

8.4 Rates of Profit on National Saving Schemes

(Percent per annum)

Scheme	2001		2002		2003		2004		2005	
	1 st Jan	1st Jul	1 st Jan	1st Jul	1 st Jan	1st Jul	1 st Jan	1st Jul	1 st Jan	1st Jul
1. Saving Accounts										
(i) With Chequing Facilities	6.50	7.30	7.30	6.50	4.50	3.50	3.50	3.50	3.50	4.50
(ii) Without Chequing Facilities	7.00	7.80	7.80	7.00	5.00	4.00	4.00	4.00	4.00	5.00
2. Khas Deposit Accounts or Certificates¹										
3 Years (Rollover)										
(i) First 5 Periods of Complete 6 Months	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00
(ii) Last Period of Complete 6 Months	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00
(iii) Three Years (Compound Rate)	13.42	13.42	13.42	13.42	13.42	13.42	13.42	13.42	13.42	13.42
3. Mahana Amdani Accounts²										
(i) 1st Year	9.00	9.00	9.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00
(ii) 2nd Year	9.54	9.54	9.54	7.24	7.24	7.24	7.24	7.24	7.24	7.24
(iii) 3rd Year	10.52	10.52	10.52	7.43	7.43	7.43	7.43	7.43	7.43	7.43
(iv) 4th Year	11.58	11.58	11.58	7.79	7.79	7.79	7.79	7.79	7.79	7.79
(v) 5th Year	11.84	11.84	11.84	8.45	8.45	8.45	8.45	8.45	8.45	8.45
(vi) 6th Year	12.25	12.25	12.25	9.77	9.25	9.25	9.25	9.25	9.25	9.25
(vii) 7th Year	-	-	-	10.41	10.41	10.41	10.41	10.41	10.41	10.41
(viii) Compound Rate on Maturity	12.25	12.25	12.25	10.41	10.41	10.41	10.41	10.41	10.41	10.41
4. Defence Saving Certificates³										
(i) 1st Year	9.00	10.00	9.00	7.00	6.00	5.00	4.00	4.00	4.00	5.00
(ii) 10 Years (Compound Rate)	14.01	15.01	14.13	11.61	10.03	8.50	7.96	8.15	8.15	9.46
5. National Deposit Certificates/Accounts⁴										
(i) 1 Year (Rollover)	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00
6. (a) Special Saving Certificates (Reg)⁵										
or Special Saving Accounts										
(i) First 5 Periods of Complete 6 Months	11.00	12.20	12.20	10.30	8.50	7.50	7.00	6.80	6.80	8.40
(ii) Last Period of Complete 6 Months	12.00	13.20	13.20	11.30	9.50	8.50	8.00	7.70	7.70	9.60
(b) Special Saving Certificates (Bearer)⁶										
(i) First 4 Periods of Complete 6 Months	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00
(ii) Last 2 Periods of Complete 6 Months	14.00	14.00	14.00	14.00	14.00	14.00	14.00	14.00	14.00	14.00
7. Regular Income Certificates⁷	12.48	12.48	12.48	10.56	9.12	7.68	6.96	6.84	6.84	8.88
8. Pensioner's Benefit Accounts⁸	-	-	-	-	11.04	10.08	10.08	10.08	10.08	11.04
9. Behbood Saving Certificate⁹	-	-	-	-	-	10.08	10.08	10.08	10.08	11.04

Footnotes:

Source: Central Directorate of National Saving

1. Khas Deposit Accounts or Certificates introduced w.e.f. 15-03-1973 and discontinued w.e.f. 04-02-1990. However the existing deposits maturing on or after 5-02-1990 were allowed to rollover at 10% withholding tax at source.

2. Mahana Amdani Accounts were introduced w.e.f. 02-03-1983

3. Defence Saving Certificates introduced w.e.f. 08-11-1966

4. National Deposit Accounts/Certificates discontinued w.e.f. 01-03-1984 and w.e.f. 04-02-1990. Rollover facility have been provided to the existing deposits maturing on and after 5-02-1990 at 13% per annum subject to 10% withholding tax

5. Special Saving Certificates/Accounts (Registered/Bearer) have been introduced w.e.f. 4-02-1990.

6. Withholding tax at 2% was levied on the value of certificates purchased on and after 15-06-1995. Discontinued w.e.f. 20-02-1997. Rates are quoted for outstanding amount as on today.

7. Regular Income certificates introduced w.e.f. 02-02-1993

8. Pensioner's Benefit Accounts introduced w.e.f. Jan, 2003

9. The scheme has been introduced w.e.f. 01-07-2003 especially for widows.

Notes: i. Profit on deposits exceeding Rs. 300,000 earned on investment made in NSS Except RIC & MAA during the period from 01-07-2001 to 30-06-2002 is subject to deduction of 10% withholding tax.

ii. Profit on deposits exceeding Rs. 150,000 earned on investment made on or after 01-07-2002 is subject to 10% withholding tax at source.