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 decisions 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 first quarter of financial year 2016-17, on the basis of the interest compounding/payment built-in in the schemes, shall be as under:

<table>
<thead>
<tr>
<th>Instrument</th>
<th>Rate of interest w.e.f. 01.04.2016 to 31.3.2016</th>
<th>Rate of interest w.e.f. 01.04.2016 to 30.6.2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>Savings Deposit</td>
<td>4.0</td>
<td>4.0</td>
</tr>
<tr>
<td>1 Year Time Deposit</td>
<td>8.4</td>
<td>7.1</td>
</tr>
<tr>
<td>2 Year Time Deposit</td>
<td>8.4</td>
<td>7.2</td>
</tr>
<tr>
<td>3 Year Time Deposit</td>
<td>8.4</td>
<td>7.4</td>
</tr>
<tr>
<td>5 Year Time Deposit</td>
<td>8.5</td>
<td>7.9</td>
</tr>
<tr>
<td>5 Year Recurring Deposit</td>
<td>8.4</td>
<td>7.4</td>
</tr>
<tr>
<td>5 Year Senior Citizens Savings Scheme</td>
<td>9.3</td>
<td>8.6</td>
</tr>
<tr>
<td>5 year Monthly Income Account Scheme</td>
<td>8.4</td>
<td>7.8</td>
</tr>
<tr>
<td>5 Year National Savings Certificate</td>
<td>8.5</td>
<td>8.1</td>
</tr>
<tr>
<td>Public Provident Fund Scheme</td>
<td>8.7</td>
<td>8.1</td>
</tr>
<tr>
<td>Kisan Vikas Patra</td>
<td>8.7</td>
<td>7.8 (will mature in 110 months)</td>
</tr>
<tr>
<td>Sukanya Samriddhi Account Scheme</td>
<td>9.2</td>
<td>8.6</td>
</tr>
</tbody>
</table>

3. The necessary notifications will be notified separately.

4. This has the approval of Secretary (Economic Affairs).

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.

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

5. The Director,
   National Savings Institute
   Nagpur.

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

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

8. Chief Secretaries of States/UT Governments.