

TERMS AND CONDITIONS GOVERNING THE FIXED DEPOSIT SCHEMES

Application

1. Application should be made in the prescribed form and should be accompanied by cheque/demand draft drawn in favour of the Company and payable at Rajpura, Chandigarh. Outstation cheques will be accepted if payable at par.
2. Payment should be made by means of an "Account Payee" cheque/bank draft drawn on a schedule bank in favour of "Amrit Banaspati Company Limited" and payable at par at Rajpura. The depositors at outstations may also send to the Company or to the broker of Fixed Deposit Schemes "Account Payee" demand drafts payable at Rajpura.

Amount and Period of Deposit

3. Fixed Deposit are accepted for a minimum amount of Rs. 20,000/- and in multiples of Rs. 1000/- thereafter for periods of 12 months, 24 months or 36 months under Scheme 'A' & 'B' - Quarterly/Cumulative Deposits schemes.

Interest

4. The period of deposit and the calculation of interest thereon will commence from the date of realization of cheque/draft by the Company.
5. The deposit shall not carry interest beyond the due date unless it is renewed.
6. Interest will be calculated on the basis of 365 days a year.
7. **Scheme 'A' – Quarterly Income Scheme** : Interest at the applicable rate will be calculated quarterly on 31st March, 30th June, 30th September and 31st December and on maturity and post-dated interest warrants/interest cheques after deduction of income-tax & surcharge, where applicable payable at par will be issued for each financial year.
8. **Scheme 'B' – Cumulative Deposit Scheme** : Interest at the applicable rate will be compounded quarterly and income tax & surcharge, where applicable, will be deducted at the close of each financial year and on maturity.
9. **Special Rate** – An additional interest of 0.50% p.a. shall be paid to the following categories of persons : 1. Senior Citizens 2. Equity shareholders having minimum 100 shares.

Income Tax

10. Income tax (incl. surcharge and cess) at the applicable rates will be deducted at source from the interest, wherever applicable, as per the provisions of the Income tax Act, 1961.
11. In accordance with the present tax laws, no tax will be deducted at source from the amount of interest paid and/or credited to the depositor if the aggregate amount of interest paid/ payable during a financial year does not exceed Rs.5,000/-. The tax will also not be deducted if the necessary certificate issued by the Assessing Officer or a declaration in form 15G/H as required, is furnished to the Company at the beginning of each financial year. The onus of claiming such benefit will be entirely the responsibility of the Depositor and the Company is not bound to send reminder and/or forms in this regard.
12. The first named depositor will be regarded as beneficial owner of the deposit and will be treated as the payee for the purpose of deduction of tax under Section 194A of the Income Tax Act, 1961.
13. Photocopy of PAN required in all cases as per the requirement of section 269(SS) of the Income Tax Act, 1961.

Joint Deposits

14. Fixed deposits may be made in two or more names but not exceeding 3. The application should be signed by all the joint applicants.
15. In the case of fixed deposits made in joint names, all payments whether by way of interest or repayment of principal will be made in favour of and all correspondence will be addressed to the first named depositor. Any discharge given by the first named depositor for payment of principal and/or interest shall be valid and binding on all joint depositor(s) and their respective heirs, successors and assigns.
16. In the event of death of the first joint holder, the repayment of the deposit and payment of interest shall be made to the person first in order of the survivor(s) on production of death certificate without reference to the heirs and/or legal representatives of the deceased.
17. Change in order of joint depositors and replacement of joint depositors may be treated as pre-mature repayment of deposits.

Nomination Facility

18. **Individual depositors, singly or jointly, can nominate under this facility. The nominee shall have the right to receive the amount due in respect of depositors. Power of Attorney holder or a guardian applying on behalf of a minor cannot nominate. For making valid nomination, the deposit holder shall have to submit Form 2B in duplicate. In the case of death of deposit holder(s), the nominee would receive the payment of deposit amount and interest on production of relevant death certificate without reference to the heirs or legal representative of the deceased.**

Succession

19. In the event of the death of the sole or only surviving depositor who has not indicated any nominee in application, the principal amount together with the interest due thereon will be paid to the legal representative(s) of the deceased on registration in the Company's books of proper legal representation such as grant of probate of the will, succession certificate, letter of administration from a court of competent jurisdiction or any other evidence acceptable to the Company. Provided that the company may at its absolute discretion dispense with the production of such legal representation upon such terms and conditions as it may consider adequate.

Fixed Deposit Receipts

20. Deposit Receipts will be forwarded to the first named depositor from the Registered Office of the Company within 6 weeks from the date of realization of cheque/draft. The company will in no way be responsible for delay or loss in postal transit of deposit receipts, post dated refund orders and/or interest warrants that may be sent to the deposit holders.
21. Deposit Receipts are neither transferable nor assignable.

Renewal/Repayment of Deposits

22. In the event of the loss or destruction or mutilation of the deposit receipt, the Company may at its sole discretion issue a duplicate receipt upon receiving indemnity bond/affidavit in the prescribed form from the depositor and after compliance of such other formalities as may be required by the Company. All expenses in this regard shall be borne by the deposit holder.
23. The deposits will be payable only on maturity. The Company, however, reserves the right to refund the deposit before the date of maturity in which event the rate of interest shall be reduced as per the provisions of the Companies (Acceptance of Deposits) Rules, 1975 as amended upto date. In case the Cumulative Deposit is withdrawn before maturity, the same will be considered under Non-cumulative Scheme and simple interest as above will be paid. However, no refund will be allowed before the expiry of six months from the date of commencement of deposit.
24. Application for premature repayment should be submitted to the company through the same broker through whom the deposit has been given to the company. However, in case of deposit given directly to the Company, the same will be entertained by the company directly for pre-mature repayment.
25. All payments/renewals will be effected from the Company's Regd. Office at Rajpura.
26. All payments of principal and/or interest will be made by Account Payee Cheque payable at par.
27. No further intimation or notice regarding maturity of Deposit Receipt will be given to the depositor. The Deposit Receipt in original duly discharged on the requisite Revenue Stamp by the first named depositor should be sent to the Company at least 20 days in advance of the maturity for repayment/ renewal of the deposited amount. Renewal will be considered on a fresh application form, but solely at the discretion of the Company.
28. Where the due date of repayment falls on any day on which the company's Registered Office is closed, the payment will be made on the next working day.
29. Deposits may be renewed on the basis of fresh application in the same order of names as per the old FDR lodged with the Company at least 15 clear days prior to the date of maturity in the form prescribed by the Company and accompanied by the fixed deposit receipt, duly discharged but solely at the discretion of the Company.
30. Under the Scheme 'B' Cumulative Deposits, renewal will be made only to the extent of the lower complete thousand rupees available. Balance amount, if any, will be refunded..

General

31. Deposits will be accepted from individuals, minor (through natural gurdians), association of persons Societies and Trust including shareholders and employees of the Company but will not be accepted from or on behalf of non-resident Indians or Foreign Nationals. Applications from minors are acceptable provided the applications are signed on their behalf by their legal/natural guardians.
32. Intimation to the Company regarding change in address, tax exemption etc. must be made at least 30 days before the due date of payment of interest/tax.
33. The deposits are subject to the provisions of the Companies (Acceptance of Deposits) Rules, 1975 and the Companies Act, 1956 as amended from time to time and/or any other legislation.
34. All communication with regard to the deposits should be addressed quoting FDR No. and date to the Registered Office of the Company.
35. Deposits are accepted subject to Rajpura jurisdiction only.
36. Deposit receipts shall be mailed by Registered Post/Courier at the depositor's risk at the address given in the application form within 6 weeks from the date of realization of Cheque/draft.
37. Deposits once accepted under either scheme cannot be interchanged before the expiry of the said scheme under any circumstances.
38. The acceptance of deposits is subject to the rules and regulations of the Company.
39. The Company reserves the right subject to the provisions of Companies (Acceptance of Deposits) Rules, 1975 as amended to date to reject any application for a fresh deposit or for renewal without assigning any reason.
40. The Company will not accept or recognize any lien, assignment, charge or any other encumbrances on the deposits or interest thereon.
41. The Company reserves the right to either alter or amend any or all of the terms and conditions stipulated above without assigning any reason therefor so long as such alterations or amendments are not inconsistent with the Companies (Acceptance of Deposits) Rules, 1975 or the amendments thereto from time to time.
42. **Senior citizens/shareholders** – In order to get special interest of 0.5% p.a. senior citizens of 60 years and above are required to submit proof of age i.e. photocopy of Date of Birth certificate/Passport/Driving licence/PAN card/Voter card, duly attested, alongwith the application. The equity shareholders having minimum 100 equity shares & above are required to provide folio/DPID & Client ID No. to avail the benefit of special rate. In the absence of the above, the application will be processed in the general schemes..
43. The above terms and conditions form part of the prescribed application form.

All communication with regard to the Fixed Deposits must be addressed to:

Amrit Banaspati Company Limited

FD Service Cell

Regd. Office : Patiala-Chandigarh Road, Rajpura - 140 401

Tel. : 01762-232890-93, 502270-73

Fax No. : 91-01762-232897

e-mail : abcl@amritbanaspati.com