



OM INVESTMENTS

7.15%* p.a. RBI - Floating Rate Savings Bonds 2020 (Taxable)

Government of India has announced to launch Floating Rate Savings Bonds, 2020 (Taxable) scheme commencing from July 01, 2020 to enable Resident Indians/HUF to invest in a taxable bond, without any monetary ceiling.

Launched Date	01-July-2020								
Period	On tap till further notice								
Who can Apply	Indian Resident Individuals & HUF NRIs are not eligible for making investments in these Bonds.								
Issue Price	Rs. 1000/- per bond								
Minimum Investment	Rs.1000/- & multiples of Rs. 1000/-								
Maximum Investment	There will be no maximum limit for investment in the Bonds.								
Interest Rate (Floating)	The coupon on 1st January 2021 shall be paid at 7.15% p.a. * The Interest rate for next half-year will be reset every six months, the first reset being on January 01, 2021 and is linked/pegged with prevailing National Saving Certificate (NSC) rate with a spread of (+) 35 bps over the respective NSC rate.								
Interest Payout Option	Semi-annually on 1 st January and 1 st July every year. No Cumulative Option available								
Tenure	7 Years from the date of issue								
Premature redemption	Premature redemption shall be allowed for specified categories of senior citizens after minimum lock in period from the date of issue as indicate below: <table border="1"><thead><tr><th>Age Bracket</th><th>Lock in Period</th></tr></thead><tbody><tr><td>60 to 70 Years</td><td>6 Years from the date of issue</td></tr><tr><td>70 to 80 Years</td><td>5 Years from the date of issue</td></tr><tr><td>80 Years & above</td><td>4 Years from the date of issue</td></tr></tbody></table> In case of joint holders or more than two holders of Bonds, any one of the holders shall fulfill the above conditions of eligibility.	Age Bracket	Lock in Period	60 to 70 Years	6 Years from the date of issue	70 to 80 Years	5 Years from the date of issue	80 Years & above	4 Years from the date of issue
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60 to 70 Years	6 Years from the date of issue								
70 to 80 Years	5 Years from the date of issue								
80 Years & above	4 Years from the date of issue								
Mode of Allotment	The Bonds will be issued only in the electronic form and held at the credit of the holder in an account called Bond Ledger Account (BLA) , opened with the Receiving Office. No allotment in Demat Mode. A certificate of holding will be issued to the holder/s of Bonds as a proof of subscription.								
Tax treatment	Interest on the Bonds will be taxable under the Income Tax Act, 1961 as applicable according to the relevant tax status of the Bonds Holder/s.								
TDS	Yes - TDS at 10% deducted on interest income								
Listing on Exchange	No - These bonds will not be listed. There is no option of exit in the secondary market either.								
Collateral / Pledging	No - The Bond shall not be eligible as collateral for loans from banks, Financial Institutions and Non-Banking Financial Company (NBFC) etc.								
Transferability	No - The Bonds in the form of Bond Ledger Account shall not be transferable except transfer to a nominee(s)/legal heir in case of death of the holder of the bonds.								
Nomination	Available - A sole holder or a sole surviving holder of a Bond, being an individual, can make a nomination.								