

IMPORTANT NOTICE

Basis of calculation of Interest Payment on Savings Bank Account

Equitas Small Finance Bank customers are hereby informed that in accordance to the RBI circular No. DBOD.No.Dir.BC 128/13.3.00/2008-09 dated April 24, 2009; payment of interest on savings bank account will be calculated on a daily product basis with effect from September 5, 2016. The periodicity of payment of interest on Savings bank Account will be quarterly interval. Thus the Savings Bank interest calculated on daily product basis will be paid at quarterly intervals on 30th June, 30th September, 31st December and 31st March each year.

The rate of Interest on Savings account is as under: (rates are subject to change from time to time) below mentioned is for illustration purpose only

Account Balance	Rate of Interest
Less than or equal to Rs. 1 lakh	4.50% p.a.
Greater than Rs. 1 lakhs and less than or equal to Rs. 100 lakhs	6.00% p.a.
Greater than Rs. 100 lakhs and less than or equal to Rs. 500 lakhs	7.00% p.a.
Greater than Rs. 500 lakhs and less than or equal to Rs. 30 crs	7.25% p.a.
Greater than Rs. 30 crs and less than or equal to Rs. 50 crs	7.50% p.a.

Illustration:

- Balance in savings account at the end of the day = 4,25,00,000/-
- Interest fixed for balances less than or equal to Rs. 1 lakh – 4.50% p.a.
- Interest fixed for balances Greater than Rs. 1 lakh and Less than or equal to Rs. 100 Lakhs – 6.00% p.a.
- Interest fixed for balances Greater than Rs. 100 lakh and Less than or equal to Rs. 500 Lakhs – 7.00% p.a.

Interest payable here for the day will be calculated as:

$$(1,00,000 * 4.50\% * 1/365) + ((100,00,000 - 1,00,000) * 6.0\% * 1/365) + ((4,25,00,000 - 100,00,000) * 7.0\% * 1/365)$$

Basis of calculation of Interest Earned on Term Deposits

Type of Deposit	Basis of Interest Calculation
Domestic/NRE/NRO Deposits	<u>Actual Number of Days for the Deposit</u> 365
FCNR Deposits	Not offered by Equitas Small Finance Bank

The calculation of Interest is basis 365 days in a year for deposits booked irrespective of a leap year.

In case of compounding: Interest is calculated and paid on the amount post deduction of TDS as applicable. In case of monthly Payout Fixed Deposit, the payout interest rate is a discounted rate.

Please note: No Interest shall be paid on deposits held in current accounts.