.
- Interest rate** : 8% compounded half yearly.
- Maturity value** : With effect from 1st March, 2003, Maturity value a certificate of Rs.100 denomination is Rs. 160.10. Maturity value of a certificate of any other denomination shall be at proportionate rate. Interest accrued on the certificates every year is liable to income tax but deemed to have been reinvested.
- Premature encashment** : Premature encashment of the certificate is not permissible except at a discount in the case of death of the holder(s), forfeiture by a pledgee and when ordered by a court of law.
- Place of Encashment** : Can be encashed / discharged at the post office where it is registered or any other post office.
- Income Tax benefit** : Income Tax rebate is available on the amount invested and interest accruing every year under Section 80C of Income tax Act, as amended from time to time.

#### Interest Accrual

Year	Interest Accrual per Rs 100
1	8.16
2	8.83
3	9.55
4	10.33
5	11.17
6	12.08