

## FORM 15G and 15H

Interest paid/credited on Time Deposits are subject to deduction of tax at source (TDS) at the applicable rates in force under the provisions of the Income-tax Act, 1961.

However, such TDS will not apply in the following cases:

1. Where the aggregate interest likely to be paid/credited by a branch to a person (other than senior citizen) **resident** in India does not exceed ₹40,000 (prior to 1 April 2019, ₹10,000) during a financial year (runs from 1 April to 31 March). In case of resident senior citizen, the threshold is ₹50,000 during a financial year.
2. In the case of **any person (except company or firm)** [Section 197A(1A) read with Rule 29C]:
  - a) who is **resident** in India; and
  - b) whose **annual total income tax liability** on estimated total income for the relevant financial year (runs from 1 April to 31 March) is **Nil** (please note that the total income tax liability is to be computed ignoring any TDS); and
  - c) the aggregate interest payable/to be accrued on Term Deposit(s) during the relevant financial year does **not exceed** the maximum amount not chargeable to income tax in the case of such person; and
  - d) who submits to the Branch a duly completed declaration in the prescribed **Form No. 15G (in duplicate)** well in **advance** for **each** financial year.

Please note that Form 15G has to be submitted for each financial year and any delay/default in submitting Form No 15G will result in TDS deduction by the Bank on the interest paid/credited on or before the date of such submission (to the Branch) liable for due TDS. Any refund claim for such TDS will have to be obtained directly from the Income Tax Department and not the Bank.

3. In the case of an **individual** [Section 197A(1C) read with Rule 29C]:
  - a) who is **resident** in India; and
  - b) who is of **age 60 years or above at any time** during the relevant financial year (runs from 1 April to 31 March); and
  - c) whose **annual total income tax liability** on his / her estimated total income for the relevant financial year is **Nil** (please note that the total income tax liability is to be computed ignoring any TDS); and
  - d) the aggregate interest payable/to be accrued on Term Deposit(s) during the relevant financial year does **not exceed** the maximum amount not chargeable to income tax in the case of such individual; and
  - e) who submits to the Branch a duly completed declaration in the prescribed **Form No. 15H (in duplicate)** well in **advance** for **each** financial year.

Please note that Form 15H has to be submitted for each financial year. Please also note that any delay/default in submitting Form No. 15H will result in TDS deduction by the Bank on the interest paid/credited on or before the date of such submission (to the Branch) liable for due TDS. Any refund claim for such TDS will have to be obtained directly from the Income Tax Department and not the Bank.