

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:3259
ANSWERED ON:12.12.2014
REVISION OF INTEREST RATE
Gaikwad Dr. Sunil Baliram

Will the Minister of FINANCE be pleased to state:

- (a) the rate of interest applicable on each Small Savings Scheme as on date.
- (b) whether the Government has decided to revise the rate of interest of Public Provident Fund (PPF) and other small savings schemes of the government; and
- (c) if so, the details thereof and if not the reasons there for scheme-wise?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE: SHRIJAYANTSINHA:

(a): Sir, interest rates applicable on each Small Savings Scheme w.e.f. 1.4.2014 are annexed herewith.

(b) & (c): Interest rates on Small Savings Schemes are Administered Interest Rates, and are benchmarked to the average annual yield on Government Securities of comparable maturity in the secondary market with a suitable spread over the benchmark yield, depending upon the maturity and liquidity of the instruments. The interest rates of Small Savings Schemes have been benchmarked to G-Sec. yields of equivalent maturity with suitable spread and are reset every 1st April.

ANNEXURE

Instrument	Rate of interest (%) w.e.f. 1.4.2014
Savings Deposit	4.0
1 Year Time Deposit	8.4
2 Year Time Deposit	8.4
3 Year Time Deposit	8.4
5Year Time Deposit	8.5
5 Year Recurring Deposit	8.4
5 Year SCSS	9.2
5 Year MIS	8.4
5 Year NSC	8.5
10 Year NSC	8.8
PPF	8.7