

**Corporation Bank**

Head Office P.B.No.88
MANGALORE 575 001

Treasury & Investment Department,

H.O. Circular No.***/2017

Index No. 30.00/**/2017

Date: 31.07.2017

Sub: Interest Rates on FCNR (B) Deposits
With effect from **01st Aug'2017**

1. A reference may please be made to HO Circular No. 368/2017 Index No.- 30.00/10/2017 dated 30.06.2017 whereby the interest rates applicable to FCNR (B) deposits were revised effective from 01st July 2017.
2. The interest rates on FCNR (B) deposits stand revised as follows with effect from **01st Aug'2017**.

Period of deposit	Interest Rates (per annum)				
	USD	GBP	EUR	AUD	CAD
1 year to less than 2 years	2.30	1.25	0.26	2.66	2.47
2 years to less than 3 years	2.60	1.60	0.35	2.92	2.65
3 years to less than 4 years	2.70	1.69	0.48	3.06	2.78
4 years to less than 5 years	2.81	1.80	0.63	3.32	2.89
5 years	2.91	1.89	0.78	3.44	2.98

3. The above revised interest rates will be applicable only to fresh deposits and on renewal of deposits maturing on or after **01st Aug'2017**. However, for the renewal of deposits within 14 days from due date (both days inclusive), the rate of interest payable on the amount of the deposit so renewed shall be the applicable rate of interest for the period of renewal, as prevailing on the date of maturity or on the date when the depositor seeks renewal, **whichever is lower**.
4. With regard to interest rates on **RFC accounts denominated in USD, GBP and EUR**, we advise that
 - 4.1 Interest rate on RFC-SB accounts is 0.50% p.a.
 - 4.2 On RFC term deposits with maturities less than 1 year (1 month, 2 months, 3 months and 6 months) the interest rate shall be the prevailing LIBOR plus 75 basis points for the respective maturities and the same shall be advised to the DBs and Zonal Offices by the division on a daily basis through card rate as is being done hitherto.
 - 4.3 In case of RFC deposits for periods one year and above and up to a maximum of 3 years the rates as applicable to FCNR (B) deposits of respective tenures shall apply.
5. As per the guidelines issued by RBI vide DBOD No.Dir.BC.50/13.03.00/2004-05 dated 01.11.04, the banks are required to revise the interest rates on FCNR (B) deposits as per the LIBOR/Swap rates prevailing on the last day of the previous month. As such, the division shall be revising the interest rates during the first week of every month. Branches are requested to take note of the frequency of revision of interest rates.

(U. Chandrakanth Nayak)
General Manager