

## **Guidelines on Average Monthly Balance in Savings Bank Accounts:**

Wef.01.04.2018, the requirement of Average Monthly Balance(AMB) and Penalty for non-maintenance of AMB has been revised as under.

### Requirement of Average Monthly Balance (AMB) and Penalty for Non- maintenance of AMB

<b>Population category</b>	<b>AMB wef 01.04.2017</b>	<b>01.10.2017</b>	<b>01.04.2018</b>
<b>Metro</b>	Rs 5,000/-	Rs 3,000/-	Rs 3,000/
<b>Urban</b>	Rs 3,000/-	Rs 3,000/-	Rs 3,000/
<b>Semi Urban</b>	Rs 2,000/-	Rs 2,000/-	Rs 2,000/
<b>Rural</b>	Rs 1,000/-	Rs 1,000/-	Rs 1,000/

#### **Penalty for Non-maintenance of AMB**

<b>Metro</b>	<b>01.04.2017</b>	<b>01.10.2017</b>	<b>01.04.2018</b>
Shortfall < = 50%	Rs. 50/- +GST	Rs. 30/- +GST	Rs. 10/- +GST
Shortfall > 50 – 75%	Rs. 75/- +GST	Rs. 40/- +GST	Rs. 12/- +GST
Shortfall > 75%	Rs.100/- +GST	Rs. 50/- +GST	Rs. 15/- +GST
<b>Urban</b>			
Shortfall < = 50%	Rs. 40/- +GST	Rs. 30/- +GST	Rs. 10/- +GST
Shortfall > 50 – 75%	Rs. 60/- +GST	Rs. 40/- +GST	Rs. 12/- +GST
Shortfall > 75%	Rs. 80/- +GST	Rs. 50/- +GST	Rs. 15/- +GST
<b>Semi-Urban</b>			
Shortfall < = 50%	Rs. 25/- +GST	Rs. 20/- +GST	Rs. 7.50 +GST
Shortfall > 50 – 75%	Rs. 50/- +GST	Rs. 30/- +GST	Rs.10.00 +GST
Shortfall > 75%	Rs. 75/- +GST	Rs. 40/- +GST	Rs.12.00 +GST
<b>Rural</b>			
Shortfall < = 50%	Rs. 20/- +GST	Rs. 20/- +GST	Rs. 5.00 +GST
Shortfall > 50 – 75%	Rs. 30/- +GST	Rs. 30/- +GST	Rs. 7.50 +GST
Shortfall > 75%	Rs. 50/- +GST	Rs. 40/- +GST	Rs 10.00+GST

The requirement to maintain Monthly Average Balance is not applicable to the following categories.

- Financial Inclusion accounts including PMJDY accounts.
- No Frill accounts,
- Salary Package accounts,
- Basic Savings Bank Deposit accounts
- BSBDA- Small Accounts,
- Phela Kadam and Pheli Udaan accounts,
- Minors upto the age group of 18
- Pensioners all categories
- Recipients of social security welfare benefits. (Direct Benefits). And students upto the age of 21 years.

- (i) In the event of a default in maintenance of minimum balance / average minimum balance as agreed to between the bank and customer, the bank shall notify the customer clearly by SMS / email / letter etc. that in the event of the minimum balance not being restored in the account within a month from the date of notice, penal charges will be applicable.
- (ii) In case the minimum balance is not restored within a reasonable period, which shall not be less than one month from the date of notice of shortfall, penal charges may be recovered under intimation to the account holder.
- (iii) The policy on penal charges to be so levied are decided with the approval of Board of the bank.
- (iv) The penal charges shall be directly proportionate to the extent of shortfall observed. In other words, the charges shall be a fixed percentage levied on the amount of difference between the actual balance maintained and the minimum balance as agreed upon at the time of opening of account. Accordingly, a suitable slab structure for recovery of charges is finalized.
- (v) Penal charges are reasonable and not out of line with the average cost of providing the services.
- (vi) Balance in the savings account does not turn into negative balance solely on account of levy of charges for non-maintenance of minimum balance.
- (vii) Penal charges will not be levied in In-Operative accounts.