

FAQs: Frequently Asked Questions – Non-Resident Fixed Deposit

1. Who is an NRI?

An NRI is an Indian citizen who stays outside India: (a) for purposes of carrying out employment or any business or vocation; (b) under circumstances indicating an intention to stay outside India for an uncertain duration; (c) any Indian citizen deputed outside India for a temporary period in connection with employment.

2. Who is a PIO/OCI?

A citizen of a foreign country (other than a citizen of Bangladesh or Pakistan) is a PIO/OCI if (a) he/ she at any time held an Indian passport; OR (b) he/ she or either of his/ her parents or any of his/ her grandparents was a citizen of India; OR (c) spouse (not being a citizen of Bangladesh or Pakistan) of an Indian citizen or (a) or (b) above.

3. Who all can open NRE/NRO Fixed Deposit?

NRI/PIO/OCI can open NRE/NRO Fixed deposits.

4. What type of products can be offered to NRIs / PIOs?

Following types of products can be offered currently: Non-resident External (NRE) Fixed Deposit – Monthly payout, Quarterly payout and Cumulative Non-resident Ordinary (NRO) Fixed Deposit – Short term, Monthly payout, Quarterly payout and Cumulative.

5. How customer open an NRE /NRO Fixed Deposit?

Customer can open NRE/NRO Fixed Deposit by visiting our branch.

6. What is the minimum amount with which customer can open an NRE/NRO FD?

The minimum amount for opening an NRE/NRO FD is 10,000.

7. Are NRE Savings Account funds repatriable?

Yes, both the principal and interest are repatriable. Please note we are not offering an NRE Savings Account at this stage.

8. Are NRO Savings Account funds repatriable?

Interest earned on NRO is fully repatriable after deduction of applicable Taxes.

9. Is interest earned on NRE FD taxable in India?

No. Interest earned on NRE FD Account is not taxable in India.

10. Is interest earned on NRO FD taxable in India?

Yes. Interest earned on NRO FD Account is taxable in India.

11. What is the rate applicable for NRE / NRO FD?

The Rates for NR FD will be specified in the Rate of Interest section on the website and also in the branch notice board.