

FORM 15G and 15H

Interest paid/ credited on Time Deposits are subject to deduction of tax at source (TDS) at the applicable rates in force under the provisions of the Income-tax Act, 1961. However, such TDS will not apply, among others, in the following cases:

1. Where the aggregate interest likely to be paid/credited by a branch to a person **resident** in India does not exceed ₹10,000 (prior to 1 June 2007, ₹5,000) during a financial year (runs from 1 April to 31 March).
2. In the case of **any person (except company or firm)** [Section 197A(1A) read with Rule 29C]:
 - a. who is **resident** in India; *and*
 - b. whose **annual total income tax liability** on estimated Total Income for the relevant financial year (runs from 1 April to 31 March) is **Nil** (please note that the total income tax liability is to be computed ignoring any TDS); *and*
 - c. the aggregate 'interest' payable/creditable on Term Deposit(s) during the relevant financial year does **not exceed** the maximum amount not chargeable to income tax in the case of such Person; *and*
 - d. as such, who submits to the Branch a duly completed declaration in the prescribed **Form No. 15G (in duplicate)** well in **advance** for **each** financial year. Please note that Form 15G has to be submitted for each financial year. Please also note that any delay/default in submitting Form No 15G will make the interest paid/credited on or before the date of such submission (to the Branch) liable for due TDS. Any TDS refund claim will therefore lie directly with the Income Tax Department and not with the Bank.
3. In the case of an **individual** [Section 197A(1C) read with Rule 29C]:
 - a. who is **resident** in India; *and*
 - b. who is of **age 65 years or above at any time** during the relevant financial year (runs from 1 April to 31 March); *and*
 - c. whose **annual total income tax liability** on his / her estimated Total income for the relevant financial year is **Nil** (please note that the total income tax liability is to be computed ignoring any TDS); *and*
 - d. as such, who submits to the Branch a duly completed declaration in the prescribed **Form No. 15H (in duplicate)** well in **advance** for **each** financial year. Please note that Form 15H has to be submitted for each financial year. Please also note that any delay/default in submitting Form No. 15H will make the interest paid/credited on or before the date of such submission (to the Branch) liable for due TDS. Any TDS refund claim will therefore lie directly with the Income Tax Department and not with the Bank.

