

TERMS & CONDITIONS FOR FLEXI FIXED DEPOSIT LINKED CURRENT ACCOUNT [TERMS]

<ol style="list-style-type: none">1. All FFDs (Flexi Fixed Deposits / FFD) created under this service shall be linked to the Current Account.2. The Terms and Conditions Governing Accounts (Applicable to Business/Non Individuals) will apply to the FFDs. If there is any conflict or inconsistency between these terms and conditions and the Account Terms, these terms and conditions will prevail.3. The account holder has to maintain a minimum average quarterly balance in the Current Account as determined by the Bank from time to time. If at any time the average quarterly balance in the Current Account falls below the stipulated balance, the Bank may levy and recover a charge as per the current tariff sheet, by debiting the Current Account or by breaking the FFDs in the order as mentioned in clause 13 of these Terms.4. In case the balances in the Current Account goes below threshold balance then the FFDs will be broken to the extent by which the Current Account balance can be re-instated to threshold balance.5. FFDs shall be created in multiples of INR '000 and shall be withdrawn in multiples of INR 1.6. All FFDs created from the Current Account will be credited to the same Current Account along with interest. All FFDs will be created for the applicable tenure & simple Interest will be paid on these FFDs.7. In case the FFD is swept out (i.e. FFD is broken) within 7 days of creation of the same, no interest will be paid.8. Interest on all FFDs will be as per the prevailing Interest rates published by the Bank.9. The Current Account and the FFDs shall be in the same name and should have the same account operating mandate. This also applies to FFDs linked to the Current Account in future.10. The total limit available for withdrawal from the Current Account is the sum of (i) the entire balance of the Current Account including overdraft facility, if applicable; and (ii) 100% of the break value of all FFDs. Break value = (principal + applicable interest) – (TDS if applicable).	<ol style="list-style-type: none">11. The Bank has been authorized to encash FFDs, fully or partly, prematurely or on maturity, whenever required and in addition the Bank is entitled to act, as per the signature mandate for the operation of the Current Account.12. In case the account holder needs to withdraw amounts in excess of the threshold specified in the Current Account, the Bank will, without the need for such instructions from the customer, break the FFDs for the exact amount required, in multiples of INR 1. The balance amount of the FFDs will continue earning returns at the original interest rate.13. If the account holder has more than one FFD, the last FFD created will be broken first to meet the shortfall and if this is not adequate, the FFD created prior to the last FFD will be broken, and so on, until the shortfall is fully met.14. Tax will be deducted at source as per applicable Income Tax rules. <u>Liability for Taxes.</u> In addition, you will be liable for any goods and services tax, value-added tax or any other tax of a similar nature chargeable by law on any payment you are required to make to us. If we are required by law to collect and make payment in respect of such tax, you will indemnify us against such payments.15. The penalty / charge on prematurely withdrawn FFDs will be as per the Banks policy prevailing from time to time.16. No overdraft / loan will be provided against the security of FFDs made under the Current Account.17. The Bank will issue a consolidated account statement in lieu of fixed deposit confirmations for the FFDs opened under the scheme from time to time.18. The FFDs linked to the Current Account will be under unconditional lien to the Bank and the Bank will have a right of set off against the dues payable to the Bank. Bank's lien will have priority over any obligations to pay a cheque drawn on the Current account or honor a transaction done through ATM/POS/Online Banking.
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