

F.No. 1/04/2016-NS.II
Government of India
Ministry of Finance
Department of Economic Affairs
(Budget Division)

North Block, New Delhi
Dated: September 29, 2016

OFFICE MEMORANDUM

Subject: Revision of interest rates for Small Savings Schemes.

The undersigned is directed to refer to this Department's OM of even number dated 16th February, 2016, vide which the various decisions taken by the Government regarding interest fixation for small savings schemes were communicated to all concerned.

2. On the basis of the decision of the Government, interest rates for small savings schemes are to be notified on quarterly basis. Accordingly, the rates of interest on various small savings schemes for the third quarter of financial year 2016-17 starting on 1st October, 2016 and ending on 31st December, 2016, on the basis of the interest compounding/payment built-in in the schemes, shall be as under:

Instrument	Rate of interest w.e.f. 01.07.2016 to 30.9.2016	Rate of interest w.e.f. 01.10.2016 to 31.12.2016	Compounding frequency*
Savings Deposit	4.0	4.0	Annually
1 Year Time Deposit	7.1	7.0	Quarterly
2 Year Time Deposit	7.2	7.1	Quarterly
3 Year Time Deposit	7.4	7.3	Quarterly
5 Year Time Deposit	7.9	7.8	Quarterly
5 Year Recurring Deposit	7.4	7.3	Quarterly
5 Year Senior Citizens Savings Scheme	8.6	8.5	Quarterly and paid
5 year Monthly Income Account Scheme	7.8	7.7	Monthly and paid
5 Year National Savings Certificate	8.1	8.0	Annually
Public Provident Fund Scheme	8.1	8.0	Annually
Kisan Vikas Patra	7.8 (will mature in 110 months)	7.7 (will mature in 112 months)	Annually
Sukanya Samridhi Account Scheme	8.6	8.5	Annually

* No change


3. This has the approval of Finance Minister.


(Vyas R.)
Deputy Secretary to the Government of India
Tele: 01123092326

To

1. The Secretary,
Department of Expenditure
North Block
New Delhi.

2. The Secretary,
Department of Revenue
North Block
New Delhi.



3. The Secretary,
Department of Posts
Dak Bhawan
New Delhi.

5. The Director,
National Savings Institute
Nagpur.

7. Reserve Bank of India
Central Accounts Section
Additional Office Section
East High Court Road
Nagpur-440001.

4. The Secretary,
Department of Financial -
Services
Jeevandeep Building
Parliament Street, New Delhi.

6. Chief General Manager
Department of Govt. & Bank
Accounts
Reserve Bank of India
Central Office
Mumbai.

8. Chief Secretaries of States/UT
Governments.