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(A Govt. of India Undertaking)  
Head Office  
Hyderabad

**ABConnect**  
N R I

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A news bulletin from Andhra Bank

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**A) INTEREST RATES ON FCNR (B) /RFC DEPOSITS (with effect from 01.11.2014):**

**(These rates are subject to change from time to time as per Reserve Bank of India Guidelines)**

CURRENCY	1 Year & above to < 2 Years	2 Years & above to < 3 Years	3 Years & above to < 4 Years	4 Years & above to < 5 Years	5 years
USD	2.34	2.72	4.14	4.48	4.76
GBP	2.71	3.11	4.39	4.61	4.79
EURO	2.21	2.24	3.29	3.36	3.47
CAD	3.46	3.46	4.63	4.81	4.97
AUD	4.72	4.77	5.86	6.08	6.17
JPY	2.17	2.16	3.17	3.20	3.24
CHF	2.07	2.02	3.07	3.14	3.21
DKK	2.49	2.52	3.57	3.67	3.77
NZD	5.77	5.91	7.03	7.12	7.17
SEK	2.29	2.35	3.46	3.62	3.78

**B) INTEREST RATES ON FCNR (B) /RFC DEPOSITS (with effect from 10.11.2014):**

CURRENCY	1 Year & above to < 2 Years	2 Years & above to < 3 Years	3 Years & above to < 4 Years	4 Years & above to < 5 Years	5 years
USD	1.34	1.72	3.14	3.48	3.76
GBP	1.71	2.11	3.39	3.61	3.79
EURO	1.21	1.24	2.29	2.36	2.47
CAD	2.46	2.46	3.63	3.81	3.97
AUD	3.72	3.77	4.86	5.08	5.17
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NZD	4.77	4.91	6.03	6.12	6.17
SEK	1.29	1.35	2.46	2.62	2.78

**INTEREST RATES ON NRE TERM DEPOSITS (with effect from 06.11.2014):**

Revised Slabs/Period	Revised Rate of Interest (%) p.a.	
	Less than Rs. 1 Crore	Rs.1 Crore to Rs. 10 Crores
a) 1 year to 2 Years	<b>9.00</b>	<b>9.00</b>
b) Above 2 Years - up to 3 years	<b>8.75</b>	<b>8.50</b>
c) Above 3 Years - up to 10 years	<b>8.50</b>	<b>8.25</b>

Representative Office, USA	Representative Office, Dubai
<p align="center"><b>Mr. P Ramakrishna, Chief Representative</b>                      New Jersey : 001 201 420 8088 / 001 201 310 9494                      E-mail ID: <a href="mailto:repoffice@andhrabank.us">repoffice@andhrabank.us</a>  <a href="mailto:usrepoffice@andhrabank.co.in">usrepoffice@andhrabank.co.in</a></p>	<p align="center"><b>Mr. G Srinivasa Madhu, Chief Representative</b>                      Dubai : 00971 4 397 6654                      Mobile 00971 50 4583910 :: Fax 00971 4 397 6659                      E mail ID: <a href="mailto:dubairepoffice@andhrabank.co.in">dubairepoffice@andhrabank.co.in</a></p>

**WE HAVE THREE SPECIALISED NRI BRANCHES IN THREE METROS FOR EXCLUSIVE BENEFIT OF NRIs. PLEASE AVAIL THE SERVICES OF THESE BRANCHES. CONTACT DETAILS ARE AS FOLLOWS:**

Specialized NRI Branch	Contact Person	Telephone No	Email address
MUMBAI	Ms. Sunita Khadgi	Ph: 022 - 26876176 Mob: +91 9881712131	<a href="mailto:nri-mum@andhrabank.co.in">nri-mum@andhrabank.co.in</a> <a href="mailto:bmmum1642@andhrabank.co.in">bmmum1642@andhrabank.co.in</a>
NEW DELHI	Mr. Manish Kumar Sinha	Ph: 011- 26167590 Mob: +91 8595408180	<a href="mailto:bmdel1644@andhrabank.co.in">bmdel1644@andhrabank.co.in</a>
HYDERABAD	Mr. Balaji	Ph: 040- 23421286	<a href="mailto:bmhyd1711@andhrabank.co.in">bmhyd1711@andhrabank.co.in</a>

*Visit Our Website [www.andhrabank.in](http://www.andhrabank.in) for details of accounts and to down load Savings (NRE) application form to open account with our Bank. USA and DUBAI customers may contact our Representative offices for any clarifications. Others may contact NRI Cell, HEAD OFFICE, HYDERABAD. Contact details are given at the end of this Bulletin.*

**NRI Cell Andhra Bank, Head Office, Pattabhi Bhavan, Saifabad, Hyderabad – 500 004**

Phone Nos.:91-40-23234036/23233004/23252379/23252000-Extn2379  
 Fax No.91-40-23231385 Web Site Address : [www.andhrabank.in](http://www.andhrabank.in);  
 E-mail Address: [nicell@andhrabank.co.in](mailto:nicell@andhrabank.co.in)

### Markets at a glance

#### FOREX Market During October, 2014

	Open	High	Low	close
USD/ INR	61.75	61.75	61.04	61.41

Tracking global development and equity rallies, Rupee gained marginally during the course of the Month and closed at Rs 61.41 / USD when compared to last month closing position of Rs. 61.61/USD. Volatility in the forex market has been confined as compared to previous month.

#### Equity Market during October, 2014

INDEX	BSE	NIFTY
OPEN	26681.47	7960.50
HIGH	27894.32	8330.75
LOW	25910.77	7723.85
CLOSE	27865.83	8322.20

BSE Sensex touched new high during the month of October. It clocked 27894.32 on 31st October. BSE Sensex witnessed rally during the month and closed higher than the opening value. Sensex gained 1184 points in the course of the month to close at 27865.83.

Nifty also witnessed a rally to the new highs during the month of Oct' 2014. It touched 8330.75 on 31<sup>st</sup> October. Nifty also gained during the month and closed higher than the opening value. Nifty gained 362 points in the course of the month to close at 8322.20.

### Features of various Deposit Schemes available to Non-Resident Indians (NRIs) (Updated as on September 19, 2014)

Particulars	Foreign Currency (Non-Resident) Account (Banks) Scheme [FCNR (B) Account]	Non-Resident (External) Rupee Account Scheme [NRE Account]	Non-Resident Ordinary Rupee Account Scheme [NRO Account]
(1)	(2)	(3)	(4)
Who can open an account	NRIs (individuals / entities of Bangladesh / Pakistan nationality / ownership require prior approval of RBI)	NRIs (individuals / entities of Bangladesh / Pakistan nationality/ownership require prior approval of RBI)	Any person resident outside India (other than a person resident in Nepal and Bhutan). Individuals / entities of Pakistan nationality / ownership, entities of Bangladesh <sup>2</sup> ownership and erstwhile Overseas Corporate Bodies <sup>5</sup> require prior approval of the Reserve Bank.
Joint account	In the names of two or more non-resident individuals provided all the account holders are persons of Indian nationality or origin;	In the names of two or more non-resident individuals provided all the account holders are persons of Indian	May be held jointly with residents

	Resident close relative (relative as defined in Section 6 of the Companies Act, 1956) on 'former or survivor' basis. The resident close relative shall be eligible to operate the account as a Power of Attorney holder in accordance with extant instructions during the life time of the NRI/ PIO account holder.	nationality or origin; Resident close relative (relative as defined in Section 6 of the Companies Act, 1956) on 'former or survivor' basis. The resident close relative shall be eligible to operate the account as a Power of Attorney holder in accordance with extant instructions during the life time of the NRI/ PIO account holder.	
Nomination	Permitted	Permitted	Permitted
Currency in which account is denominated	Any permitted currency i.e. a foreign currency which is freely convertible	Indian Rupees	Indian Rupees
Repatriability	Repatriable	Repatriable	Not repatriable except for the following:  i) all current income and ii) up to USD 1 (one) million per financial year (April-March), by A NRI/ PIO.
Type of Account	Term Deposit only	Savings, Current, Recurring, Fixed Deposit	Savings, Current, Recurring, Fixed Deposit.
Period for fixed deposits	For terms not less than 1 year and not more than 5 years.	From one to three years, However, banks are allowed to accept NRE deposits above three years from their Asset-Liability point of view	As applicable to resident accounts.
Rate of Interest	With effect from March 1, 2014 (i) deposits of 1 year to less than 3 year maturity, interest shall be paid within the ceiling rate of LIBOR/ SWAP rates plus 200 basis points; (ii) deposits of 3-5 years maturity, interest shall be paid within the ceiling rate of LIBOR/ SWAP rates plus 300 basis points  On floating rate deposits, interest shall be paid within the ceiling of SWAP rates for the respective currency /maturity plus 200 bps/ 300 bps as the case may be. For floating rate deposits, the interest reset period shall be six months.	With effect from March 1, 2014, interest rates offered by banks on NRE deposits cannot be higher than those offered by them on comparable domestic rupee deposits.	Banks are free to determine their interest rates on savings deposits under Ordinary Non-Resident (NRO) Accounts. However, interest rates offered by banks on NRO deposits cannot be higher than those offered by them on comparable domestic rupee deposits.

Operations by Power of Attorney in favour of a resident by the non-resident account holder	Operations in the account in terms of Power of Attorney are restricted to withdrawals for permissible local payments or remittance to the account holder himself through normal banking channels.	Operations in the account in terms of Power of Attorney are restricted to withdrawals for permissible local payments or remittance to the account holder himself through normal banking channels.	Operations in the account in terms of Power of Attorney is restricted to withdrawals for permissible local payments in rupees, remittance of current income to the account holder outside India or remittance to the account holder himself through normal banking channels.  Remittance to the NRI/ PIO account holder is subject to the ceiling of USD 1 (one) million per financial year.
<b>Loans</b>			
<b>a. In India</b>			
i) to the Account holder	Permitted without any ceiling subject to usual margin requirements.	Permitted without any ceiling subject to usual margin requirements	Permitted subject to the extant rules <sup>3</sup>
ii) to Third Parties	Permitted without any ceiling subject to usual margin requirements.	Permitted without any ceiling subject to usual margin requirements.	Permitted, subject to conditions <sup>4</sup>
<b>b. Abroad</b>			
i) to the Account holder	Permitted	Permitted	Not Permitted
ii) to Third Parties	Permitted	Permitted	Not Permitted
<b>c. Foreign Currency Loans in India</b>			
i) to the Account holder	Permitted without any ceiling subject to usual margin requirements.	Permitted without any ceiling subject to usual margin requirements.	Not Permitted
ii) to Third Parties	Permitted without any ceiling subject to usual margin requirements	Permitted without any ceiling subject to usual margin requirements	Not Permitted
<b>Purpose of Loan</b>			
<b>a. In India</b>			
i) to the Account holder	i) Personal purposes or for carrying on business activities *  ii) Direct investment in India on non-repatriation basis by way of contribution to the capital of Indian firms / companies  iii) Acquisition of flat / house in India for his own residential use. (Please refer to para 9 of Schedule 2 to FEMA 5).	i) Personal purposes or for carrying on business activities.*  ii) Direct investment in India on non-repatriation basis by way of contribution to the capital of Indian firms / companies.  iii) Acquisition of flat / house in India for his own residential use. (Please refer to para 6(a) of Schedule1 to FEMA 5).	Personal requirement and / or business purpose.*

ii) to Third Parties	Fund based and / or non-fund based facilities for personal purposes or for carrying on business activities *. (Please refer to para 9 of Schedule 2 to FEMA 5).	Fund based and / or non-fund based facilities for personal purposes or for carrying on business activities *. (Please refer to para 6(b) of Sch. 1 to FEMA 5)	Personal requirement and / or business purpose *
b. Abroad			
To the account holder and Third Parties	Fund based and / or non-fund based facilities for bonafide purposes.	Fund based and / or non-fund based facilities for bonafide purposes.	Not permitted.
* The loans cannot be utilized for the purpose of on-lending or for carrying on agriculture or plantation activities or for investment in real estate business.			

**Edited by: Sri. T D Dilip Kumar Singh, Deputy General Manager, Andhra Bank, Corporate Planning Dept, Head Office.**

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