

TERM DEPOSIT TERMS & CONDITIONS

General Terms & Conditions:

I understand that as a Customer of Fincare Small Finance Bank, I am/ we are subject to the Terms and Conditions (T&C) and rules of the Bank in force, and the changes made thereto from time to time, as communicated and made available on the Bank's website, and agree to abide by them. Any changes to the T&C will be available on the website www.fincarebank.com.

All the important terms and conditions are mentioned below. However, this list is not exhaustive and you may visit our website www.fincarebank.com to view all the details. I/We understand that "Term deposit" means an interest bearing deposit received by the bank for a fixed period and shall also include deposits such as Recurring /Cumulative /Annuity /Reinvestment deposits and Cash Certificates

I/We understand that no deposit for an amount equal to or more than Rs.50, 000/- shall be booked if the PAN No. is not provided. In the absence of a PAN, Form 60 will be required to be submitted.

Payment of Interest:

I/We understand that In terms of Reserve Bank of India directives, interest shall be calculated at quarterly (calendar quarter) intervals on term deposits and paid at the rate decided by the Bank depending upon the period of deposit. Where the period is less than a quarter, interest is calculated for the actual number of days reckoning the year at 365 days (366 days in a leap year). I/We understand that In case of monthly payout scheme, the interest shall be calculated for the quarter and paid monthly at discounted value. The interest on term deposits is calculated by the Bank in accordance with the formulae and conventions advised by Indian Banks' Association. I/We understand that as per Reserve Bank of India directive all transactions, involving payment of interest on deposits shall be rounded off to the nearest rupee for rupee deposits.

Payment at Maturity:

I/We understand that as per RBI directives deposits maturing on non-business working day shall be paid interest at the originally contracted rate on the original principal deposit amount for the non-business working day, intervening between the date of the maturity of the specified term of the deposit and the date of payment of the proceeds of the deposit on the succeeding working day. In case of reinvestment of deposits and recurring deposits, interest for the intervening non-business working day shall be paid on the maturity value.

TDS:

I/We understand that any interest payout will be net of TDS, applicable as per the income tax rules. I/ we need to submit a valid declaration in Form 15G / 15H (as applicable) under Income Tax Rules 1962 if I / we am / are not liable to pay tax on the interest income. I / We understand that in the absence of PAN number TDS maybe recovered at a higher rate as per extant Income Tax Rules.

Note: In case the customer wants to give Form 15G/H in mid of the month / year, 5th of every month would be taken for consideration. Till the date of receipt of 15G/H, TDS would be deducted and balance period waiver would be marked from the month of submission to 31st March. For the quarterly and monthly interest payment option, tax would be deducted on each payout and on interest accrued on March 31 of every year. For the reinvestment FD and for FDs with tenure 181 days the tax would be deducted on interest accrued on March 31 of every year and on maturity. In-case of a joint FD, TDS will be deducted in the name of the first account holder. The TDS amount calculated on the accrued interest is remitted to the Tax authorities on behalf of the customer by the Bank

Insurance on Deposits:

All bank deposits are covered under the insurance scheme offered by Deposit Insurance and Credit Guarantee Corporation of India (DICGC) subject to certain limits and conditions as detailed on the banks website. The details of the insurance cover in force, will be made available to the depositor as and when requested.

Minors of any age provided the account is opened through his/her natural or legally appointed guardian. However for Priority plus FD individual minor accounts will not be allowed.

In case of a joint FD where one of the holders is senior citizen, the senior citizen rate will only be applicable if the senior citizen is the first/primary account holder.

Minimum Deposit Amount for Smart Deposits (<INR 1 Cr.) is INR 5000. Deposits above minimum shall be in multiples of INR 100 for Smart Deposits. Minimum Deposit Amount for Priority Plus Deposits (INR 1 Cr. and above) is INR 1, 00, 00,000. Deposits above minimum shall be in multiples of INR 1000 for Priority Plus Deposits.

Renewal of Term Deposits:

I/We understand that renewal option would be available for Term Deposit Accounts. The two renewal options available will be as follows: 1. Renew entire maturity amount (principal + interest) for the same period or longer. 2. Renew principal only for same period or longer. Further details with respect to the different FD types is mentioned as below:

Smart Deposits (<INR 1 Cr.):

These FDs may be opened with auto renewal instruction with respect to the deposit. In case of auto renewal, the entire maturity amount, subject to TDS, if any, shall be renewed from the maturity date for a period equal to the original tenure at the interest rate prevalent on the date of renewal. If at the time of booking the FD, the customer opts for "do not renew option" and on maturity if no action is taken by the customer, FD will be treated as overdue and the interest for the overdue period shall be paid at the prevailing saving account rates. However if renewal request is received within 30 days of maturity, the FD shall be renewed with effect from the actual date of maturity with the prevailing interest rate applicable on the actual date of maturity.

Also, premature renewal of smart deposit FDs is allowed on request from the depositor, provided the duration of the renewed FD is longer than the remaining duration in the existing FD. No penalty is applicable on such requests.

Priority plus Deposits (INR 1 Cr and above):

Premature renewal and Auto renewal option will not be allowed. On maturity if no action is taken by the customer, FD will be treated as overdue and the interest for the overdue period shall be paid at the prevailing saving account rates. However, if customers request a renewal of the FD within a period of 30 days from maturity, the request will be treated as a new FD request with rates as applicable on date with a value dated effect from the day the previous FD matures.

PREMATURE & PARTIAL WITHDRAWAL/LIQUIDATION

Premature withdrawal of Smart Deposits (<INR 1 Cr.):

I/We understand that the penal interest rate for premature closure of Smart Deposits, including partial closures shall be calculated as retail interest rate for actual period less contracted interest rate for original period, if retail interest rate for actual period is higher than contracted interest rate of original period and further, 1%. Partial withdrawal is permissible in multiples of INR 10,000. In the case of minor's deposit, premature withdrawal may be permitted provided the natural guardian gives a written declaration saying that these funds are urgently needed for the benefit of the minor.

Premature withdrawal of Priority Plus Fixed Deposits with Premature Withdrawal Option (INR 1 Cr. and above):

I/We understand that the penal interest rate for premature closure of Priority Plus deposits, including partial closures shall be calculated as interest rate for actual period (basis retail rate card unless negotiated otherwise) less contracted interest rate for original period, if run period interest rate is higher than contracted interest rate of original period and further, 0.5% (unless negotiated otherwise). Partial withdrawal is permissible in multiples of INR 10,000.

Premature withdrawal of Priority Plus Fixed Deposits without Premature Withdrawal Option (INR 1 Cr. and above):

I/We understand that this Priority Plus Deposits does not have without Premature Withdrawal Option cannot avail the premature withdrawal option before expiry of the term of such deposits. However, the Bank's management may allow premature withdrawal of these deposits in following exceptional circumstances: in the event of any direction from any statutory and/or regulatory authority or deceased claim settlement cases. In the event of premature withdrawal of these deposits under above mentioned exceptional circumstances, the penal interest rate for premature closure of Priority Plus deposits, including partial closures shall be calculated as interest rate for actual period (basis retail FD rate card) less contracted interest rate for original period, if run period interest rate is higher than contracted interest rate of original period and further, 2% (unless negotiated otherwise)

Liquidation within 7 days:

I/We understand that in case of Domestic & NRO deposits no interest will be paid if the deposit is liquidated within 7 days of the date of booking.

Advances against FD:

At the discretion of the Bank, advances against the fixed deposit maybe given to the depositors, in whose name the deposit has been opened and who are authorized to withdraw the deposit, as per original mandate. Term Loan limit can be provided up to 75% of the FD value. The minimum FD value required to avail OD against FD is Rs.15, 00,000. OD limit can be provided upto 90% of the FD value. Advances against FD (both term loan and OD) would not be available for Priority Plus FD schemes.

Death and Settlement for Individual FD's:

In case of death of a single holder FD depositor, nominee can avail premature closure before maturity. In case of no nomination made then the legal heir can avail premature closure after fulfilling all the legal formalities.

Death and Settlement for Joint FD's:

I/We understand that in the event of death of one of the joint account holders, the right to the deposit proceeds does not automatically devolve on the surviving joint deposit account holder, unless there is a survivorship clause.

I/We understand that In the event of the death of one of the depositors, premature termination and payment of Term Deposits held in "either or survivor" / "former or survivor" basis shall be allowed to surviving joint depositors only if there is a mandate from all the depositors to this effect. Such payment to survivor/s would constitute a full and valid discharge of Bank's liability. Such premature withdrawal shall not attract any penal charge. However, the interest rate shall be the rate applicable for the period the deposit has remained with the bank or the contacted rate, whichever is lower.

Declaration in case the mode of operation is "Former or Survivor" / "Either or Survivor" and a premature withdrawal is required by either of the joint holders even when both are alive:

We hereby declare that in case either one of us requests in the bank, to allow either of us to prematurely withdraw the said deposit, the bank is entitled to honor the same, we further affirm that the payment of proceeds of such deposits to either one of us represents a full and valid discharge of the banks liability, provided there is no order from a competent Court restraining the bank from making the payment from the said account to either of us.

Declaration in case the mode of operation is "Former or Survivor" / "Either or Survivor" and in the event of the death of one of the deposit holders premature withdrawal is required by the survivor (s):

We hereby declare that in the event of the death of either one of us, the survivor, if he /she so requests the bank, to prematurely withdraw the said deposit without seeking the concurrence of the legal heirs of the deceased joint deposit holder, the bank is entitled to honor the same. We further affirm that payment of the proceeds of such deposits to the survivor will represent a full and valid discharge of the banks liability provided: (1) There is no order from a competent court restraining the bank from making the payment from the said account, and (2) The survivor would be receiving the payment from the bank as a trustee of the legal heirs of the deceased depositor and that such payment to him /her shall not affect the right of claim that any person /s may have against the survivor to whom the payment is made.

Declaration in case the deposit is held singly and premature withdrawal is required by the nominee in the event of the death of the deposit holder:

I hereby declare that in the event of my death, the nominee named for the deposit is entitled to prematurely withdraw the said deposit, if he /she so requests the bank, without seeking the concurrence of my legal heirs. I further affirm that payment of the proceeds of such deposits to the nominee will represent a valid discharge of the bank's liability.