[TO BE PUBLISHED IN THE GAZETTE OF INDIA, EXTRAORDINARY, PART-II, SECTION 3, SUB-SECTION (ii)]

Government of India Ministry of Finance Department of Economic Affairs

New Delhi, dated January 08, 2018

Notification

Amendment to 7.75% Savings (Taxable) Bonds 2018, Notification No S.O.44 (E)

S.O..... The Government of India, hereby notifies, with effect from the date of this Notification, the following amendments in the conditions specified in 7.75% Savings (Taxable) Bonds 2018 notified vide Notification no. S.O. 44(E) dated January 03, 2018.

2. In place of clauses 4,9 (i), 9(iii) and 17 respectively of the original notification the following shall be substituted:

4. Tax Treatment: Interest on the Bonds will be taxable under the Income Tax Act, 1961 as applicable according to the relevant tax status of the Bond holders.

9. Application:

9(i) Applications for the Bonds, either in physical form or electronic form, may be made in the **Revised Form A** attached hereto, as Annexure 2, or in any other form as near as thereto stating clearly the amount, name and full address of the applicant/s.

9(iii) Applications who have obtained exemption from Income Tax under the relevant provisions of the Income Tax Act, 1961, shall make a declaration to that effect in the application (in Revised **Form A)** and submit a true copy of the certificate obtained from Income Tax Authorities.

17. Brokerage: Brokerage at the rate of 0.5% of the amount mobilized will be paid to the brokers, registered with the Receiving Offices, as listed in paragraph 10 above, on the applications tendered by them and bearing their stamp, on behalf of their clients.

By Order of the President of India

(Prashant Goyal) Joint Secretary to the Government of India

[F.No.4(28)-W&M/2017] New Delhi Dated 8th January, 2018

Revised Form A

(Banks to print separate forms for Cumulative and Non-Cumulative in different colours)

< Name of the bank > < Name of the branch>

Application Number

APPLICATION FORM FOR 7.75% SAVINGS (TAXABLE) BONDS, 2018

(Put $\sqrt{}$ wherever required. Fields with '*' are mandatory) For Office use only

Broker's name & Code	Sub Broker's name & Code	Bank branch stamp	Branch name & Code	BLA Number	Verified By
a couc		stamp	0000		
Date of	Date of Credit	Date of Credit	Date of	Full Address of	
transfer to	to Special	To Govt. A/C	receipt of	the Branch	
Link Cell	Current A/C		Application		
(DD/MM/YYYY)	(DD/MM/YYYY)	(DD/MM/YYYY)	(DD/MM/YYYY)		

Applicant(s) name(s) [in block letters]

1 st Applicant:Mr/Mrs/Ms																										
			La	ast	Nar	ne				Fi	rst N	lam	Э		Middle Name											
2 nd Applicant:Mr/Mrs/Ms																										
			L	ast	Na	me				Fir	First Name Middle Na					Na	ame									
3 rd Applicant:Mr/Mrs/Ms																										
	Last Name							Fi	rst N	lam	e						Mid	dle	Na	ime	9					
Guardian : Mr/Mrs/Ms																										
Last Name							Fi	rst N	lam	9						Mid	dle	Na	me	9						
Guardian's relationship with minor [] Father								[][/loth	er				[] L	ega	al G	iuar	rdia	n					
*Date of Birth:1 st Applicant(DD/MM/YYYY)//																										
*Date of Birth: 2 nd Applica	nt	(DE	D/MI	M/Y	ΥY	Y)		/	/			(Geno	der:	M/F	-										
*Date of Birth: 3 rd Applica	nt	(DD)/MN	M/Y	YΥ	/)		/	/			(Geno	der:	M/F	-										
Mother's maiden name																										
			La	ast	Nar	me				Fi	rst N	lam	Э	ſ	Vid	dle I	Nar	me								
Communication ac	ldı	res	s c	of t	the	e a	pp	lic	an	t:									1					1		
		`																								
Telephones (office/residence) Email Address									_					-												
																	1									

Status:	[] Reside	nt Individual		
	[] HUF			
	[] On beh	alf of minor		
	[] Power	of Attorney holde	r	
Investment	det	tails		[] Open a new Bond Ledger Account
				[]Credit to my Bond Ledger Account No
Mode of Hold	din	g:	[] Single	[] Joint
			[] Anyone or Su	urvivor [] Legal Guardian
Mode of inve	estr	ment	[] Cash	[] Cheque/DD [] Electronic credit
Cheque/DD No			dated//		drawn on (Bank/branch)
for (Amount)₹			(Rupees		only)

*Bank details of First Applicant: (Please provide the following details for Interest/Redemption payment)

Interest Payment Options: Directly credit interest amount to my bank account No.

Particulars of the Bank account: Bank name...... Branch...... Branch......

Account Number								
Nine digit MICR Code numb appearing on the MICR Che								
IFSC Code								

Signature and PAN Number

	Signature/Thumb Impression@	PAN Number	I.T.Circle/Ward/ District	Bank A/c No. and Branch	MICR CODE & IFSC CODE
1 st Applicant*					
2 nd Applicant					
3 rd Applicant					

@Thumb impression to be attested by two witnesses on the back side ***All fields Mandatory**.

Witnesses:

Name of 1 st Witness	Name of 2 nd Witness
Address	Address
Signature	Signature

NECS/NEFT Mandate Form

(For credit of Redemption amount/interest to bank account not held with bank having the Bond Ledger Account)

1. Name of the First Applicant

1 st Applicant:Mr/Mrs/Ms														
		Last N	lame			First Name Middle Name								
2. Particulars of the Bank account: Bank name Branch Branch														
Nine digit MICR Code num appearing on the MICR Ch														
IFSC Code														
(Please attach a photocopy of the Cheque leaf or a cancelled cheque issued to you by the bank for verification of the Code number)														
3. Account Type [] S. B. account [] Current Account														
Account Number														
Ledger Number														
Ledger Folio No.														
I hereby authorize														
Place Date (Signature of the Applicant)														
Bank Certification (Not required if photocopy of the cheque is submitted)														

Certified that the particulars furnished above are correct as per our records.

(Date, Bank Stamp & Signature of Authorised Official)

H.U.F. declaration form

(Mandatory if applicant is Karta of HUF)

I,...., residing at the address given against First Applicant, do solemnly affirm that I am the Karta of the Hindu Undivided Family and as such have full powers to sell, endorse, transfer or otherwise deal in the 7.75% Savings (Taxable) Bonds, 2018 standing in the name of the HUF.

Specimen signature for and on behalf of the HUF (name of the HUF).....

(Signature of the Karta with seal of HUF)

Place : Date

INFORMATION FOR INVESTORS IN 7.75% SAVINGS (TAXABLE) BONDS, 2018

Government of India had introduced 7.75% Savings (Taxable) Bonds, 2018 vide their notification No. F.4 (28)-W&M/2017 dated January 03, 2018. The main features of the Scheme are as under:-

Item	7.75% Savings (Taxable) Bonds, 2018	Remarks
1) Category of Investor	Individual HUF	Non Resident Indians (NRI)s are not eligible to invest in these bonds
2) Limit of investment	Minimum ₹1000/- and in multiples of ₹1000/-	No maximum limit
 Date of Issue of bonds 	Date of receipt of subscription in cash or date of realization of cheque/draft/ electronic credit	
4) Forms of Bonds	Demat form held in the Bond Ledger Account	Bond Ledger Account will be opened by Receiving Office in the name of investor/s.
5) Option	Non-cumulative / Cumulative	Change of option is not permitted.
6) Interest	In case of non-cumulative option, interest is payable on half yearly basis. In case of Cumulative option, interest is payable at the time of maturity	Half-yearly interest is payable on 1 st February / 1 st August
7) Post Maturity Interest	Post Maturity Interest is not payable	
8) Bank account	It is mandatory for the investor/s to provide bank account details to facilitate payment of interest /maturity value directly to his/her/their bank account.	
9) Tax benefits	Income from the bonds is taxable.	Tax will be deducted at source while interest is paid
10) Nomination Facility	The sole Holder or all the joint holders may nominate one or more persons as nominee.	
11) Maturity period	After 7 years	
12) Premature redemption	Facility is available to the eligible investors after Lock in period of 4, 5, and 6 years in the age bracket of 80 years and above, between 70 to 80 years and 60 to 70 years respectively.	
13) Transferability	The bonds are not tradable in the secondary market.	
14) Application forms	Available at designated branches of SBI, 18 Nationalised banks, 3 Private Sector Banks and Stock Holding Corporation of India Ltd.	

DUTIES OF INVESTOR/ APPLICANTS

- A) Please complete the application in all respects
- B) Incomplete applications are liable to result in delay of issue of the bonds (at the cost of the applicant)
- C) In case the application is submitted by a Power of Attorney (POA) holder, please submit original POA for verification, along with an attested copy for record.
- D) In case the application is on behalf of a minor, please submit the original birth certificate from the School or Municipal Authorities for verification, together with an attested copy for record
- E) Please note that nomination facility is available to a Sole Holder or all the joint holders (investors) of a Savings bond.
- F) In case nominee is a minor, please indicate the date of birth of the minor and a guardian can be appointed
- G) Nomination facility is not available in case the investment is in the name of a minor
- H) Please fill separate application form (different colours) for issue of CUMULATIVE / NON-CUMULATIVE bonds.
- I) Please notify the change of address to Receiving Office immediately
- J) POST MATURITY INTEREST IS NOT PAYABLE ON THESE BONDS. HENCE PLEASE OBTAIN REDEMPTION PROCEEDS ON THE DUE DATE
- K) Indicate your date of birth / age.
- L) Provide your bank account details for receiving payment through electronic mode
- M) Any information regarding tax applicability may be provided to the bank/branch

RIGHTS OF THE INVESTOR

- a) The Bond will be issued on the same day if subscription is received in cash and on realization of the cheque/DD/electronic credit if subscription is received through cheque/DD/electronic credit.
- b) The Certificate of Holding will be issued within 5 days from the date of tender of application.
- c) The interest on the bond accrues from the date of receipt of subscription in cash or date of realization of cheque/DD/electronic credit. The interest will be credited to the bank account of the holder directly provided by him/her in the application form.
- d) The interest on the date of 1st February / 1st August with last instalment on date of redemption.
- e) An advice of payment of interest will be issued to the investor one month in advance from the due date.
- f) Maturity intimation advice will be issued one month before the due date of the bond.
- g) Facility for payment of interest and principal by 'demand draft free of cost or at par cheques' for up country customers is available.
- h) The facility of intra-bank and inter-bank branch transfer of the bonds is available.
- i) Application forms for investments, redemption, NECS/NEFT Mandate, etc, in respect of Savings Bonds are available on the website at www.....com (Banks and SHCIL website).
- j) A sole holder or all the joint holders may nominate one or more nominees to the rights of the bonds.
- k) The nomination will be registered at the Office of Issue and a Certificate of Registration will be issued to the holder.
- I) The nomination can be varied by registering a fresh nomination.
- m) The existing nomination can be cancelled by a request to the Office of Issue.
- n) The redemption is due on expiry of seven years from the date of investment.
- o) Premature redemption facility has been allowed with certain conditions.
- p) The investor is entitled to receive repayment amount within five clear working days from the date of tender of acquaintance.

- q) To avoid delay in receipt of interest / redemption proceeds applicants may indicate his choice, for availing of half yearly interest / redemption proceeds through ECS/NEFT/RTGS or direct credit to the bank account.
- r) Investors are entitled for compensation for delayed payments at the rate decided by RBI vide their circulars issued from time to time.

In case the bank does not comply with the above, you may lodge a complaint in writing in the form provided at the counter and address the same to the nearest office of Reserve Bank of India as under:

THE REGIONAL DIRECTOR, RESERVE BANK OF INDIA, CUSTOMER SERVICE DEPARTMENT/ BANKING OMBUDSMAN (LOCATION)

YOU MAY ALSO ADDRESS YOUR COMPLAINT TO:

THE CHIEF GENERAL MANAGER RESERVE BANK OF INDIA INTERNAL DEBT MANAGEMENT DEPARTMENT CENTRAL OFFICE SBS MARG, FORT MUMBAI- 400 001

Disclaimer: -I have read and understood the details of information for the investors as well as rights and duties of investors. The agent/bank has explained the features of the scheme to me.

Signature of the applicant

TEAR AW.	AY HERE	
Acknowledgement	of Application Form	Application No.
Bank branch		
Received from Mr/Mrs/Ms No./electronic credit branch)	dated//	drawn on(Bank and
₹		
nominal ₹(Rupees	value	of

Date, Bank Stamp & Signature of the authorized official of the Bank.