

## NRI NEWS BULLETIN FOR FEBRUARY 2021

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### Who can open RFC account ?

Returning Indians, i.e. those Indians, who were non-residents earlier and are returning now for permanent stay, are permitted to open, hold and maintain with an Authorized Dealer in India a Foreign Currency Account, to be known as a Resident Foreign Currency (RFC) Account,

[a] Foreign currency assets held outside India and brought to India at the time of returning for permanent stay; Or

[b] Foreign exchange received as pension or any other superannuation or other monetary benefits from the employer outside India; Or

[c] Foreign exchange realized on conversion of the foreign assets including foreign security or immovable property situated outside India if such currency, security or property was acquired, held or owned by such person when he was resident outside India or/and repatriated to India; or

[d] Foreign exchange received or acquired when he was resident outside India as a gift or inheritance from a person resident outside India and proceeds have been repatriated to India; Or

[e] Foreign exchange received by a resident individual who was non-resident earlier and has returned for permanent stay in India, by way of the proceeds of life insurance policy claims / maturity / surrender values settled in foreign currency from an insurance company in India permitted to undertake life insurance business by the Insurance Regulatory and Development Authority.

DESIGNATED CURRENCIES: RFC Accounts can be maintained in US Dollars [USD], Sterling Pounds [GBP], Euro [EUR], Canadian Dollars [CAD] and Australian Dollars [AUD].

TYPES OF ACCOUNTS: 4.1 RFC Accounts can be maintained in the form of Current/Savings Bank [without cheque facility] and term deposits other than Recurring Deposit accounts. Savings Bank accounts cannot be opened for trade and commercial purposes. 4.2 Resident individuals are permitted to include resident relative(s) as joint holder(s) in their Resident Foreign Currency account on 'former or survivor' basis. However, such resident Indian relative joint account holder shall not be eligible to operate the account during the life time of the resident account holder.

The revised interest rates on RFC Term Deposits of amount less than USD 1 million (or its equivalent in other currencies) and RFC Saving Bank deposits w.e.f. 07.02.2021 are as under:

(In % p.a.)

PERIOD OF DEPOSIT	CURRENCY OF DEPOSITS				
	USD	GBP	EUR	CAD	AUD
SAVINGS BANK	NIL	NIL	NIL	NIL	NIL
1 month & above but less than 3	NIL	NIL	NIL	NIL	NIL
3 months & above but less than 6	0.09	NIL	NIL	0.02	NIL
6 months & above but less than 1	NIL	NIL	0.03	NIL	NIL
1 year & above but less than 2	0.95	0.50	NIL	1.12	0.58
2 years & above but less than 3	0.97	0.60	NIL	1.02	0.60
3 years only	1.03	0.66	NIL	1.13	0.67

Revision in interest rates on FCNR [B] deposits of amount less than USD 1 million (or its equivalent in other currencies) with effect from 07.02.2021 as under:



(In % p.a.)

PERIOD OF DEPOSIT	CURRENCY OF DEPOSITS				
	USD	GBP	EUR	CAD	AUD
1 year & above but less than 2 years	0.95	0.50	NIL	1.12	0.58
2 years & above but less than 3 years	0.97	0.60	NIL	1.02	0.60
3 years & above but less than 4 years	1.03	0.66	NIL	1.13	0.67
4 years & above but less than 5 years	1.15	0.72	0.03	1.26	0.82
5 years only	1.28	0.78	0.07	1.38	0.97

The Rates of interest on NRE term deposits stands revised w.e.f. **08.02.2021**. The revised interest rates are as under :

SLABS	PERIOD OF DEPOSIT	RATE OF INTEREST*	
		Less than Rs.2 Crore	Rs. 2 Crore to less than 10 Cr
SLAB-1	1 year only	5.20	3
SLAB-2	Above 1 year to less than 2 years	5.20	3
SLAB-3	2 years & above to less than 3 years	5.40	3
SLAB-4	3 years & above to less than 5 years	5.50	3
SLAB-5	5 years & above to 10 years.	5.50	3

The revised rates of interest and new maturity slabs w.e.f. **08.02.2021** are as under:

SLABS	PERIOD OF DEPOSIT	RATE OF INTEREST			
		Less than Rs.2 Crore		Rs. 2 Cr to less than Rs.10 Cr	
		General	Sr. Citizen	Callable	Non-Callable
SLAB-1**	7 Days to 45 Days	2.95	2.95	3.05	NA @
SLAB-2	46 Days to 90 Days	3.90	3.90	3.10	3.15
SLAB-3	91 Days to 179 Days	4.00	4.00	3.25	3.30
SLAB-4 *	180 Days to less than 1 Year	4.45	4.95	3.30	3.35
SLAB-5	1 Year only	5.20	5.70	3.90	3.95
SLAB-6	Above 1 Year to less than 2 Years	5.20	5.70	3.90	3.95
SLAB-7	2 Years & above to less than 3 Years	5.40	5.90	3.90	3.95
SLAB-8	3 Years & above to less than 5 Years	5.50	6.00	3.40	3.45
SLAB-9	5 Years & above to 10 Years.	5.50	6.00	3.40	No Quote @

Canara Bank does not seek any information on its own through Email. Do not click on any link which has come through E-mail from an unexpected source. It may contain malicious code or could be an attempt to 'Phish'. Please note that bank would never ask you to verify your account information through an e-mail / phone / by any other communication. Such incidents have to report immediately on [reportphishing@canarabank.com](mailto:reportphishing@canarabank.com); [cbqimb@canarabank.com](mailto:cbqimb@canarabank.com);

Please look for our next News Bulletin for further information to make your banking experience easy and enjoyable. Your valuable feedback and suggestions are always welcome! (E-mail: [nrihub@canarabank.com](mailto:nrihub@canarabank.com), [nrihelpdesk@canarabank.com](mailto:nrihelpdesk@canarabank.com)) Contact Number – 080 22538565 / 18004250018

For various Investment Facilities/Insurance/Mutual Fund Schemes, please refer following links:

**LIFE INSURANCE:**

<http://www.canarabank.com/english/bank-services/personal-banking/insurance-business/life-insurance/>

**HEALTH INSURANCE:**

<http://www.canarabank.com/english/bank-services/personal-banking/insurance-business/health-insurance/>

**GENERAL INSURANCE:**

<http://www.canarabank.com/english/bank-services/personal-banking/insurance-business/general-insurance/>

**INVESTMENT FACILITIES FOR NRIs:**

<http://www.canarabank.com/english/bank-services/nri-banking/investment-facilities/>





**MUTUAL FUNDS:**

<http://www.canarabank.com/english/bank-services/personal-banking/mutual-funds/>

**DEPOSITORY SERVICES:**

<http://www.canarabank.com/english/bank-services/personal-banking/depository-services/>

**EXCLUSIVE HOUSING LOAN SCHEME FOR NON-RESIDENT INDIANS:**

<http://www.canarabank.com/english/bank-services/nri-banking/loans-advances/home-loan-for-nris-scheme/>

The Bank has its presence also at London, New York, Dubai, Hong Kong, Johannesburg, Sharjah, Moscow and Dar-e- Salaam.

For further details please click:

<http://www.canarabank.com/english/bank-services/personal-banking/international-services/>

Disclaimer clause: The contents of this news bulletin are based on information received from various sources and while compiling every effort has been made to ensure that the information is accurate and authentic. Canara Bank does not accept any responsibility for interpretation of various rules or any errors / omissions in the news bulletin.

Compiled by: Centralised NRI Hub, IO & CCR Wing, Head Office, Bengaluru



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