



A Govt. of India Owned Bank



NRI Sampark

A Quarterly Newsletter for esteemed NRI clients by IDBI Bank – Vol. I, July – September 2013

Dear NRI Patrons,

Greetings from IDBI Bank!

During the year, IDBI Bank is completing 50 years in the service of the nation. Since 1964, IDBI Bank had a glorious role in nation building and laid the groundwork for industrial development in the country, building a large & sustainable cadre of entrepreneurs and contributed substantially to building up the financial architecture of the country.

In 2004 in response to the need and on commercial prudence, IDBI took on the additional mantle to become a full-fledged commercial bank. In the nine years since, IDBI has become the youngest, new generation, public sector universal bank that rides on a cutting edge core banking Information Technology platform recording one of the fastest growths in the banking industry in India. The bank has set up 1156 branch offices, 1917 Automated Teller Machines and one International Office at DIFC, Dubai as on September 30, 2013.

The Bank uses a state-of-the-art information technology platform to structure and deliver personalised and innovative banking services. Its customized solutions to clients, across delivery channels, have placed IDBI Bank amongst India's largest and most respected commercial banks.

In this 50th year, IDBI bank is pleased to present our newly launched NRI newsletter, which will cover topics of relevance and interest to you.

We value your patronage and look forward to receiving your feedback / suggestions by e-mail to nri@idbi.co.in . The newsletter will also be available on our website www.idbi.com

Best wishes for the forthcoming festive season!

Warm regards,

N R Viswanadhan

General Manager – NRI Services



IDBI Bank in News

1. Shri M. S. Raghavan has assumed charge as Chairman and Managing Director of IDBI Bank on July 5, 2013. Prior to the current assignment, Shri Raghavan was posted as Executive Director, Bank of India, with effect from January 1, 2012.
2. IDBI Bank has been adjudged winner in 'Human Capital Development Category' for "Leveraging Human Capital to Deliver Customer Delight and Impact Overall Growth" at the ADFIAP (Association of Development Financing Institutions in Asia & the Pacific) Development Awards 2013 in Ulaanbaatar, Mongolia.
3. Shri H R Khan, Deputy Governor, Reserve Bank of India formally launched IDBI Bank's initiative of retailing Government's Inflation Indexed Bonds (IIBs) through the newly revamped IDBI Samridhhi Portal on July 12, 2013, at an event held at IDBI Bank's Head Office at Mumbai
4. IDBI Bank has increased interest rates on foreign currency nonresident FCNR (B) and non-resident external (NRE) deposits across select maturity buckets, aimed at attracting foreign currency inflows from NRI Diaspora.

Interest rates on FCNR (B) deposits for the tenor of 3 yrs and above has been increased by 100 basis points (bps) across all nine currencies. In respect of NRE Deposits, the rates have been hiked for the tenor of more than 3 years up to 7 years. No premature penalty shall be levied on retail NRI deposits.

The revised rates, which take effect from August 20, 2013 shall be valid up to November 30, 2013 subject to review.

5. Shri Melwyn Rego, Executive Director, IDBI Bank Ltd., has been appointed as Whole-Time Director, designated as Deputy Managing Director, on the Board of Directors of IDBI Bank Ltd. by the Government of India for a period of 5 years.
6. IDBI, in its 50th year that began on July 1, 2013, introduced a special "Golden Jubilee Freedom Deposit" scheme from October 1, 2013 to commemorate the landmark.



Interest Rates on NRI Deposits

Non Resident Ordinary - NRO Deposit rates (Effective October 1, 2013)

Tenor	Interest rate (% p.a.) for deposit less than Rs 1 Cr
15 - 45 days	6.00
46 days to 200 days	8.50
201 days to 1 year	8.75
1 year 1 day to 499 days	9.00
500 days (Golden Jubilee Freedom Deposit)	9.40
> 500 days -< 50 months	9.00
50 months (Golden Jubilee Freedom Deposit)	9.25
> 50 months to 5 years	9.00
> 5 yrs - 7 yrs	8.75
> 7 yrs - 10 yrs	8.50

Recurring NRO Deposits

Maturity Slab	Interest rate (% p.a.)
1 year – 15 months	8.75
> 15 months – 5 yrs	9.00
> 5 yrs – 7 yrs	8.75
> 7 yrs – 10 yrs	8.50

Non Resident External - NRE Deposit rates* (Effective October 1, 2013)

Tenor	Interest rate (% p.a.) for deposit less than Rs 1 Cr
1 year	8.75
1 year 1 day to 499 days	9.00
500 days (Golden Jubilee Freedom Deposit)	9.40
> 500 days to 3 yrs	9.00
> 3 years - 5 years	9.50
> 5 yrs - 7 yrs	9.00
> 7 yrs - 10 yrs	8.50

Recurring NRE Deposits

Maturity Slab	Interest rate (% p.a.)
1 year – 15 months	8.75
> 15 months – 5 yrs	9.00

***Condition applies**

The rates mentioned are subject to change from time to time. Please verify the rates on our website www.idbi.com

No interest is payable on NRE / FCNR (B) deposit closed prematurely in less than a year

DTAA benefit available for TDS on NRO Deposits

Foreign Currency Non Resident (Bank) - FCNR (B) deposit rates (% p.a.)* (Effective October 1, 2013)

Maturity Slab	USD	GBP	EUR	AUD	CAD	JPY	SGD	HKD	CHF
1 Year - less than 2 Years	2.63	2.87	2.47	4.52	3.49	2.41	2.39	2.52	2.24
2 Years - less than 3 Years	2.48	2.83	2.57	4.79	3.47	2.26	2.58	2.67	2.19
3yrs to less than 4yrs	4.77	5.12	4.77	7.08	5.73	4.29	4.90	4.96	4.33
4yrs to less than 5yrs	5.16	5.44	5.00	7.39	6.01	4.34	5.25	5.31	4.52
5yrs only	5.53	5.71	5.24	7.61	6.24	4.41	5.55	5.67	4.73



Interest Rates on loans for NRIs

The Bank offers Home Loans, Loan against property and Auto Loans to Salaried NRIs. The interest rates for various loans across loan amounts and tenor are as under:

(Effective August 10, 2013)

Products	Loan Amount	Rate of Interest	Tenor	NRI Category
Home Loan(Floating)	For all loan amounts	10.25% (BR+0%)	15 years	Salaried
Home Loan-Interest Saver(Floating)	For all loan amounts	10.50% (BR+0.25%)	10 years	Salaried
Home Loan(Fixed) (From 3 years to 10 years)	Up to Rs 30 Lakh	10.75% (BR+0.50%)	15 years	Salaried
	Above Rs 30 Lakh	11.00% (BR+0.75%)		
Balance Transfer Facility	For all loan amounts	Applicable Home Loan Rates	Applicable Home Loan Tenor	Salaried
Loan against Property	For all loan amount	12%-13.00% (BR+1.75% to 2.75%)	15 years	Salaried
Loan against rent receivables.				
Loan against Property-Interest Saver				
Auto Loan	For all loan amount	10.50% (BR+0.25%)	7 years	Salaried

Note : The interest rates are subject to change from time to time. Please verify the rates on our website www.idbi.com

BR = Base Rate

Product Focus - SWIFT Remittance facilities from overseas



NRIs can remit money directly through our correspondent banks mentioned below:

LIST OF OUR CORRESPONDENT BANKS

Currency	Correspondent Bank	Account No.	Swift Address
US Dollar (USD)			
USD	Citibank N.A, New York	3615-1898	CITIUS33
USD	Deutsche Bankers Trust Company, New York	04-169-786	BKTRUS33
USD	Bank of New York, New York	8900-418-613	IRVTUS3N
USD	Wachovia Bank, New York	2000-193-00-1493	PNBPUS3NNYC
USD	Standard Chartered Bank, New York	3582-0670-16001	SCBLUS33XXX
USD	J P Morgan, New York	811165505	CHASUS33
Euro (EUR)			
EUR	Commerzbank	400875045700	COBADEFF
EUR	Deutsche Bank AG, Frankfurt	(100) 9534132-00	DEUTDEFF
EUR	Wachovia Bank, London	4696162	PNBPGB2L
Pound Sterling (GBP)			
GBP	Standard Chartered Bank, London	01-70876-2401	SCBLGB2LXXX
Swiss Franc (CHF)			
CHF	Union Bank of Switzerland, Zurich (Swiss Franc)	230-94752.05Y	UBSWCHZH80A
Japanese Yen (JPY)			
JPY	Citibank, Tokyo	0-221-843-401	CITIJPJT
Canadian Dollars (CAD)			
CAD	Royal Bank of Canada	95911030634	ROYCCAT2xxx
Other Currencies			
AED	Abu Dhabi Commercial Bank	100626001001	ADCBAEAAxxx
AUD	HSBC Bank Australia Limited	011-795861-041	HKBAAU2SSYD
SGD	Deutsche Bank	2773679-00-0	DEUTSGSGxxx
SEK	Skandinaviska Enskilada Banken	52018560867	ESSESESS
NOK	Nordea Bank Norge Asa	60010206203	NDEANOKKxxx
HKD	Hongkong and Shanghai Banking Corp Ltd	502379365001	HSBCHKHHHKH
DKK	Den Danske Bank, Copenhagen (Danish Krone)	3996-070-794	DABADKKK
KRW	Standard Chartered Bank Korea Ltd	195-10-010934	SCBLKRSEXXX

Product Focus - SWIFT Remittance facilities from overseas ctd....



Instructions to be given to your banker:

(Specimen Format)

Please remit (currency + amount) USD 1000 to IDBI Ltd, Mumbai, Account No. 3615-1898 with Citibank N.A. New York (correspondent bank name and location)(Swift Code CITIUSS33) for further credit to my Account No 1234123412341234with IDBI Ltd. (Swift code IBKLINBB) Andheri, Mumbai (branch and city), India.

Additional information to be given for fixed deposits:

Proceeds to be placed as a fixed deposit (NRE/NRO/FCNR-B) for a period of 36 months, with IDBI Ltd, Andheri, Mumbai (branch and city). My Customer ID is 123456

Special arrangement for non-levy of correspondent Bank charges

An arrangement has been made with all the US correspondent banks for USD currency and with Deutsche Bank for EURO currency for inward remittances such that:

No charges would be deducted on inward remittance up to USD 1000 and EURO 1000 for all transactions irrespective of customer type.

For incoming all transactions above USD 1000 and EURO 1000, no charges would be levied by the correspondent bank on the inward remittance if the remittance is for NRE / NRO / FCNR accounts. However, the correspondent bank will be able to identify the same only if the remitting bank mentions the code words - NRE / NRO / FCNR in the SWIFT payment message - MT103 in the account number field 59, or details of remittance - field 70.

Hence it is important that the remitting bank puts the above code words so that no charges are deducted on the inward remittances for the NRE, NRO and FCNR accounts.

Economic Outlook



PMEAC's Economic Outlook 2013-14

The Economic Advisory Council to the Prime Minister (PMEAC) recently released revised estimates for various macroeconomic indicators for FY '14 ostensibly based on the actual performance up to Jul '13. The highlights of the same are as follows:

PROJECTION FOR FY 2013-14			
Indicator	Units	2012-13 (A)	2013-14 (RE)
GDP*	Per cent	5.00%	5.30%
Investment Rate	Per cent	35.00%	34.70%
Domestic Savings Rate	Per cent	30.20%	31.00%
WPI (point-to-point, end-Mar)	Per cent	5.7% (7.4%*)	5.50%
CAD as a % of GDP	Per cent	4.80%	3.80%
Net Capital flows	USD Billion	89.4	61.4
Fiscal Deficit (as a % of GDP)	Per cent	4.90%	4.80%
Source: PMEAC			
(A): Actual, (RE): Revised Estimates; * Avg WPI for 2012-13			

On the other hand, the RBI reiterated that while the growth momentum of the economy continues to be below its potential, it is likely to pick-up in the second half of FY14, aided by higher agricultural output, upsurge in exports and augmented infrastructural investment.

Disclaimer: - The contents of the above article are based on information received from various sources and while compiling every effort has been made to ensure that the information is accurate and authentic. IDBI Bank does not accept any responsibility for interpretation of various rules or any errors/omissions in the newsletter.

Recently introduced products & services

Capital Gain Accounts Scheme, 1988

NRI clients can now save tax on capital gains made by selling a capital investment like residential house, flat etc. by investing in NRO Savings Bank deposits & NRO Fixed Deposits with IDBI Bank under the Capital Gains Account Scheme, 1988 of the Govt. of India, subject to the terms and conditions of the scheme.

FCNR Deposits in additional currencies

NRI Clients' now have a wider choice of currencies to choose from for booking their FCNR (B) Deposits with IDBI Bank. With the addition of four new currencies viz. HKD, SGD, CHF & JPY to the existing currency list of USD, GBP, EUR, AUD & CAD, NRI Clients' can now choose from a basket of total nine currencies for booking their FCNR(B) Deposits with IDBI Bank

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