



The Goa Urban Co-operative Bank Ltd.

(Registered Office : Dr. Atmaram Borkar Road, Panaji-Goa, 403 001)

**SCHEDULED BANK**

Circular No. : 20/2024

Index : ACCT/DEPOSIT/05

Date : 26-04-2024

**SUB: REVISION OF INTEREST RATE OF SAHAKAR NIDHI DEPOSIT (SND) SCHEME**

**SYNOPSIS**

- The Revision of SND Interest rates have been made in order to comply with Extent RBI Guidelines on Interest Paid on Deposits vide Master Direction - Reserve Bank of India (Co-operative Banks - Interest Rate on Deposits) Directions, 2016

- Our bank is having Sahakar Nidhi Deposit (SND) Scheme, which caters to small-scale savers and borrowers of the bank. The "mimicry" aspect of this scheme lies in the small size of the amounts collected by field agents on a daily basis from the doorsteps of customers (street vendors, labourers, small traders etc.)
- The interest rates paid on these deposits are lower than the rates on regular savings deposits, this is mainly due to the cost involved in collection of deposit on day to day basis. Bank is paying a commission of 2.00% to 3.00% to the SND agents, based on the monthly collection slabs for collecting the amounts from the doorstep of customers and depositing in bank on daily basis.
- In order to comply with Extent RBI Guidelines on Interest Paid on Deposits issued vide Master Direction - Reserve Bank of India (Co-operative Banks - Interest Rate on Deposits) Directions, 2016, Board of Directors in their meeting held on 24<sup>th</sup> April, 2024 have revised the Interest Rates on SND deposits as under:

| SAHAKAR NIDHI DEPOSIT (SND) SCHEME*                                     |  |               |                     |
|---|--|---------------|---------------------|
| Rate of Interest applicable w.e.f. 01.05.2024                           |  |               |                     |
| Eligibility   | Individual, Proprietorship, Partnership Firms, Clubs & Association |               |                     |
| Minimum contribution per day  | Rs.50.00   |               |                     |
| Time Period   | 60 Months  |               |                     |
| Rate of Interest  | As per chart below. (Maximum of 2.0%)                              |               |                     |
| Loan Facility   | Maximum 75% of the outstanding balance @ 10% p.a.                  |               |                     |
|   | Period of SND Deposit  | Revised Rates | Recovery of Penalty |
|   | Less than 07 days  | Nil           | NA                  |
|   | 07 days to 6 months  | 0.10%         | NA                  |
|   | More than 6 months but less than 12 months                         | 0.25%         | NA                  |
|   | Completed 12 months and less than 24 months                        | 1.50%         | NA                  |
|   | Completed 24 months and upto 60 months                             | 2.00%         | NA                  |
| Nomination  | Available  |               |                     |
| All KYC documents as required for on-boarding a customer to be obtained |  |               |                     |
| Other Terms and conditions as applicable.                               |  |               |                     |

- The SND scheme will be for a duration of minimum of 12 months to a maximum of 60 months. In the event of premature closure within the first 12 months, interest will be paid as per above interest table, with no pre closure penalties or commission recovery will be enforced w.e.f. 01<sup>st</sup> May, 2024.
- The above interest rates to be made applicable for all the SND deposit accounts closed w.e.f. 01<sup>st</sup> May 2024.
- The above changes have been made to ensure that our SND scheme is in line with the extent guidelines issued by The Reserve Bak of India on Interest Rates on Deposits. Branch Managers to ensure that all staff members are well informed about the same.
- CBS/MIS Department to make necessary changes in the system.

G. Y. NAYAK  
(MANAGING DIRECTOR)

