



**RBI**

**FLOATING RATE  
SAVINGS  
BONDS 2020  
(FRSB)**



# **Government of India (GoI) - RBI Floating Rate Savings Bonds 2020 (Taxable)**

## **Features & Benefits of Govt. of India -RBI Floating Rate Savings Bonds 2020 (Taxable)**

**(All Branches of PNB are authorized to accept applications for FRSB 2020 (Taxable). Branches of e-UNI & e-OBC will accept applications for FRSB 2020 (Taxable) after amalgamation is completed.)**

1. Interest (Coupon) Rate: 7.15% p.a. rate of interest\*, (\* - The coupon/interest of the bond would be reset half yearly starting with Jan 1st, 2021 and thereafter every July 1st and Jan 1st. The coupon rate will be linked/pegged with prevailing National Saving Certificate (NSC) rate with a spread of (+) 35 bps over the respective NSC rate.)
2. Interest Payment Option: Only Half Yearly interest payment option, on Jan 1st & July 1st every year. No Cumulative Option.
3. Maturity Period: 7 years tenure of the bond from the date of issue.
4. Safety: GoI bonds are issued by RBI. They are sovereign in nature & absolutely safe, 100% risk free investment.
5. Maximum Investment Limit: No maximum limit on investment.
6. Form of the Bonds: Application to be done in physical mode. Bonds will be issued in Electronic form, held in the Bond Ledger Account (BLA). BLA will be opened by the Receiving Office in the name of investor/s.
7. Maturity Payment: Amount will be credited to your Bank A/c.
8. Interest on Bond will be paid, by through TRANSFER/DD / NEFT etc. by credit to bank a/c.
9. Any Bank cheque can be used for investments.
10. Separate bank / Demat a/c is not required / mandatory for GoI-RBI Floating Rate Savings Bonds.
11. Special provisions available for premature redemption / withdrawal facility for Senior Citizens:-
  - i. for investor in the age bracket of 60 to 70 years after 6 years,
  - ii. for investor in the age group of 70-80 after 5 years and
  - iii. for investor in the age exceeding 80 years would be 4 years from the date of issue.

## **ELIGIBILITY TO INVEST IN FLOATING RATE SAVING BONDS 2020**

### **1) An Individual, not being a Non Resident Indian**

- (1) In his or her individual capacity or
- (2) In individual capacity on joint basis or
- (3) In individual capacity on anyone or survivor basis or
- (4) On behalf of a minor as father/mother/legal guardian

### **2) A Hindu Undivided Family**

## **Ineligible to invest in FLOATING RATE SAVING BONDS 2020**

- 1) Non Resident Individual
- 2) Banks
- 3) Sole Proprietorships
- 4) Partnership Firms
- 5) LLP
- 6) Companies including group companies
- 7) Family trusts
- 8) Charitable and Religious Trusts 9) Association of Persons 10) Co- operative Societies, etc.

For more information, [click here](#).