



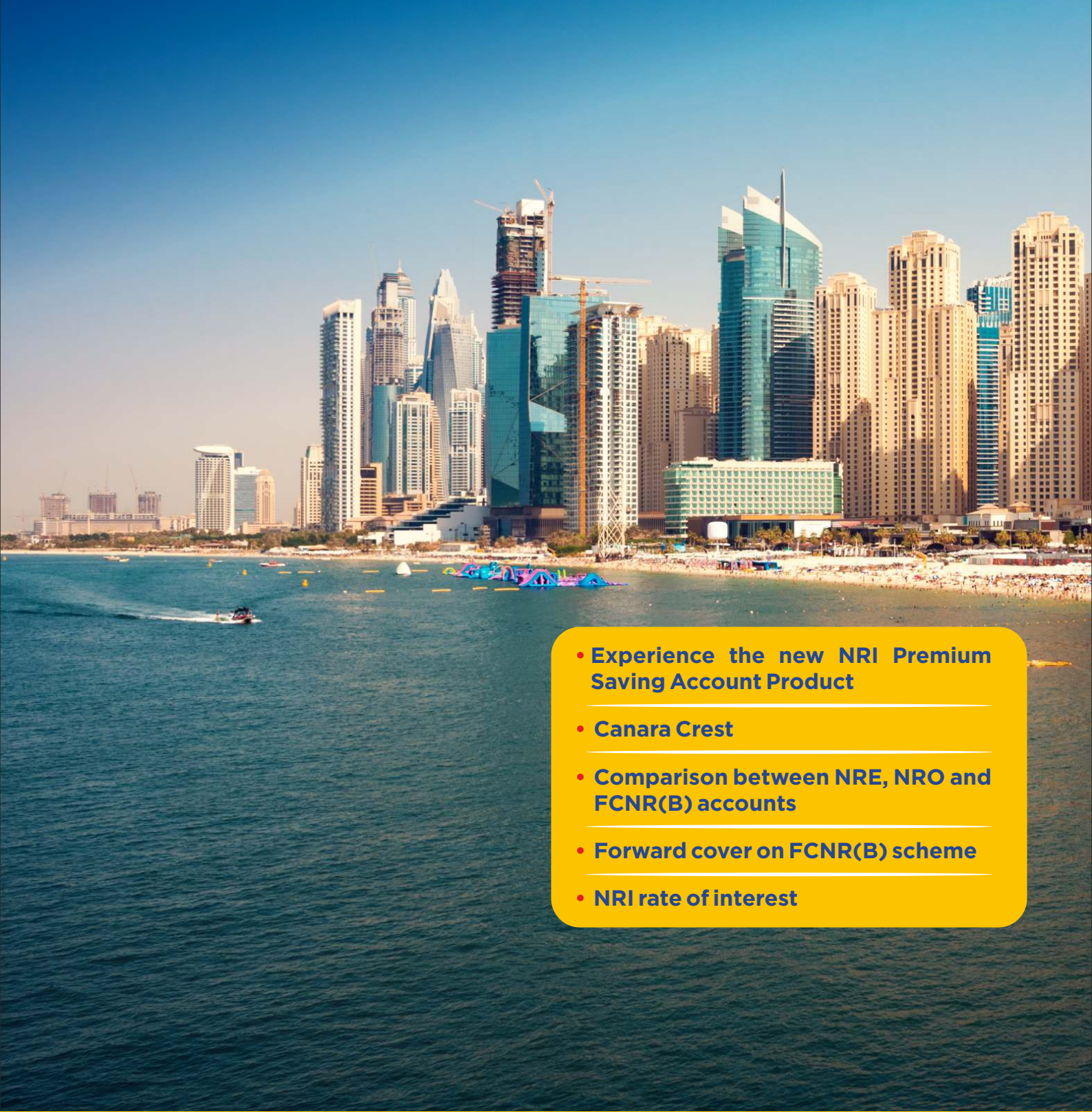
केनरा बैंक
Canara Bank
A Government of India Undertaking



Together We Can

NEWS BULLETIN

FEBRUARY 2025



- Experience the new NRI Premium Saving Account Product
- Canara Crest
- Comparison between NRE, NRO and FCNR(B) accounts
- Forward cover on FCNR(B) scheme
- NRI rate of interest

Centralised NRI Hub, Resources Wing,
HO Bangalore



From the Desk of General Manager

Dear Valued Customer,

I am pleased to connect you through our **February 2025, NRI News Bulletin**.

Highlights of this edition are as under:

- **Experience the new NRI Premium Saving Account Product**
- **Canara Crest**
- **Comparison between NRE, NRO and FCNR(B) accounts**
- **Forward cover on FCNR(B) scheme**
- **NRI rate of interest**

We value your relationship with us and appreciate your trust in our services. As a non-resident Indian, your aspirations for the future are significant to us. We are committed in providing you with tailored financial solutions, seamless banking experiences, and dedicated support to meet your unique needs. For investment opportunities, managing your finance, planning the future, we are here to assist you in each and every step.

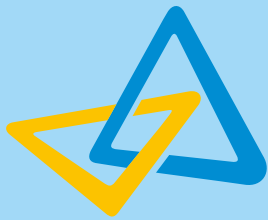
We are pleased to inform our **latest rate of interest on NRE Term Deposits is 7.40% (Annualized Interest Yield is 7.61%)** which is competitive compared to peers, the rate of interest for **FCNR(B) deposits in USD is 5.55% (Annualized Interest Yield is 5.71%)**.

Our Bank is always committed in providing seamless and hassle-free services to you, being a Brand Ambassador of our Bank, we expect you to share your experience with your near and dear ones to strengthen your Bank further.

I solicit your valuable suggestions to improve our services so as to cater to your needs as an NRI Customer. Please feel free to write to us at **nrihub@canarabank.com**. We thank you for your continued patronage.

Sincerely,

Ajit Kumar Mishra
General Manager



Experience the **New NRI SB** Product from Canara Bank



NRI

Canara Platina



Complementary International Lounge access



50% concession in Housing Loan, Vehicle Loan and Mortgage



Preferential exchange margin on Inward Remittance



50% concession in Locker rent



Personal Accident Insurance
Coverage of **Rs.10 lakh**



Air Accident Insurance
Coverage of **Rs.100 Lakh**



Nil Charges for Demat account opening and annual maintenance



Free and Unlimited from Canara Bank and other bank ATM



Concession on loan processing charges and other exciting features



Nil Charges for Debit card, Credit card, Cheque books issuance and lot of more exciting features

For more details, reach us through any of our many banking channels or nearest branch

* T&C apply

JOIN & UPGRADE
Your Banking Experience

CREST PLUS
₹ 50 Lakhs
and Above

CREST
₹ 10 Lakhs to
< ₹ 50 Lakhs



Elevate Your Banking Experience

KEY BENEFITS



Priority Service

Dedicated service, skip the queue



Premium Credit/ Debit Card

Exclusive benefits upto Rs.10 Lakhs



Dedicated Relationship Manager

Avail personalized banking support



24*7 Direct Helpline

Direct access to expert support



Service Charge Waivers

Save on charges for 20+ services



Bank Anywhere

Enjoy convenient banking at any Canara Bank branch

For more details please contact your nearest branch

Comparison between NRE account, NRO account and FCNR account

	NRE account	NRO account	FCNR account
When to open?	When remittance credits from abroad country.	When any income credits from India like rent, dividends etc. However foreign remittance can also be credited.	When customer want to place fund in foreign currency.
Who can open?	NRIs and PIOs Individual/entities of Pakistan and Bangladesh shall require prior approval of the Reserve Bank of India	Any person resident outside India for putting through bonafide transactions in rupees. Individuals/ entities of Pakistan nationality/ origin and entities of Bangladesh origin require the prior approval of the Reserve Bank of India.	NRIs and PIOs Individual/entities of Pakistan and Bangladesh shall require prior approval of the Reserve Bank of India
Account dominated currency?	INR only	INR only	Can open in five dominated FC: USD, GBP, AUD, EURO and CAD
Why to open?	Interest earned and principal can be fully repatriable to abroad without any restrictions.	Can repatriate the entire interest amount, but the principal amount can be repatriated only within the set limits.	Interest earned and principal can be fully repatriable to abroad without any restrictions.
What types of account can be opened?	SB, CA, RD and TD, TD tenure shall be 1-10 years	SB, CA, RD and TD TD tenure shall be 7 days-10 years	TD only, with tenure between 1-5 years
Interest on TD calculation?	No interest on premature closure before 1 year, after one year 1% penalty	1% penalty on premature closure .	No interest on premature closure before 1 year, after one year 1% penalty
TAX on interest earned?	Nil	Interest earned is taxed at 30% (30% tax rate + education cess and surcharge if any)	Nil
Joint accounts?	Can be opened with another NRI or close relative of primary account holder under Former or Survivor basis	Can be opened with another NRI or close relative of primary account holder under Former or Survivor basis	Can be opened with another NRI or close relative of primary account holder under Former or Survivor basis
Sweep-in/out facility	Available. However in case of premature closure before 1 year the interest credited to customer account shall be recovered from principal balance	Available	Not Available. However in case of premature closure before 1 year the interest credited to customer account shall be recovered from principal balance

Inter transfer?	Funds can be transferred from an NRE account to an NRO account	Funds cannot be transferred from an NRO account to an NRE account.	Funds can be transferred from an FCNR account to an NRE /NRO account
Foreign currency risk?	Account holder is exposed to the fluctuations in the value of INR.	Account holder is exposed to the fluctuations, in the value of INR to the extent of interest amount.	Account holder is protected against changes in INR value vis-à-vis the currency in which the account is denominated.
Loan against deposit?	Available. However, amount should be used for local expense only like business activities/ home purchasing in India or other emergency financial requirement and amount can't be repatriated abroad.	Available. However, amount should be used for local expense only like business activities/ home purchasing in India or other emergency financial requirement and amount can't be repatriated abroad. For other details check bank credit policy circular from time to time.	Available. However, amount should be used for local expense only like business activities/ home purchasing in India or other emergency financial requirement and amount can't be repatriated abroad.
Loan repayment?	By way of: - <ul style="list-style-type: none"> • Sending fresh inward remittance. • From NRO/NRE account (The repayment from NRO account will be within cap of USD 1million/financial year) • Adjustment of underlying deposit on maturity only. 	By way of: - <ul style="list-style-type: none"> • Sending fresh inward remittance. • Adjustment of underlying deposit. • From NRO account. 	By way of: - <ul style="list-style-type: none"> • Sending fresh inward remittance. • From NRO/NRE account (The repayment from NRO account will be within cap of USD 1million/financial year) • Adjustment of underlying deposit on maturity only
In case of residential status change to resident, what to do?	NRE accounts should be designated as resident accounts or the funds held in these accounts may be transferred to the RFC accounts, at the option of the account holder, immediately upon the return of the account holder to India for taking up employment or on change in the residential status.	On change in residential status, FCNR (B) deposits may be allowed to continue till maturity at the contracted rate of interest, if so desired by the account holder or option to convert the FCNR(B) deposits on maturity into resident rupee deposit accounts or RFC account (if the depositor is eligible to open RFC account), at the option of the account holder.	NRO accounts may be designated as resident accounts on the return of the account holder to India for any purpose indicating his intention to stay in India for an uncertain period. Likewise, when a resident Indian becomes a person resident outside India, his existing resident account should be designated as NRO account.



Forward Premium in FCNR(B) Deposits Scheme

Scheme for NRI's for booking forward cover to hedge the balances held in their FCNR(B) accounts and the interest payable thereon. Forward cover can be booked for **FCNR (B) tenor range from 1 year up to 5 years.**

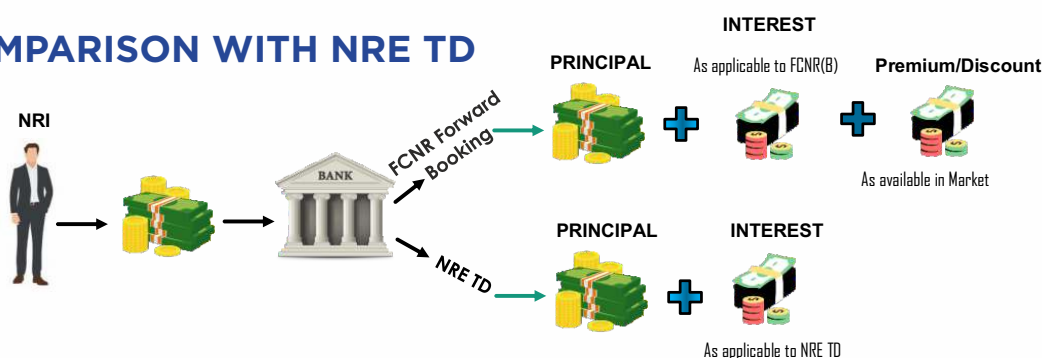
BENEFITS



SPECIAL FEATURES

- NRI who wish to avail higher return on FCNR deposit.
- Decent returns, depending on premium quoted on forward contract.

COMPARISON WITH NRE TD



The information is generic in nature and is for illustration purpose only. Please contact our branch/GTPC to confirm the yield/premium before actual placement of funds.



All FCNR accounts under this product are covered by Forward Contract & forward contract is booked on the date of opening the Deposit account. As per the prevailing system, the FCNR deposit receipt will have the maturity value expressed in USD. The maturity value expressed in USD should be converted into Indian Rupees at the rate at which the Forward Contract is Booked and maturity value of the deposit amount in Indian Rupees, should be manually mentioned on the Deposit receipt, in RED INK.

Forward

Forward contract is a binding agreement between two parties to purchase and sell a specific quantity of foreign currency at a specified rate but with delivery and settlement at a specified future date.

Users

Customers who need to hedge their foreign currency payables or receivables can use forward contracts to protect themselves from adverse movements in the exchange rate.

Types

Forward contracts can be classified into Forward Purchase Contracts (i.e., Exports, Inward Remittances, etc.) or Forward Sale Contracts (i.e., Imports, Outward Remittances, etc.) depending upon the nature of underlying transaction.

BENEFITS & RISKS

The objective of this mechanism is to safeguard the customer from any probable adverse movements or fluctuations in rates of exchange at a later date. At the same time, even if the rate moves favorably (at the future date) the customer is bound to settle the underlying transaction at the contracted rate. In other words, by booking a forward contract, the customer has the obligation to acquire or dispose off the foreign currency on a future date at the predetermined exchange rate.

PARAMETERS EXAMPLE

	NRE TD	NRE Deposit Plus
Currency Pair	INR	USD/INR
Notional Amount Invested	85,50,000*	100,000 USD
Spot Rate	NA	85.6
Tenor	1 Year and 1 Day	1 Year and 1 Day
Maturity Amount	91,50,892.00**	105642.85 USD***
Forward Premium	NA	2.35
Forward (Contracted) Rate	NA	87.95
		Maturity in INR will be Rs.92,91,288.65/- Differential Profit of Rs.1,40,396.65/-

*Converted using buying rate of Rs. 85.50/-, **As per current NRE TD rate of 6.85%, ***As per current FCNR rate of 5.55%.

All interest rates and Exchange rates are for illustration. Kindly contact us at the time of booking rates. The exchange rates are subject to market risk and might be at premium/discount at the time of maturity. (FX/63/2018)

FCNR DESK

Canara Bank, II Floor,
Head Office (Annex),
Manipal - 576 104,
Karnataka, India

080-691-6116 fcnrdesk@canarabank.com

Dedicated NRI Help Desk
(if calling from outside India):

080-68212121/22064232 (24/7)

T&C Apply

Interest rates on NRE Term Deposits

Sl.No.	Period of Deposit	CALLABLE				NON-CALLABLE			
		Less than Rs. 3 Crore		Rs. 3 Crore & above to less than Rs. 10 Crore		Above Rs.1.00 Crore to Less than Rs. 3.00 Crore		Rs. 3 Crore & above to less than Rs. 10 Crore	
		Rate of Interest	Annualised	Rate of Interest	Annualised	Rate of Interest	Annualised	Rate of Interest	Annualised
		(% per annum)	Interest Yield (% per annum)*	(% per annum)	Interest Yield (% per annum)*	(% per annum)	Interest Yield (% per annum)*	(% per annum)	Interest Yield (% per annum)*
1	1 year only	6.85	7.03	7.65	7.87	7.00	7.19	7.68	7.90
2*	444 Days	7.25	7.45	NA	NA	7.40	7.61	NA	NA
3	Above 1 year to less than 2 years.	6.85	7.03	6.80	6.98	7.00	7.19	6.83	7.01
4	2 years & above to less than 3 years.	7.30	7.50	6.25	6.40	7.40	7.61	6.28	6.43
5	3 years & above to less than 5 years.	7.40	7.61	5.00	5.09	NA @	NA @	5.03	5.13
6	5 years & above to 10 years.	6.70	6.87	5.00	5.09	NA @	NA @	5.03	5.13

Interest rate on FCNR(B) Deposits

PERIOD OF DEPOSIT	USD <100000		USD >= 100000		GBP	
	RATE	YIELD*	RATE	YIELD*	RATE	YIELD*
12 months	5.45	5.60	5.55	5.71	5.00	5.13
24 months	4.00	4.18	4.00	4.18	3.00	3.11
36 months	3.70	3.93	3.70	3.93	2.50	2.62
48 months	3.50	3.78	3.50	3.78	2.50	2.65
60 months	3.50	3.85	3.50	3.85	2.50	2.69



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