

TERMS AND CONDITIONS OF SHINHAN MINT RECURRING DEPOSIT

Article 1: Introduction

Shinhan Mint Recurring Deposit is a special type of term deposit, which enables a Depositor/s to save, in a systematic way for long-term savings and is one of the best investment options for individuals.

All guidelines applicable to term deposits are also applicable to Shinhan Mint Recurring Deposit Account unless they are otherwise modified by the terms and conditions contained herein.

Article 2: Definitions

“Bank” means Shinhan Bank, its successors and assigns.

“Deposit” means the amount accumulated in the Account by monthly payment of the installment by the Depositor/s.

“Depositor” means any person holding an Account with Shinhan Bank.

“Due Date” means the date fixed and stipulated by the Depositor/s on which the monthly payment of installment shall be made.

“Installment” means the amount specified as installment in Account Opening Form, which shall be deposited recurrently by the Depositor/s into the Account on the specified period as agreed between the Depositor/s and Shinhan Bank.

“Maturity Amount” means the total amount repayable to the Depositor/s, inclusive of interest, depending upon amount of monthly installments and the period of deposit.

“Maturity Date” means the date on which Deposit shall become due for repayment which shall be on the date falling on completion of one calendar month from the date of payment of the last Installment or on completion of the Tenure, whichever is later.

“RBI” means Reserve Bank of India.

“Shinhan Mint Recurring Deposit Account” or “Account” means the account opened in the name of the Depositor and maintained by Shinhan Bank in connection with the Shinhan Mint Recurring Deposits.

Article 3: Account Head

This Account is called ‘Shinhan Mint Recurring Deposit’

Article 4: Eligibility

The Shinhan Mint Recurring Deposit is eligible for Resident Individuals including foreign nationals.

Article 5: Tenure

As per the Bank’s present guidelines, an Account can be opened for a minimum tenure of 12 months and in multiples of 3 months thereafter, upto a maximum tenure of 5 years. Tenure once fixed cannot be changed.

Article 6: Amount of Installment

Amounts are accepted in equal monthly installments. The amount of monthly installment, as per present guidelines of our Bank, can be minimum Rs.500/- and in multiples of Rs. 100/- thereafter subject to a maximum of Rs.1,00,000/- per Account. Depositor cannot deposit installment more than Rs.1,00,000 for a month. The amount of installments once fixed, cannot be altered.

Article 7: Interest Rate

Interest on the Deposit is applied on quarterly compounding basis at applicable rates, as communicated to the Depositor at the time of Account opening. Such interest rates shall be in accordance with the directions issued by RBI from time to time.

Article 8: Payment of Installments

Installment for any calendar month is to be paid by the Depositor on the Due Date. Except for the first installment, all deposits into the Account shall be made by way of automatic transferring system through the existing savings account. Standing instructions of the Depositor to transfer the amount of monthly installments from the operative savings accounts, at any branch of the Bank, to their Account shall be accepted, subject to recovery of charges.

Article 9: Delay in Payment of Installments

In case of delay in payment of installments, the Depositor, at the time of opening an Account, may choose either of the following:

Option 1: Deduction from Maturity Amount

The Depositor shall be liable to pay penal interest at the rate of Recurring Deposit Interest + 2% per annum or such other rate as may be specified by the Bank from time to time and the same shall be deducted from the Maturity Amount.

Penalty will be charged for number of delayed days after giving credit for the number of pre-payment days. In case the number of pre-payment days is more than number of delayed days, no penal interest will be charged.

Option 2: Postponement of Maturity Date

The Depositor shall postpone the Maturity Date for such days, which shall be computed as under;

Extendable days = Number of delayed days/ Number of stipulated installments

Article 10: Default in payment

In case of default of more than six installments, the Account shall automatically be closed before Maturity Date and repayment shall be made as per Article 12.

Article 11: Repayment

Repayment shall be made on or after Maturity Date. However, Depositor can be repaid before the Maturity Date upon written instruction of the Depositor. Partial repayment shall not be allowed.

In case the Depositor withdraws the amount after Maturity Date, interest rate applicable to savings account, on the date of withdrawal, shall be applied for the period from Maturity Date till one day before date of withdrawal.

In case, Depositor requests for withdrawal after Maturity Date, without making payment of stipulated installments, the interest rate for premature closure of Deposit shall be applied as per Article 12.

Article 12: Premature Withdrawal

Card rate (Base rate), applicable on the date of withdrawal, shall be applied for the period from date of deposit till one day before withdrawal, for each installment, in case the Depositor applies for the repayment before Maturity Date. If any installment is deposited for less than one month, no interest shall be applied for the same installment.

Article 13: TDS

TDS will be applicable on closure of the Account or on Maturity and on Interest accrued at March year ends

Article 14: Change in Terms

Terms and conditions are subject to change, as per Bank’s discretion and RBI’s guidelines, from time to time, which shall be notified to the Depositor.

Article 15: Collateral & Transfer of right

The Depositor shall not use the Account as lien or collateral. The Depositor cannot assign his/her rights under the Account.

Article 16: Nomination

As per the RBI Guidelines

Article 17: Illegal Transactions

In case of any illegal transactions found as per RBI’s norms/Bank’s policies, the Bank can close the Account at its discretion.

Note : This product is not Tax Free, even though TDS is not applicable on Recurring Deposits (Article 13), the Bank would not be deducting any TDS on interest accrued or paid, however, applicable taxes, if any, would have to be paid by the Depositor at the time of filing of your Income Tax Returns.

☆ _____ **Acceptance (Signature)**