

## Revamped Gold Deposit Scheme:

### **Guidelines on Premature Repayment:**

**(i) Short Term Bank Deposit (STBD):** Allowed after a lock-in-period of 1 year with a penalty of 0.15% on the interest rate applicable on date of Repayment. The interest will be recalculated in gold weight terms and will be converted into rupees.

**(ii) Medium Term govt Deposit (MTGD):** Allowed with a lock-in-period and penalty on interest.

**(iii) Long Term govt Deposit (LTGD):** Allowed with a lock-in-period and penalty on interest.

### Current Guidelines on Premature Redemption of MTGD & LTGD are as under:

**Any Premature redemption shall be in INR.** The interest accrued on MTGD & LTGD shall be calculated with reference to the value of gold in terms of Indian Rupees at the time of deposit and will be paid only in cash.

**(a) Premature Redemption (After Lock-in-period):** The applicable interest rate shall be as under:

Type of deposit	Lock-in period (years)	Actual period, the deposit has run (years)	Interest payable
MTGD	3	>3 and < 5	Applicable rate for MTGD at the time of deposit minus 0.375%
		≥5 and < 7	Applicable rate for MTGD at the time of deposit minus 0.25%
LTGD	5	>5 and < 7	Applicable rate for MTGD at the time of deposit minus 0.25%
		≥ 7 and < 12	Applicable rate for LTGD at the time of deposit minus 0.375%
		≥ 12 and < 15	Applicable rate for LTGD at the time of deposit minus 0.25%

**(b) Premature closure of the deposit before and after lock-in period on account of Death of the Depositor:**

The amount payable to the depositor shall be calculated as a sum of (A) and (B), as indicated below:

**(A)** Actual market value of the gold deposit on the day of withdrawal.

**(B)** Interest payable on the value of the gold for the period of deposit at the applicable rate.

**(i) Before lock-in period:** The applicable interest rate shall be as under:

Type of Deposit	Lock-in period	Actual period for which the deposit has run			
		Up to 6 months	>6 months and <1 year	≥1 year and <2 years	≥2 years and <3 years
MTGD	3 years	No interest	Applicable rate for MTGD at the time of deposit minus 1.25%	Applicable rate for MTGD at the time of deposit minus 1.00%	Applicable rate for MTGD at the time of deposit minus 0.75%

Type of Deposit	Lock-in period	Actual period for which the deposit has run			
		Up to 1 year	>1 year and <2 years	≥2 years and <3 years	≥3 years and <5 years
LTGD	5 years	No interest	Applicable rate for MTGD at the time of deposit minus 1.00%	Applicable rate for MTGD at the time of deposit minus 0.75%	Applicable rate for MTGD at the time of deposit minus 0.25%

**(ii) After lock-in period: The applicable interest rate shall be as under:**

Type of Deposit	Lock-in period	Actual period for which the deposit has run	
		>3 years and < 5 years	≥ 5 years and < 7 years
MTGD	3 years	Applicable rate for MTGD at the time of deposit minus 0.25%	Applicable rate for MTGD at the time of deposit minus 0.125%

Type of Deposit	Lock-in period	Actual period for which the deposit has run		
		>5 years and < 7 years	≥ 7 years and < 12 years	≥12 years and < 15 years
LTGD	5 years	Applicable rate for MTGD at the time of deposit minus 0.125%	Applicable rate for LTGD at the time of deposit minus 0.25%	Applicable rate for LTGD at the time of deposit minus 0.125%

**(c) Premature closure of the deposit due to default of loan taken against MTGD & LTGD before and after lock-in period:**

The amount payable to the depositor shall be calculated as a sum of (A) and (B), as indicated below:

**(A)** Actual market value of the gold deposit on the day of withdrawal.

**(B)** Interest payable on the value of the gold for the period of deposit at the applicable rate.

**(i) Before lock-in period: The applicable interest rate shall be as under:**

Type of Deposit	Lock-in period	Actual period for which the deposit has run			
		Up to 6 months	>6 months and <1 year	≥1 year and <2 years	≥2 years and <3 years
MTGD	3 years	No interest	Applicable rate for MTGD at the time of deposit minus 1.375%	Applicable rate for MTGD at the time of deposit minus 1.125%	Applicable rate for MTGD at the time of deposit minus 0.875%

Type of Deposit	Lock-in period	Actual period for which the deposit has run			
		Up to 1 year	>1 year and <2 years	≥2 years and <3 years	≥3 years and <5 years
LTGD	5 years	No interest	Applicable rate for MTGD at the time of deposit minus 1.125%	Applicable rate for MTGD at the time of deposit minus 0.875%	Applicable rate for MTGD at the time of deposit minus 0.375%

(ii) After lock-in period: The applicable interest rate shall be as under:

Type of deposit	Lock-in period	Actual period for which the deposit has run	
		>3 years and < 5 years	≥5 years and < 7 years
MTGD	3 years	Applicable rate for MTGD at the time of deposit minus 0.375%	Applicable rate for MTGD at the time of deposit minus 0.25%

  

Type of deposit	Lock-in period	Actual period for which the deposit has run		
		>5 years and < 7 years	≥ 7 years and < 12 years	≥12 years and < 15 years
LTGD	5 years	Applicable rate for MTGD at the time of deposit minus 0.25%	Applicable rate for LTGD at the time of deposit minus 0.375%	Applicable rate for LTGD at the time of deposit minus 0.25%