



भारतीय रिज़र्व बैंक
RESERVE BANK OF INDIA

www.rbi.org.in

RBI/2014-15/463

IDMD(DGBA).CDD.No. 3484 /15.02.001/2014-15

February 09, 2015

The Chairman and Managing Director/Managing Director
Head Office, Government Accounts Department
State Bank of India/State Bank of Patiala/
State Bank of Bikaner & Jaipur/State Bank of Travancore/
State Bank of Hyderabad/State Bank of Mysore/Andhra Bank/
Allahabad Bank/Bank of Baroda/Bank of India/Punjab & Sind Bank/
Bank of Maharashtra/Canara Bank/Central Bank of India/
Corporation Bank/Dena Bank/Indian Bank/Indian Overseas Bank/
Punjab National Bank/Syndicate Bank/UCO Bank/Oriental Bank of Commerce/
Union Bank of India/United Bank of India/Vijaya Bank/IDBI Bank Ltd./ICICI Bank Ltd.

Dear Sir/Madam,

Kisan Vikas Patra, 2014

1. We forward herewith a copy of the Government of India Notification No.G.S.R.705 (E) dated September 23, 2014 regarding the Kisan Vikas Patra (KVP), 2014 Scheme for necessary action at your end. The Government of India, vide this Notification, has notified the Kisan Vikas Patra Rules, 2014, which came into force with effect from September 23, 2014. As per the Notification, the new Kisan Vikas Patra, 2014 Scheme, is required to be implemented through the designated branches of the Agency banks, which have been authorized for Public Provident Fund, 1968 (PPF, 1968) Scheme, together with Post Offices, doing Savings Bank Work.

2. As per Rule 2(f) of the Kisan Vikas Patra Rules, 2014, authorized branches of the Agency banks, which are conducting PPF, 1968 business, are also eligible for conducting the Kisan Vikas Patra, 2014 business. Agency banks may follow the same reporting procedure as prescribed for PPF, 1968 Scheme.

3. Details of accounting procedure for various transactions under the scheme are under finalization. Pending this, transactions under the Scheme may be classified as under:

**Receipt & Payment : 8002 - Savings Certificates
00-107 - Post Office Certificates (New Series)
01- Current Series**

आंतरिक ऋण प्रबंध विभाग, केंद्रीय कार्यालय, 4थी मंजिल, भायखला ऑफिस बिल्डिंग, मुंबई सेंट्रल रेलवे स्टेशन के सामने, भायखला, मुंबई - 400 008, भारत

फोन : (022) 2308 4121, फैक्स : (022) 2300 0370/2301 0095, ई-मेल : cgmidmd@rbi.org.in

Internal Debt Management Department, Central Office, 4th Floor, Byculla Office Building, Opposite Mumbai Railway Station, Byculla, Mumbai-400 008, India
Telephone:0222308 4121,Fax:022 2300 0370/2301 0095,Email: cgmidmd@rbi.org.in

हिन्दी आसान है. इसका प्रयोग बढ़ाइए।

चेतावनी : रिज़र्व बैंक द्वारा ईमेल, डाक, एसएमएस या फोन काल के जरिये किसी की भी व्यक्तिगत जानकारी जैसे बैंक खाते का ब्यौरा, पासवर्ड आदि नहीं मांगी जाती है।
यह धन रखने या देने का प्रस्ताव भी नहीं करता है। ऐसे प्रस्तावों का किसी भी तरीके से जवाब मत दीजिये।

Caution: RBI never sends emails, SMSs or makes calls asking for personal information like bank account details, passwords, etc. It never keeps or offers funds to anyone. Please do not respond in any manner to such offers.

Interest : **02 - Kisan Vikas Patra**
8008- Income &Expenditure of National Small Savings Fund
02 - Interest Payment to Subscribers
102 - Interest on National Saving Certificates
08 - Post Office National Saving Certificates
09 - Kisan Vikas Patra
45 - Interest.

4. Reporting of the KVP, 2014 transactions i.e. receipt, payment, penalty, etc. may be directly credited to the Government Account at Central Account Section, Reserve Bank of India, Nagpur on daily basis like the transactions of PPF, 1968, in order to have uniformity in reporting, reconciliation and accounting.

5. The Agency banks are required to observe the rules and regulations of the Scheme, and non-observance of rules and regulations would attract penal action, including de-authorization of the branch or bank. Pecuniary liabilities, if any, arising from such non-observance shall be borne entirely by the bank.

6. You may, therefore, approach Central Account Section, Reserve Bank of India, Nagpur for necessary arrangements to report KVP, 2014 transactions with immediate effect.

7. The respective Agency bank will place the indent for the Kisan Vikas Patra certificates before the National Savings Institute (NSI), Seminary Hills, Nagpur and pick up the required stock of KVP certificates from India Security Press (ISP), Nasik. All the Agency banks are required to submit periodical report regarding progress of the collection in respect of KVP to the Budget Division, Ministry of Finance, Government of India, and New Delhi.

8. The contents of this circular may be brought to the notice of the branches of your bank operating the PPF, 1968 Scheme. These instructions should also be displayed on the notice boards of your branches for information.

Yours faithfully

(R. K. Singh)
Deputy General Manager

Encls: As above

MINISTRY OF FINANCE
(Department of Economic Affairs)
NOTIFICATION

New Delhi, the 23rd September, 2014

G.S.R. 705(E).—In exercise of the powers conferred by section 12 of the Government Savings Certificates Act, 1959 (46 of 1959) and in supersession of the Kisan Vikas Patra Rules, 1988 except as respects things done or omitted to be done before such supersession, the Central Government hereby makes the following rules, namely:—

1. Short title and commencement.—(1) These rules may be called the Kisan Vikas Patra Rules, 2014.
(2) They shall come into force on the day of their publication in the Official Gazette.

2. Definitions.—In these rules, unless the context otherwise requires, -

- (a) “Act” means the Government Savings Certificates Act, 1959 (46 of 1959);
- (b) “cash” means the cash in Indian currency;
- (c) “Certificate” means the Kisan Vikas Patra;
- (d) “Form” means a Form annexed to these rules;
- (e) “Post Office” means any departmental post office in India doing Savings Bank work;
- (f) “Bank” means any branch of State Bank of India and its associate banks, designated branches of Nationalized and other commercial banks, authorized for Public Provident Fund Scheme;
- (g) words and expressions used herein and not defined but defined in Post Office Savings Certificate Rules, 1960 shall have the meanings respectively assigned to them in those rules.

3. Application of Post Office Savings Certificate Rules, 1960.—The provisions of the Post Office Savings Certificate Rules, 1960 shall, so far as may be, apply in relation to matters for which no provision has been made in these rules.

4. Denomination of Certificates.—The Kisan Vikas Patra shall be issued in denominations of Rs. 1,000/-, Rs. 5,000/-, Rs.10,000/- and Rs. 50,000/-.

5. Purchase of Certificate.—Any number of Certificates of the denominations specified in rule 4 may be purchased.

6. Type of Certificates and issue thereof.—(1) The Certificates shall be of the following types, namely :—

- (a) Single holder type Certificates;
- (b) Joint ‘A’ type Certificates; and
- (c) Joint ‘B’ type Certificates.

(2) (a) A single holder type Certificate may be issued to – (a) an adult for himself or on behalf of a minor or to a minor;

(b) A Joint ‘A’ type Certificate may be issued jointly to two adults payable to both holders jointly or to the survivor.

(c) A Joint ‘B’ type Certificates may be issued jointly to two adults payable to either of the holders or to the survivor.

7. Procedure for purchase of Certificate.—(1) Any person or persons specified in rule 6, desiring to purchase a Certificate, shall present an application in a Form A either in person or through an authorized agent of the small savings schemes at a Post Office or Bank.

(2) Payment for the purchase of a Certificate may be made to a Post Office or Bank in any of the following modes, namely:—

(i) by cash; or

(ii) by locally executed cheque, pay order or demand draft drawn in favour of the Post Master; or

(iii) by presenting a duly signed withdrawal form or cheque together with the passbook for withdrawal from Savings Account standing in credit of the purchaser at the same Post Office or Bank.

8. Issue of Certificates.—(1) On payment being made under rule 7, except where payment is made by a cheque, pay order or demand draft, a Certificate shall be issued immediately and the date of such Certificate shall be the date of payment.

(2) Where payment for the purchase of a Certificate is made by cheque, pay order or demand draft, the Certificate shall not be issued before the proceeds of the cheque, pay order or demand draft, as the case may be, are realized and the date of such Certificate shall be date of encashment of the cheque, pay order or demand draft, as the case may be.

(3) If, for any reason a Certificate cannot be issued immediately, a provisional receipt shall be given to the purchaser which may later be exchanged for a Certificate and in such a case the date of Certificate shall be the date of provisional receipt.

9. Transfer from Post Office to Bank and vice-versa.—(1) A Certificate may be transferred from a Post Office or Bank at which it stands registered, to any other Post Office or Bank to the holder or holders making an application in Form B either at Post Office or Bank.

(2) Every such application shall be signed by the holder or holders of the Certificate:

Provided that in the case of Joint 'A' type Certificate or Joint 'B' type Certificate, the application may be signed by one of the joint holders if the other is dead.

10. Transfer of Certificate from one person to another.—(1) A Certificate may be transferred from one person to another with the consent in writing to an officer of the Post Office or Bank as specified in the Table below (hereinafter referred to in these rules as authorized Post Master or Bank Officer) :—

TABLE

Cases in which transfer can be sanctioned	Designation of the Officer competent to grant permission for transfer
(1)	(2)
(a) (i) From the name of a deceased holder to his heir.	Post Master of the Post Office or Bank Officer of the branch, where the Certificates stands registered.
(ii) From a holder to a court of law or to any other person under the orders of court of law.	-do-
(iii) From a single holder to the names of joint holders of whom the transferee shall be one.	-do-
(iv) From Joint holders to the name of one of the joint holders.	-do-
(b) From Single or joint holders to another person.	-do-

(2) An authorized Post Master or Bank Officer referred to in sub-rule (1) shall give his consent to the transfer of a Certificate only if the following conditions are satisfied, namely:—

- (a) the transferee is eligible under these rules to purchase Certificates;
- (b) the transfer is made after the expiry of a period of at least one year from the date of purchase of the Certificate or where the transfer is sought before the expiry of such period, the transfer falls under any of the following categories, namely:—
 - (i) transfer in the name of the heir or nominee of the deceased holder;
 - (ii) transfer from a holder to a court of law or to any other person under the orders of the court of law;
 - (iii) transfer in accordance with rule 11;

- (iv) transfer in the name of the survivor in the event of death of one of the joint holders;
- (c) an application for transfer is made in Form B and is signed by the holder or holders of the Certificate:
- Provided that in the case of Joint 'A' type Certificate or a Joint 'B' type Certificate, the application may be signed by one of the holders, if the other is dead.
- (3) No transfer shall be permitted in respect of a Certificate held by or on behalf of a minor till the minor is alive.
- (4) In every case of transfer, other than a transfer under rule 11, the original Certificate shall be duly discharged and the new Certificate bearing the same date as that of the original Certificate surrendered shall be issued in the name of the transferee.
- (5) Transfer of Certificate from one person to another under this rule shall be permissible.

11. Pledging of Certificates.—(1) On an application being made in Form B by the transferor and the transferee, the Post Master or Bank Officer of the office of the registration may, at any time, permit the transfer of any Certificate as security to –

- (a) the President of India or Governor of a State in his official capacity;
- (b) the Reserve Bank of India or a Scheduled Bank or a Cooperative Society including a Cooperative Bank;
- (c) a Corporation or a Government company;
- (d) a local authority; and
- (e) a Housing Finance Company approved by the National Housing Bank and notified by the Central Government :

Provided that the transfer of a Certificate purchased on behalf of a minor shall not be permitted under this sub-rule unless the parent or the guardian of the minor referred to in sub-clause (i) or as the case may be, sub-clause (ii) of clause (b) of section 5 of the Act, for the benefit of the minor.

(2) When any Certificate is transferred as security under sub-rule (1), the Post Master or Bank Officer of the office of the registration shall make the following endorsement on the Certificate, namely:-

'Re-transferred to

12. Nomination.—(1) Subject to the provisions of sub-rules (2) to (6), the single holder or joint holders of a Certificate may on filling necessary particulars in Form C at the time of purchasing the Certificate, nominate any person who, in the event of death of the single holder or both the joint holders, as the case may be, shall become entitled to the Certificate and to the payment of the amount due thereon and if such nomination is not made at the time of purchasing the Certificate, it may be made by the single holder, the joint holders or the surviving joint holder, as the case may be, at any time after the purchase of the Certificate but before its maturity, by means of an application in Form C to the Post Master or Bank Officer of the office at which the Certificate stands registered.

- (2) No nomination shall be made in respect of a Certificate applied for and held by or on behalf of a minor.
- (3) A nomination made by the holder or holders of a Certificate under this rule may be cancelled or varied by submitting an application in Form D.
- (4) Separate application for nomination, cancellation of nomination or variation of nomination shall be made in respect of Certificates registered on different dates.

- (5) The nomination or cancellation of a nomination or variation of a nomination shall be effective from the date it is registered in the post office, which shall be noted on the Certificate.
- (6) No fee shall be charged for the nominations made first time, but a fee of Rs. 20/- per subsequent nomination or cancellation shall be charged by the Post Office or Bank.

13. Post maturity interest.—Where repayment of the amount, inclusive of interest, under the rule 16 has become due but has not been made, interest shall be allowed on the amount due on the date of repayment of the amount subject to the following conditions, namely:—

- (a) the interest shall be simple and shall be calculated at the rate applicable from time to time to Post Office Savings Accounts of the type of single or joint account;
- (b) for the purpose of payment of interest, any part of the period which is less than one month shall be ignored;
- (c) the interest shall be paid to the depositor in lump sum at the time of repayment of the amount due.

14. Replacement of lost or destroyed Certificate .- (1) If a Certificate is lost, stolen, destroyed, mutilated, the person entitled thereto may apply for the issue of a duplicate Certificate to the Post Office or Bank of issue.

(2) Where an application under sub-rule (1) has been made to a Post Office or Bank other than the Post Office or / Bank of issue, the said Post Office or Bank shall forward such application to the Post Office or Bank of issue.

(3) Every application under sub-rule (1) shall be accompanied by ,-

- (a) a statement showing particulars, such as number, amount and date of the Certificate and the circumstances of such loss, theft, destruction, mutilation or defacement;
- (b) Identity slip, if any.

(4) If the Post Master of the Post Office or Bank Officer of the branch of issue is satisfied as to the loss, theft, destruction, mutilation or defacement of the Certificate, he shall issue a duplicate Certificate on the applicant's furnishing an indemnity bond in the form laid down by the Department of Posts or Bank with two sureties or with a bank's guarantee:

Provided that where such application is made with respect to a Certificate mutilated or defaced, a duplicate Certificate may be issued without any such indemnity bond, surety or guarantee, if the Certificate mutilated or defaced is surrendered and the Certificate is capable of being identified as the one originally issued.

(5) A duplicate Certificate issued under sub-rule (4) shall be treated as equivalent to the original Certificate for all the purposes, except that it shall not be encashable at a Post Office or Bank other than the Post Office or Bank of issue without previous verification.

15. Place of encashment .- A Certificate shall be encashable at the Post Office or Bank of its Issue:

Provided that a Certificate may be encashed at any other Post Office or Bank if the Officer-in-Charge of that Post Office or Bank is satisfied on verification from the Post Office or Bank of issue that the person presenting the Certificate for encashment is entitled thereto.

16. Encashment on maturity.—(1) The maturity period of a Certificate of any denomination shall be eight years and four months commencing from the date of issue of the Certificate.

(2) The amount inclusive of interest, payable on encashment of a Certificate at any time after the expiry of its maturity period shall be Rs. 2000 for denomination of Rs.1000 and at proportionate rate for any other denomination.

17. Premature encashment.—(1) Notwithstanding anything contained in rule 16, a Certificate may be prematurely encashed any time under the following circumstances, namely :-

- (a) on the death of the holder or any of the holders in the case of a joint holder;
- (b) on forfeiture by a pledge being a Gazetted Government officer;
- (c) when ordered by a court of law.

(2) If a Certificate is encashed under sub-rule (1) face value of the Certificate, together with simple interest calculated at the rate applicable from time to time to accounts under Post Office Savings Account Rule, 1981 for the complete months for which the Certificate has been held, shall be payable.

(3) Notwithstanding anything contained in rule 16 or in sub-rule (1), if a Certificate is encashed any time after expiry of two years and six months from the date of issue of Certificate, the amount payable inclusive of interest shall be as specified in the Table below for denomination of Rs. 1000/- and at a proportionate rate for any other denomination :-

Table showing premature encashment value of Certificate – Denomination of Rs.1,000/-

(Amount in Rs.)

TABLE

After	Amount payable
(1)	(2)
2 and half years but less than 3 years	1201
3 years but less than 3 and half years	1246
3 and half years but less than 4 years	1293
4 years but less than 4 and half years	1341
4 and half years but less than 5 years	1391
5 years but less than 5 and half years	1443
5 and half years but less than 6 years	1497
6 years but less than 6 and half years	1553
6 and half years but less than 7 years .	1611
7 years but less than 7 and half years	1671
7 and half years but less than 8 years	1733
8 years but before the maturity of the Certificate	1798
On maturity of Certificate	2000

18. Discharge of Certificate.—(1) the person entitled to receive the amount due under a Certificate shall, on its encashment, sign on back thereof in token of having received the payment.

(2) In the case of a Certificate purchased on behalf of a minor who has since attained majority, the Certificate shall be signed by such a person himself or herself but his or her signature shall be attested either by the person who is known to the Post Master or Bank Officer.

19. Rectification of mistakes.—The Post Master General of a Postal Circle or the Regional or Zonal Manager of the Bank, in their respective jurisdictions, may either suo-motu or upon an application by any person interested in any Certificate issued in pursuance of these rules, rectify any clerical or arithmetical

mistakes with respect to that Certificate, provided that it does not involve any financial loss to the Government or to any such person.

20. Power to relax.—Where the Central Government is satisfied that the operation of any of the provisions of these rules causes undue hardship to the holder or holders of a Certificate, it may, by order, for reasons to be recorded in writing, relax the requirements of that provision in a manner not inconsistent with the provisions of the Act.

Form A

[See rule 7(1)]

FORM OF APPLICATION FOR PURCHASE OF KISAN VIKAS PATRA

Serial No

Post Office/Bank.....

To

The Post Master/Branch Manager,

.....

I/We hereby tender

Rs.....(Rupees..... only) in cash or by
cheque/demand draft No..... dated drawn on bank

..... for the purchase of Kisan Vikas
Patra of the type Single/Joint A/Joint B

(a) In the name(s) of S/o|W/o|D/o

.....

andS/o|W/o|D/o

.....

Resident of

.....

.....

(b) In case of minor, date of birth..... encashable by the
minor's Parent/guardian Shri/Smt.....

2. I nominate the person(s) named below who shall, on my death, receive payment.

Sr. No	Name of Nominee	Full Address	Date of Birth of minor Nominee
1			
2			
3			

3. I/We hereby agree to abide by the Kisan Vikas Patra Rules, 2014.

4. I/We hereby submit copies of following documents relating to my identification and proof of residence.

a).....

b).....

c).....

d).....

5. The Certificate(s) may be made over to we/our agent Authority No

Signature and address of

Witness of nomination

.....

Signature/thumb impression of investor

Date

.....

Address.....

.....

.....

.....

.....

.....

Received the Certificate(s)

Delete whichever is not applicable

Signature of investor/authorized agent

Date.....

.....

.....

TO BE COMPLETED BY THE POST OFFICE/BANK

Serial Nos. of Certificate	Issue Price Rs.....	Date of encashment	Initials of the Post Master/Bank Official	Remarks like transfer, issue of duplicate etc. with initials
Total				

1. Know Your Customer (KYC) documents as mentioned at Sr. No. 4 above have been received.

Date:

Signature of Post Master

Round date stamp of the Post Master/

Signature and designation and stamp of Bank Officer

Form B

[See rule 9(1), 10(2)(c)]

Form of Application for Transfer of Certificate from Post Office to a Bank and Vice-versa

To,

The Post Master/Branch Manager,

.....
.....
.....

Sir,

I/We am/are a holder(s) of Kisan Vikas Patra issued by Post Office/Bank as per the details given below:-

1. Serial No.....
2. Date of Purchase.....
3. Denomination.....
4. Registration No.....
5. Serial No.....
6. Name of the Certificate holder

I/We request you to please transfer this Certificate(s) to your Post Office/ Bank at the earliest. Photo copies of the above mentioned Certificate(s) is/are enclosed with this application.

I/We submit following documents as per the applicable Know Your Customer (KYC) norms.

1. Identity proof
2. Residence proof
3. Copy of PAN card (if the amount is more than Rs. 50,000/-)

Specimen Signature of the Certificate holder

1.
2.
3.

Yours faithfully,

.....

Name

Address.....

.....
.....

Form C

[See rule 12(1)]

Form of Application for Nomination

(This form will be filled in by the holder(s) and submitted with the Certificates to the Post Master/Bank Official of the office where the Certificates stand registered).

To,

The Post Master/Branch Manager,

.....

Under provisions of rule 12 of the Kisan Vikas Patra Rules, 2014.

I/We.....the holder (s) of Kisan Vikas Patra Certificates detailed below, hereby nominate the persons mentioned below, who shall on my/our death, become entitled to the Certificate(s) and to be paid the sum thereon to the exclusion of all other persons. I/We hereby declare that I/We have not so far made any nomination in respect of these Certificates.

Sr. No.	Name of the nominee(s)	Full address	Date of birth of nominee in case of minor

2. As the nominee(s) at the serial number (s) above is/are minor(s), I/We appoint

Shri/Smt/

Kumari.....

(name and full address) as the person to receive the sum due thereto in the event of my/our death during the minority of the nominee(s).

3. The Certificates detailed below are enclosed.

Sl. No of Certificate(s)	Denomination	Date of birth	Office of Issue

Yours faithfully

Signataure (or thumb impression, if illiterate) of holder(s)

Address

.....

Witnesses—

1. NameAddress.....

2. Name Address

Note : In the case of illiterate holders, the witnesses shall be persons whose signature is known to the Post Office/ Bank.

Order of the Post Master/Bank Officer accepting the nomination

Date stamp of Post Office/Bank seal

Signature of Post Master/Bank Officer

Form D

[See rule 12(3)]

Form of application for cancellation or variation of nomination

(This form shall be filled in by the holder(s) and submitted with the Certificates to the Post Master/Bank Officer of the office where the Certificates stand registered)

To,

The Post Master/Branch Manager,

.....

I/We the holder(s) of Kisan Vikas Patra detailed below hereby cancel the nomination previously made by me/us in respect of these Certificates and registered in your office under

No.....Dated.....

*In place of the cancelled nomination. I/We hereby nominate the person/s mentioned below, who shall on my/our death, become entitled to the savings Certificates and be paid the sum due thereof to the exclusion of all other persons.

Sl. No.	Name of the nominee(s)	Full address	Date of birth of nominee in case of minor

*To be filled in case of variation only

2. As the nominee(s) at the serial number(s)..... above is/are minor(s), I/We appoint Shri/Smt/Kumari..... (name and full address) as the person to receive the sum due thereon in the event of my/our death during the minority of the nominee(s).

3. The Certificates detailed below are enclosed.

Sl. No. of Certificates	Denomination	Date of issue	Office of issue

Address

.....

Yours faithfully,

Signature or thumb impression
 (if illiterate) of holder(s)

Witnesses :

1. Name.....Address.....
2. Name.....Address.....

Note : In the case of illiterate holders, the witnesses shall be persons whose signatures are known to the Post Office/Bank.

Order of the Post Master/Bank Officer accepting the nomination.

Date stamp of Post Office/

Signature of Post Master/Bank Officer

Bank Seal

[F. No. 2/4/2014-NS-II]
 Dr. RAJAT BHARGAVA, Jt. Secy.