

All Branches & Offices of
State Bank of India

STAFF: MISCELLANEOUS
STAFF DEPOSIT ACCOUNTS
REMOVAL OF MAXIMUM CEILING

Please refer to Bank's Book of Instructions with regard to Staff Deposit Accounts as available in Para 13, page No.88 and 89 of Chapter 3, Volume I on Staff Management.

Existing Instructions:

All members of the Bank's staff and its pensioners will be paid on their deposits (except current account deposits where no interest is payable) interest at a rate one percent above the current rate allowed by the Bank to similar deposits, provided the deposits represent the depositors' bonafide savings. The amount on which interest at the special rate is paid should not exceed the equivalent of three years substantive (i.e. basic) salary or pension as the case may be. In case it exceeds this amount permission should be obtained from the Controlling Authority to allow the special rate of interest on such deposits. As regards advances granted to members of the Bank's staff or its pensioners against term deposit receipts, interest will be charged at the same rate that is allowed on the relative term deposit. Interest on advances against Govt. securities, shares, LIC policies, etc. and on loans against pledge of gold ornaments will be charged at concessionary rates of interest as decided by the Bank from time to time.

Revised Instructions:

All members of the Bank's staff and its pensioners will be paid on their deposits (except current account deposits where no interest is payable) interest at a rate one percent above the current rate allowed by the Bank to similar deposits **without any ceiling**, provided the deposits represent the depositors' bonafide savings. As regards advances granted to members of the Bank's staff or its

pensioners against term deposit receipts, interest will be charged at the same rate that is allowed on the relative term deposit. Interest on advances against Govt. securities, shares, LIC policies, etc. and on loans against pledge of gold ornaments will be charged at concessionary rates of interest as decided by the Bank from time to time.

2. In this connection, other terms and conditions regarding eligibility criteria, Rules of Conduct, definition of family etc. remain unchanged.

(Ashwini Mehra)
Dy. Managing Director &
Corporate Development Officer