Fixed Deposits Data Collection

[FD Interest Rates | Check Latest Fixed Deposit Interest Rates 2024](https://www.bajajfinserv.in/investments/fixed-deposit-interest-rates#:~:text=Bajaj%20Finance%20offers%20attractive%20FD%20rates%20up%20to,returns%2C%20and%20enjoy%20the%20benefits%20of%20flexible%20payout)

FD Interest Rates - Check Latest Fixed Deposit Rates 2024 Check the latest FD interest rates for General Citizens up to 8.40% p.a. and for Senior Citizens (60+ years age) up to 8.65% p.a.

Bajaj Finance offers attractive FD rates up to 8.65% p.a. for senior citizens and up to 8.40% p.a. for customers below 60 years of age. With an end-to-end online process, now earn profitable returns, and enjoy the benefits of flexible payout. Start investing with just Rs. 15,000 and earn higher returns for a tenure of 12 to 60 months. Bajaj Finance FD is the highest [ICRA]AAA(Stable) and CRISIL AAA/STABLE rated fixed deposit offering high FD interest rates and the security that the investor's money is entirely safe and remains unaffected by market conditions.

Fixed Deposit (FD) rates for customers below the age of 60 at Bajaj Finance Digital FD (as of 17 Sep, 2024) are as follows:

- Maximum deposit amount: Rs. 3 crore

- Tenure: 42 months

- Interest rates:

- At maturity (p.a.): 8.40%

- Monthly (p.a.): 8.09%

- Quarterly (p.a.): 8.15%

- Half yearly (p.a.): 8.23%

- Annual (p.a.): 8.40%

Note: Experience higher interest rate of up to 8.40% p.a. on a 42-month Digital FD, available exclusively on website and app.

This is a new product launch from Bajaj Finance Digital FD.

**The following information is for the customers under the age of 60 with a special period.**

* For customers with a tenure of 18 months, the interest rates are as follows: 7.80% per annum at maturity, 7.53% per annum for monthly interest, 7.58% per annum for quarterly interest, 7.65% per annum for half-yearly interest, and 7.80% per annum for annual interest.
* For a tenure of 22 months, the interest rates are 7.90% per annum at maturity, 7.63% per annum for monthly interest, 7.68% per annum for quarterly interest, 7.75% per annum for half-yearly interest, and 7.90% per annum for annual interest.
* For those with a 33-month tenure, the interest rates are 8.10% per annum at maturity, 7.81% per annum for monthly interest, 7.87% per annum for quarterly interest, 7.94% per annum for half-yearly interest, and 8.10% per annum for annual interest.
* Finally, for customers with a tenure of 44 months, the interest rates are 8.25% per annum at maturity, 7.95% per annum for monthly interest, 8.01% per annum for quarterly interest, 8.09% per annum for half-yearly interest, and 8.25% per annum for annual interest.

**The following information is for the customers under the age of 60 with a regular period.**

* For customers below the age of 60, the interest rates vary according to tenure and payment frequency.
* For a tenure of 12–14 months, the rates are 7.40% at maturity, 7.16% monthly, 7.20% quarterly, 7.27% half-yearly, and 7.40% annually.
* For a tenure of 15–23 months, the rates increase slightly to 7.50% at maturity, with 7.25% for monthly, 7.30% for quarterly, 7.36% for half-yearly, and 7.50% for annual payments.
* For a tenure of 24–35 months, the rates are 7.80% at maturity, 7.53% monthly, 7.58% quarterly, 7.65% half-yearly, and 7.80% annually.
* Lastly, for the longest tenure of 36–60 months, the interest rates reach 8.10% at maturity, 7.81% monthly, 7.87% quarterly, 7.94% half-yearly, and 8.10% annually.

The following information is for customers **above the age of 60** with a special fixed deposit period.

For senior citizens with a tenure of **42 months** under Bajaj Finance's Digital FD, the interest rate is **8.65% at maturity**, **8.33% monthly**, **8.38% quarterly**, **8.47% half-yearly**, and **8.65% annually**.

For senior citizens under the **special period** scheme:

* For a tenure of **18 months**, the interest rates are **8.05% at maturity**, **7.77% monthly**, **7.82% quarterly**, **7.89% half-yearly**, and **8.05% annually**.
* For a tenure of **22 months**, the rates increase slightly to **8.15% at maturity**, with **7.86% monthly**, **7.91% quarterly**, **7.99% half-yearly**, and **8.15% annually**.
* For a tenure of **33 months**, the interest rates rise further to **8.35% at maturity**, **8.05% monthly**, **8.10% quarterly**, **8.18% half-yearly**, and **8.35% annually**.
* For the longest tenure of **44 months**, the rates reach **8.50% at maturity**, **8.19% monthly**, **8.24% quarterly**, **8.33% half-yearly**, and **8.50% annually**.

For senior citizens under the **regular period** scheme:

* For a tenure of 12 to 14 months, the interest rate at maturity is 7.65% per annum, with monthly payouts at 7.39%, quarterly payouts at 7.44%, half-yearly payouts at 7.51%, and annual payouts at 7.65%.
* For a tenure of 15 to 23 months, the interest rate at maturity is 7.75% per annum, with monthly payouts at 7.49%, quarterly payouts at 7.53%, half-yearly payouts at 7.61%, and annual payouts at 7.75%.
* For a tenure of 24 to 35 months, the interest rate at maturity is 8.20% per annum, with monthly payouts at 7.91%, quarterly payouts at 7.96%, half-yearly payouts at 8.04%, and annual payouts at 8.20%.
* For a tenure of 36 to 60 months, the interest rate at maturity is 8.35% per annum, with monthly payouts at 8.05%, quarterly payouts at 8.10%, half-yearly payouts at 8.18%, and annual payouts at 8.35%.

**Fixed Deposit yield table**

The term "yield" describes the profits produced and realised on an investment over a specific time frame. It is shown as a percentage based on the amount invested, the security's current market value, or its face value. The interest earned by customers on the investment is also included in the yield. Maturity = Principal[(1+interestYield table for customers rate /interest frequency)"(frequency x no of years)]below 60 years of age Yield = [(Maturity-principal)/principal/no of years]

**Yield Table for Customers below 60**

This yield table is for customers below 60 years of age, showing returns on a Rs. 15,000 investment. On an investment of Rs. 15,000, the yield for different tenures is mentioned below.

* A 12-month investment earns 7.40% FD rate, yielding 7.4% with a final payable amount of Rs. 16,110.
* A 15-month investment offers 7.50% FD rate, yielding 7.57% with a payable amount of Rs. 16,419.
* An 18-month term provides 7.80% FD rate, yielding 7.95% with Rs. 16,789 payable.
* A 22-month deposit gives 7.90% FD rate, yielding 8.16% with Rs. 17,244 payable.
* A 24-month investment earns 7.80% FD rate, yielding 8.1% with Rs. 17,431 payable.
* A 33-month term offers 8.10% FD rate, yielding 8.69% with Rs. 18,583 payable.
* A 36-month deposit provides 8.10% FD rate, yielding 8.77% with Rs. 18,948 payable.
* A 42-month investment gives 8.40% FD rate, yielding 9.32% with Rs. 19,893 payable.
* A 44-month term earns 8.25% FD rate, yielding 9.2% with Rs. 20,060 payable.
* The longest term of 60 months offers 8.10% FD rate, yielding the highest return of 9.52% with a final payable amount of Rs. 22,142.

All rates and yields are as of September 17, 2024, and the minimum investment amount remains constant at Rs. 15,000 across all tenures.

**Yield Table for Customers above 60 (senior citizens)**

* This yield table is specifically for senior citizens (customers above 60 years of age), showing returns on a Rs. 15,000 investment.
* A 12-month investment earns 7.65% FD rate, yielding 7.65% with a payable amount of Rs. 16,148.
* A 15-month investment offers 7.70% FD rate, yielding 7.82% with Rs. 16,467 payable.
* An 18-month term provides 8.05% FD rate, yielding 8.21% with Rs. 16,847 payable.
* A 22-month deposit gives 8.15% FD rate, yielding 8.43% with Rs. 17,317 payable.
* A 24-month investment earns 8.20% FD rate, yielding 8.54% with Rs. 17,561 payable.
* A 33-month term offers 8.35% FD rate, yielding 8.97% with Rs. 18,701 payable.
* A 36-month deposit provides 8.35% FD rate, yielding 9.07% with Rs. 19,080 payable.
* A 42-month investment gives the highest FD rate of 8.65%, yielding 9.63% with Rs. 20,054 payable.
* A 44-month term earns 8.50% FD rate, yielding 9.51% with Rs. 20,230 payable.
* The longest term of 60 months offers 8.35% FD rate, yielding 9.87% with the highest payable amount of Rs. 22,399.
* All rates and yields are as of September 17, 2024, and the minimum investment amount remains constant at Rs. 15,000 across all tenures.
* Here are the key statements from the FD interest rates table:
* For tenures 12-14 months rates are set at 7.40% at maturity, with monthly payouts at 7.16%, quarterly at 7.20%, half-yearly at 7.27%, and annual payouts at 7.40%.
* Tenures of 15-17 months, 19-21 months, and 23 months all offer identical rates: 7.50% at maturity, 7.25% for monthly payouts, 7.30% quarterly, 7.36% half-yearly, and 7.50% annually.
* The 18-month special rate, along with 24-29 months, 30-32 months, and 34-35 months periods, provides 7.80% at maturity, 7.53% monthly, 7.58% quarterly, 7.65% half-yearly, and 7.80% annually.
* A special 22-month tenure offers 7.90% at maturity, with monthly payouts at 7.63%, quarterly at 7.68%, half-yearly at 7.75%, and annual at 7.90%.
* For 33-month special rate, 36-41 months, 43 months, and 45-60 months, the rates are fixed at 8.10% at maturity, 7.81% monthly, 7.87% quarterly, 7.94% half-yearly, and 8.10% annually.
* The highest rates are offered for the 42-month special tenure: 8.40% at maturity, 8.09% monthly, 8.15% quarterly, 8.23% half-yearly, and 8.40% annually.
* The 44-month special tenure offers 8.25% at maturity, 7.95% monthly, 8.01% quarterly, 8.09% half-yearly, and 8.25% annually.
* These rates are structured as either cumulative (where principal and interest are paid at maturity) or non-cumulative (where interest is paid at chosen frequency and principal at maturity).
* Note: Tenures marked with asterisk (\*) indicate special rate periods.

**Invest in Fixed Deposit with Bajaj Finance**

1. Click on 'Open FD' at the top of this page to open our online application form. 2. Enter your 10-digit mobile number and verify the OTP sent to your phone. 3. Fill in the investment amount, choose the investment tenure and the payout frequency. Enter your PAN card and date of birth. 4. Complete your KYC: If you are an existing customer, confirm the details available with us, or edit to make any changes. For new customers, complete your KYC using Aadhaar. 5. A declaration will be displayed. Please read it carefully and agree to the terms and conditions. Enter your bank details and proceed to pay. 6. Complete your investment using NetBanking/ UPI or NEFT/ RTGS.

Once your fixed deposit is booked, you will receive the Fixed Deposit Acknowledgement (FDA) on your registered email address and as a link on your mobile number. An Electronic Fixed Deposit Receipt (e-FDR) will also be sent to your email ID within 3 working days (subject to documents being in the correct order).

**FAQ:**

Can I get monthly interest on my fixed deposit?

Yes, you can always choose periodic interest payouts and opt for monthly interest on your Fixed Deposit. To calculate the monthly fixed deposit interest amount, you can use FD Interest Calculator.

Is FD interest earned taxable?

Yes, the fixed deposit interest is fully taxable. The interest you earn is added to your total income and taxed at slab rates applicable to your total income. Your income tax return is shown under 'Income from Other Sources'. In addition to income tax, banks and companies also deduct TDS from your interest income. You can also check your TDS on FD interest.

What is the interest rate applicable for fixed deposits?

When investing in a fixed deposit for a specific tenure, you gain returns on your deposit based on the latest fixed deposit rates offered by your FD issuer. The current fixed deposit rates help you can get the dual benefit of safety and high returns with a Bajaj Finance Fixed Deposit with the latest FD.

Bajaj Finance Fixed Deposit offers the highest FD rates on investment for a tenure of 24 months.

How to choose the best FD scheme with high fixed deposit rates?

Choosing the right scheme for the best fixed deposit rates is essential, based on your requirement. You have the option to get your interest at the end of your maturity period or opt for periodic payout options. If you'd like to tend to your regular expenses, you can choose the option of periodic payouts, but if you'd like a lump sum amount at the end of your tenure, you can choose to get your fixed deposit interest at the end of your tenure.

Some investors also consider the current FD rates when planning to invest. While this may be a great way to grow your savings, it is also essential to make sure your NBFC FD has the highest safety ratings so that your principal amount is not at risk."

"How much interest will I get in 5 years?

With Bajaj Finance you can invest for a tenure of 12-60 months. The highest FD rates are offered for a tenure of 42 months, which is up to 8.65% p.a. for senior citizens and up to 8.40% p.a. for customers below 60 years of age.

You can use the FD calculator to know the FD interest earned on your investment.

Which is the best interest rates on FD for senior citizens?

Bajaj Finance offers one of the best FD rates for senior citizens. The FD rates can go up to 8.65% p.a. for a tenure of 42 months.

What is FD rate now?

FD rates can change with time depending on various factors such as market conditions, inflation, the RBI's monetary policy, and more. Financial institutions may increase or decrease their FD rates to attract or retain customers, adjust to market conditions, or manage their liquidity position. The duration of the FD may also affect the interest rate, with longer-term deposits typically offering higher rates.

Check the latest FD rates of Bajaj Finance 17 Sep, 2024.

What are the Fixed Deposit Interest Rates in 2024?

The fixed deposit rates can vary for different banks and NBFCs. The interest rate for Bajaj Finance Fixed Deposit ranges from 7.53% p.a. to 8.40% p.a. for customers below the age of 60. The FD rate for senior citizens ranges from 7.91% p.a. to 8.65% p.a.

What is the current FD rate of Bajaj Finance?

With effect from 17 Sep, 2024, the FD rates offered by Bajaj Finance are up to 8.65% p.a. for senior citizens and up to 8.40% p.a. for customers below the age of 60.

Does Bajaj Finance offer any FDs for senior citizens?

Yes, Bajaj Finance offers senior citizen FD which has an extra up to 0.40% p.a. interest payout than the regular rates. These FDs come with flexible payouts and special features to facilitate regular income for the elderly and to get the best return on their investments. The highest rate for Bajaj Finance senior citizen FD is up to 8.65% p.a. for a special tenure of 42 months.

Is Bajaj Finance Digital FD Safe?

Yes, Digital Bajaj Finance Fixed Deposits are considered safe as they have high credit ratings from agencies like CRISIL and ICRA, indicating strong financial stability and low default risk.

How much interest for Rs. 1 lakh FD?

The interest for Rs. 1 lakh FD depends on the tenure and the financial institution's interest rates.

Is FD interest paid monthly?

Yes, FD interest can be paid monthly if you choose a monthly payout option. Other payout options include quarterly, half-yearly, annually, or at maturity, depending on your preference and the terms of the FD.

How much interest can I earn on my Fixed Deposit?

The interest you can earn on your Fixed Deposit depends on the tenure and the interest rate offered by the bank or financial institution. Rates typically range from 5% to 10% per annum.

When is TDS deducted?

TDS on Fixed Deposit interest is deducted when the interest earned exceeds Rs. 40,000 in a financial year (Rs. 50,000 for senior citizens). It is deducted at the time of credit or payment of the interest, whichever is earlier.

Which tenure has the highest FD Interest Rate for General and Senior Citizens?

Bajaj Finance offers the highest FD interest rate for both general and senior citizens on its 42 month tenure."

**References:**

[Digital FD - Highest Interest Rates Up to 8.65% p.a. | Open Digital FD Now!](https://www.bajajfinserv.in/investments/digital-fixed-deposit)

Fixed deposits have long been a preferred investment choice for individuals looking for a secure and guaranteed return on their savings. With the advancement of technology, opening and managing fixed deposits has become more convenient than ever. Digital Fixed Deposits (FDs) allow investors to apply and manage their FDs online, offering ease of use, flexibility, and quick access without the need to visit a bank or financial institution.

**What is a digital fixed deposit?**

A digital fixed deposit is essentially the same as a traditional fixed deposit but with the added convenience of being managed entirely online. You can open, monitor, and withdraw a digital FD using an online platform, making it more accessible for those who prefer to handle their financial transactions digitally. Digital FDs offer the same security, tenure options, and interest rates as traditional FDs, but they eliminate the need for physical paperwork or visits to a financial institution.

**Key features of digital fixed deposits**

1. ﻿﻿﻿Quick and easy application: One of the biggest advantages of digital fixed deposits is that you can apply for one in just a few minutes using an online platform. There is no need to fill out lengthy forms or submit hard copies of documents. With basic identification details and KYC verification, your FD can be opened almost instantly.
2. ﻿﻿﻿Auto-renewal facility: Many digital FD platforms offer the option to automatically renew your fixed deposit when it matures. This ensures that your investment continues to earn interest without requiring any manual intervention, helping you grow your savings without having to remember the maturity date.
3. ﻿﻿﻿No physical visits required: Unlike traditional FDs, where you might have to visit a branch to apply or withdraw funds, digital FDs offer the convenience of managing everything online. This is especially beneficial for those who prefer to handle their investments remotely or for people living in remote areas.

**What is the Digital FD offered by Bajaj Finance?**

Bajaj Finance has launched a new FD, "Bajaj Finance Digital FD", for a period of 42 months. Bajaj Finance is providing one of the highest interest rates of up to 8.65% p.a. for senior citizens and for the customers below the age of 60 they are providing a rate of up to 8.40% p.a. The Digital FD can be booked and managed only through the website or app.

**Advantages of Bajaj Finance Digital Fixed Deposit (FD)**

Investing in a Bajaj Finance Digital Fixed Deposit offers several advantages that make it an attractive option for those seeking stability and returns on their savings. Here are the key benefits:

1. ﻿﻿﻿High interest rates: Bajaj Finance FD offers competitive interest rates up to 8.65% p.a. for senior citizens and up to 8.40% p.a. for customers below 60 years.
2. ﻿﻿﻿Convenient online process: You can easily open and manage your FD online, saving time and effort.
3. ﻿﻿﻿Multiple payout options: Choose from monthly, quarterly, half-yearly, annually, or at maturity, based on your income needs.
4. ﻿﻿﻿High safety ratings: Bajaj Finance FDs are AAA-rated by CRISIL and ICRA, ensuring your investment is safe and secure.

**Things to consider before opening a fixed deposit**

1. ﻿﻿﻿Interest rates: Always compare interest rates offered by different financial institutions. Even a small difference in rates can lead to a significant impact on your returns over the long term.
2. ﻿﻿﻿Penalties for premature withdrawal: Make sure to understand the penalties for premature withdrawal before investing, as these can affect your returns if you need to access the funds before the maturity date.
3. ﻿﻿﻿Safety ratings: Choose a financial institution that offers high safety ratings from credit agencies like CRISIL or ICRA to ensure the security of your funds.
4. ﻿﻿﻿Tenure options: Assess your financial goals and choose a tenure that aligns with them. If you have short-term financial needs, consider opting for a shorter tenure, while long-term goals may benefit from longer tenures.

Conclusion

Digital fixed deposits offer a convenient, safe, and flexible way to grow your savings. With competitive interest rates, easy online access, and multiple payout options, digital FDs are an ideal choice for investors seeking a reliable and hassle-free investment. Whether you are saving for the short term or long term, consider a digital fixed deposit to make your money work smarter for you.

FAQ

Are digital FDs safe?

Yes, digital FDs are safe as they are issued by reputed financial institutions and come with high credit ratings. For example, Bajaj Finance Fixed Deposits are AAA-rated by CRISIL and ICRA, ensuring a high level of safety for your investment.

Who should invest in a Digital Fixed Deposit? Individuals looking for a safe, low-risk investment option with guaranteed returns should consider investing in a digital FD. It is ideal for those who prefer a hands-off approach and desire predictable earnings over time.

Who is eligible to open a Digital Fixed Deposit with Bajaj Finance? Any Indian resident above 18 years of age, including senior citizens can open a digital FD with Bajaj Finance, subject to fulfilling KYC requirements and the institution's terms.

What happens when my Digital Fixed Deposit matures? Upon maturity, the principal and interest earned are credited to your bank account. You can also choose to reinvest in a new FD or withdraw the funds."

[Buy Fixed Deposit online in India - Up to 8.65% Interest Rate](https://www.bajajfinserv.in/investments/buy-fixed-deposit-online)

Fixed Deposits (FDs) have long been one of the most preferred investment options for people looking for guaranteed returns with minimal risk. In today's digital era, buying a Fixed Deposit online has become more convenient than ever. You can now open an FD account from the comfort of your home, choosing from a variety of flexible options. This article will walk you through the benefits of buying a Fixed Deposit online, how the process works, and why it is a great option for securing your financial future.

**What is a Fixed Deposit?**

A Fixed Deposit is a savings instrument where you deposit a lump sum amount for a fixed tenure at a predetermined interest rate. The financial institution guarantees a return on your investment, making FDs a low-risk option. Once the tenure is completed, you can either withdraw the amount or reinvest it for another term. Fixed Deposits are ideal for individuals seeking to grow their savings securely over time, without worrying about market fluctuations.

**Benefits of buying a Fixed Deposit online**

1. Convenience

One of the biggest advantages of buying a Fixed Deposit online is convenience. You no longer need to visit a bank or financial institution in person. You can simply visit their website or mobile app, fill in the necessary details, and open an FD account from anywhere. This is especially helpful for people with busy schedules or those living in remote areas.

2. Instant processing

When you apply for a Fixed Deposit online, the process is fast and hassle-free. You can instantly get your FD account set up, and you do not need to wait for days for paperwork to be processed. In many cases, you can even track your FD status and returns through an online dashboard.

3. Flexible options

Online platforms provide flexible options for you to customize your FD as per your financial goals. You can choose the tenure, the amount, and the frequency of interest payouts (monthly, quarterly, annually, or at maturity) to suit your needs. For example, Bajaj Finance Fixed Deposits offer flexible tenure options ranging from 12 to 60 months.

4. Higher interest rates

Many financial institutions offer slightly higher interest rates on Fixed Deposits when applied online, compared to offline branches. This is an incentive for users to adopt the online process, and it can make a big difference in your returns over time.

5. Secure and safe

Online Fixed Deposits are completely secure. Reputable financial institutions use encrypted systems to protect your personal and financial data. Additionally, FDs from trusted institutions like Bajaj Finance are rated AAA by CRISIL and ICRA, which means they are highly safe and reliable for your investments.

**How to buy a Fixed Deposit online**

1. Choose a financial institution

The first step to buying an FD online is to choose a financial institution that offers the best interest rates and terms for your needs. Be sure to compare different options to ensure you are getting the most suitable deal.

2. Select the deposit amount and tenure

Once you have chosen a financial institution, you need to decide the amount you want to deposit and the tenure. Most institutions have a minimum deposit amount, which can vary.

**3. Provide your details**

**When opening an FD account online, you will need to provide some basic details like your name, contact information, and bank account details. You may also be required to upload identity documents for verification, such as your Aadhaar card or PAN card.**

4. Make the payment

Once your details are verified, you can transfer the deposit amount through internet banking, UPl, or any other online payment method. After the transaction is successful, your Fixed Deposit account will be created, and you will receive a confirmation email or SMS.

5. Track and manage your FD

After opening the FD, you can easily track your investment, monitor the interest being earned, and even choose to reinvest once the tenure is completed. Many institutions provide online dashboards where you can view the status of your FD at any time.

**Conclusion**

Buying a Fixed Deposit online is a straightforward and convenient process that allows you to grow your savings without any hassle. With features like higher interest rates, flexible tenures, and secure transactions, opening an FD online ensures that you can achieve your financial goals while enjoying peace of mind. If you are looking for a trusted option, consider Bajaj Finance Fixed Deposits for their attractive rates and flexible terms.

FAQ: Can I buy FD online? n Yes, you can buy a Fixed Deposit (FD) online. Most banks and financial institutions offer the option to open FDs through their websites or mobile apps. You can choose the tenure, deposit amount, and interest payout option conveniently from your home.

[FD interest rates up to 8.65% p.a. | Highest safety ratings | Bajaj Finance Fixed Deposit](https://www.bajajfinserv.in/investments/fixed-deposit-application-form?utm_source=bingsearch_mktg&PartnerCode=76783&utm_medium=cpc&utm_campaign=DPPM_FD_OB_15022021_Bing_BP_Pan_India_Des_Exact&utm_term=bajaj%20finserv%20fixed%20deposit_e_c_Bajaj_Finserv_Fixed_Deposit&utm_location=156924&utm_content=a39ba61ba2831b2c29fac1008a9daffe)

We offer term deposits, commonly referred to as fixed deposits, starting from as low as Rs. 15,000. You can open a fixed deposit online and opt for a range of tenures from 12 months to 60 months. From time to time, we offer special tenures with higher interest rates. In our fixed deposit, you invest a fixed amount for a fixed tenure and get the interest either at maturity or at a defined frequency.

Systematic Deposit Plan - Single Maturity Scheme (SMS) We have created a special deposit plan for customers interested in making regular deposits, referred to as a Systematic Deposit Plan (SDP). In an SDP, you can invest as low as Rs. 5,000 every month for a defined tenure (19 to 60 months). Under the Single Maturity Scheme (SMS), you get the 'principal + interest' at maturity. The interest on each new deposit is calculated based on the prevailing interest rates in the deposit month.

Systematic Deposit Plan - Monthly Maturity Scheme (MMS) We have created a special deposit plan for customers interested in making recurring deposits, referred to as a Systematic Deposit Plan (SDP). In an SDP, you can invest as low as Rs. 5,000 every month for a defined tenure (12 to 60 months). Under the Monthly Maturity Scheme (MMS), 'principal + interest' for each deposit is paid monthly, on maturity of each deposit.

**Bajaj Finance Digital FD**

Unlock higher returns, earning up to 8.65% p.a., with the Bajaj Finance Digital FD for 42 months - available exclusively on our website and app.

Higher FD Rates on Special Tenures

We offer higher FD rates on our special tenures of 18, 22, 33, 42, and 44 months.

Earn Secured Returns up to 8.65% p.a.

Get the highest interest rate on a tenure of 42 months. The longer you invest, the more returns you get.

Higher FD Rates for Senior Citizens

If you are a senior citizen (over 60 years of age), you get up to 0.40% p.a. additional FD interest rate.

Highest Credit Ratings

Our highest [ICRA]AAA(Stable) and CRISIL AAA/STABLE ratings ensure that your deposits are secured with us.

**Eligibility Criteria and Documents Required**

Anyone can book our fixed deposit if they meet the basic criteria mentioned below:

Nationality:

- Resident Indians

Investor Type:

- Individuals

- Senior Citizens

Documents Required:

- PAN and any KYC document: Aadhaar card/Passport/Driving license/Voter ID

- Latest photograph

- Account payee canceled cheque

Note:

- Documents can also be fetched from registered KYC

- You can update KYC via CKYC, OKYC & DigiLocker

- Non-Resident Indians (NRIs), Persons of Indian Origin (PIO), and Overseas Citizens of India (OCI) can connect with our representative or write to us at [wecare@bajajfinserv.in](mailto:wecare@bajajfinserv.in)

Did you know? Senior citizens get a higher rate of return on their investments.

Did you know? You can opt for a loan against your fixed deposit investment.

Did you know? You can choose a cumulative or non-cumulative fixed deposit.

Did you know? Bajaj Finance FD is highest CRISIL AAA/STABLE and [ICRA]AAA(Stable) rated.

**How to renew your fixed deposit?**

You have the option to renew your FD up to 24 hours before maturity. Follow the 6 steps below:

Step 1: Sign in to our Customer Portal - My Account with your registered date of birth, mobile number, and OTP.

Step 2: Click on 'My Relations', available on your home page. Click on 'View All' to see all your relationships with us.

Step 3: Of all your relationships, select the fixed deposit that you want to renew, and click on 'Renew your Fixed Deposit'.

Step 4: All the details about your FD, including interest rate and maturity amount, will be shown along with the bank details. Click on 'PROCEED'.

Step 5: Choose from the three renewal options - 'Principal', 'Principal + Interest' or 'Partial Renewal'. Also, select the payout frequency and tenure.

Step 6: Accept the Terms and Conditions and verify your renewal details using the OTP sent on your mobile number.

**FAQ:**

What is a fixed deposit, and how does it work?

Fixed Deposit is an investment tool offered by banks and non-banking financial institutions (NBFCs), through which you can invest your money for a specific amount of time at a fixed interest rate.

When you invest in an FD, the financial institution assures you that it will return your money at the end of the tenure, often known as the maturity period, and will also pay you interest.

What is the tenure for investing in a Bajaj Finance FD?

Bajaj Finance offers flexible tenure options to all customers. While investing, you can choose any tenure from 12 months to 60 months. The interest rate for each investment varies based on the tenure selected by the investor. Bajaj Finance also offers special returns on special tenures of 18, 22, 33, 42 and 44 months.

What is the minimum amount for investing in a fixed deposit?

The minimum amount for investing in a fixed deposit with Bajaj Finance is Rs. 15,000.

Can I withdraw from my fixed Deposit before maturity?

Bajaj Finance allows premature withdrawal option for fixed deposits to all the depositors, which allows them to close the FD before the scheduled maturity date.

Click Here to know more about how to avoid premature FD withdrawal.

How is the Systematic Deposit Plan different from a fixed deposit?

A fixed deposit is a one-time investment option that allows you to invest lumpsum money for a particular duration at the interest rates applicable during the time of investment.

A systematic deposit plan is a monthly investment option in which the customer can make small monthly instalments starting at just Rs. 5,000.

Each investment done every month acts as a fresh FD and will have different rates based on the interest rate applicable during investment.

How many deposits can I make with Bajaj Finance Fixed Deposit?

There is no limit to the number of deposits you can make with Bajaj Finance Fixed Deposit. Presently Bajaj Finance offers FD rates up to 8.65% p.a.

How much can be deposited in a fixed deposit?

Customers looking for online FD booking can invest between Rs. 15,000 to Rs. 3 crore in Bajaj Finance Fixed Deposit.

For offline investors, there is no upper limit to the investment amount.

Can I get monthly interest on FD?

Yes, you can obtain monthly interest on a fixed deposit by selecting an FD non-cumulative monthly scheme.

With the non-cumulative scheme by Bajaj Finance, customers can choose to fund their regular expenses by getting a periodic income.

How can I invest in a fixed deposit?

Investing in Bajaj Finance Fixed Deposit is easy. You can invest in FD via either online or offline mode. You can invest offline through your nearest branches or our representatives.

Is Bajaj Finance Fixed Deposit safe?

Yes, investing in Bajaj Finance Fixed Deposit is safe. It is accredited with [ICRA]AAA(Stable) and CRISIL AAA/STABLE ratings, which indicate the highest level of safety and lowest investment risk.

What are the minimum and maximum investment tenure?

The tenure for Bajaj Finance Fixed Deposit ranges from 12 to 60 months.

Is it good to invest in FD now?

In India, FDs have gained popularity as a means of saving money. These low-risk investments come with tax advantages and a fixed interest rate on your deposit. They are a safe and secure option, and opening an FD is hassle-free. You can earn interest on your deposits by investing in FDs.

With the highest credit rating of CRISIL AAA/STABLE and [ICRA]AAA(STABLE), Bajaj Finance offers higher FD rates of up to 8.65% p.a. to senior citizens, and up to 8.50% p.a. for customers below 60 years of age. With a minimum amount of Rs. 15,000, you can start investing with an end-to-end online application process.

[TDS on FD Interest - How Much Tax is Deducted on FD](https://www.bajajfinserv.in/investments/all-you-need-to-know-about-tds-on-fixed-deposit)

**TDS on FD investments**

Fixed deposits offered by banks and NBCs are all applicable to tax deductions. Different thresholds of deductions on interest earnings are applicable to different age groups.

1. TDS on Bank FD

Interest income will be taxable if the earnings exceed Rs. 40,000 for citizens aged below 60 and up to Rs. 50,000 for senior citizens. The tax on FD interest is deducted at 10%.

2. TDS on non-bank (NBFC) FD

For non-bank (NBFC) FD, the threshold limit for tax on FD interest is Rs. 5,000. The interest income will be taxable if the earnings exceed Rs. 5,000 in the case of a company FD. The TDS is deducted at 10%. But if the interest you earn on FD exceeds the amount mentioned above, and you fail to share your PAN details with your bank or NBFC, the TDS to be deducted doubles to 20% of the interest earned.

Indian residents pay lesser TDS compared to their NRI counterparts, 10 and 30 per cent respectively. For both cases, you can submit Form 15G or Form 15H at the beginning of the financial year to claim tax exemption on fixed deposit.

If your total income is below the tax slab threshold, you can either submit supporting documents or file for a TDS return later.

**TDS on FD with an example**

Fixed Deposits (FDs) are a popular investment option offering guaranteed returns. But the interest earned on FDs is taxable. Here's how TDS on FD works:

For regular citizens (below 60 years old), any interest income exceeding Rs. 40,000 per year attracts a 10% TDS. Let's say you have 3 FDs:

Bank A (Rs. 50,000 interest), Bank B (Rs. 30,000) and Bank C (Rs. 20,000). Only Bank A's interest surpasses the Rs. 40,000 threshold, so TDS applies only to that amount. Banks B and C's interest will be exempt from TDS.

Senior citizens (60 years and above) enjoy a higher exemption limit of Rs. 50,000 under Section 80TTB of the Income Tax Act. This means they can earn more interest on their Fixed Deposit before any TDS is deducted.

**How TDS on fixed deposit interest is calculated?**

The total interest income from your fixed deposits in a given financial year must be included to your total income and taxed accordingly if the bank does not deduct TDS from it.

Even though it might not be paid out, include the interest income in your overall income on your yearly Income Tax Return (ITR). When filing an ITR, interest income must be disclosed under the heading "Income from other sources." Check which tax bracket you are in.

The TDS (which has already been deducted) will be adjusted by the income tax division against your final tax obligation.

By looking at your Form 26AS, you can see the specifics of the TDS that was taken from any of your earnings.

**TDS on FD interest for senior citizens**

Senior persons are eligible for income tax deductions of up to Rs. 50,000 per year. It is relevant if they get interest income from fixed deposits, savings accounts, and recurring deposits. This is a change made in accordance with the 2018 finance act

.

**TDS on FD interest for non-senior citizens**

The TDS (tax deducted at source) rate on FD (Fixed Deposit) interest for non-senior citizens in India is 10% of the interest earned, provided the interest income exceeds Rs. 40,000 in a financial year.

If your total income for the financial year, including the interest income from FD, is below the basic exemption limit, you can submit Form 15G or Form 15H to the bank. This acts as a request that no TDS be deducted on the interest income.

If you fall in the higher tax bracket, you may have to pay additional tax on the FD interest earned, over and above the TDS deducted by the bank. You should consult a tax expert or refer to the latest tax laws to understand your tax liabilities and obligations.

**What is the exemption limit for TDS deduction on an FD?**

Understanding the rules around Tax Deducted at Source (TDS) on Fixed Deposits (FDs) is crucial for managing your finances effectively. In India, the amount of tax withheld from your FD interest depends on your age and income. For most individuals, TDS applies only if your FD interest for the year exceeds Rs 40,000. Senior citizens get a slightly higher threshold of Rs 50,000. This acknowledges that seniors may have different financial needs.

There's a complete exemption from TDS on FDs for those with a total taxable income below Rs 2.5 lakh per year. This ensures lower-income earners don't face unnecessary tax deductions on their savings. Staying informed about the latest TDS on FD regulations is important.

Government or financial institutions can provide updates on any changes to these limits. This knowledge empowers you to make informed financial decisions and ensures you comply with the current TDS rules in India.

**Is FD interest taxable if my income is below the tax limit?**

Yes, fixed deposit (FD) interest is taxable even if your income is below the tax limit. Interest income from FD is considered as income from other sources and is taxable as per the income tax laws in India.

However, if your total income including the interest income from FD is below the basic exemption limit. You may be eligible for a refund of the TDS (tax deducted at source) that may have been deducted by the bank on the interest earned.

It is important to note that the basic exemption limit may vary from year to year, depending on the prevailing tax laws. You should consult a tax expert or refer to the latest tax laws to understand your tax liabilities and obligations.

**About Form 15G and 15H**

Form 15G and Form 15H are documents that declare your income is below the minimum tax slab for the particular financial year. Citizens aged above 60 years are also exempted from paying TDS on interest earned on fixed deposits if their total income from investments does not exceed Rs. 3,00,000. All they need to do is submit Form 15H. If the TDS has been applied and your total income is below the minimum tax slab, then you can claim a TDS refund on fixed deposit income while tax filing annual IT returns.

With this information, you can now start your investment journey and plan to manage tax deductions wisely.

**FAQ**

1.How TDS is calculated on FD?

TDS = interest earned \* TDS rate

Where:

* ﻿﻿TDS = Tax Deducted at Source
* ﻿﻿Interest earned = interest earned on the FD
* ﻿﻿TDS rate = The TDS rate applicable to the FD, which is 10% for Indian residents and 30% for NRIs

For example, if you earn Rs. 10,000 in interest on an FD in the financial year 2024-25, the TDS that will be deducted is Rs. 1,000 (10% of Rs.10,000)

[What is Fixed Deposit - FD Full Form, Meaning & Features](https://www.bajajfinserv.in/investments/what-is-fixed-deposit)

A fixed deposit offers a secure investment option with guaranteed returns, locking your money for a specified term at a fixed interest rate.

A Fixed Deposit (FD) is a popular investment option provided by banks and non-banking financial companies (NBCs). It allows individuals to invest a specific amount of money for a set duration, earning interest at a predetermined interest rate throughout the investment period.

**How does an FD work?**

Fixed Deposits (FDs) provide a secure avenue for growing your savings. With an FD, you invest a lump sum amount for a specific period, ranging from a short 7 days to a longer 10 years. The interest rate you earn on your FD is predetermined and remains fixed throughout the tenure, ensuring guaranteed returns regardless of market fluctuations. The longer the tenure you choose, the higher the interest rate you'll typically receive.

Interest earned on your FD is usually paid out at maturity. You can choose to have it directly credited to your linked savings account for immediate access or opt for it to be reinvested into your FD to accumulate over time.

**Features and benefits of fixed deposits**

Fixed deposits offer several advantages that make them a popular investment choice:

* ﻿﻿Guaranteed returns: Unlike market-linked investments, FDs provide assured returns, reducing investment risk.
* ﻿﻿Flexible tenures: FDs cater to diverse investment horizons, with options ranging from short-term to long-term goals.
* ﻿﻿Higher interest rates: FD interest rates are generally higher than regular savings accounts, allowing for better returns on your savings.
* ﻿﻿Loan against FD: Many financial institutions offer loans against FDs, providing liquidity in case of emergencies.
* ﻿﻿Senior citizen FD: Bajaj Finance provides exclusive FD schemes for senior citizens, offering higher interest rates to help maximize returns.
* ﻿﻿Periodic interest payouts: You can choose periodic interest payouts, allowing you to manage monthly expenses effectively.
* ﻿﻿Regular income: Fixed deposits provide a reliable source of regular income through periodic interest payments.
* ﻿﻿Capital preservation: FDs ensure the safety of your principal amount, offering guaranteed returns and safeguarding your investment.
* ﻿﻿Diversification: Fixed deposits add stability to your diversified investment portfolio, balancing risk.
* ﻿﻿Liquidity: Though FDs have a lock-in period, you can access funds in emergencies through loans or premature withdrawals.

**Types of fixed deposits**

Different categories of fixed deposits include:

1. Standard term deposits

This is the most common type of FD available at all banks. You deposit a fixed amount of money for a specific tenure, and the bank pays you interest on it at regular intervals or at maturity. The interest rate is pre-determined by the bank and varies based on the tenure and amount invested.

2. Senior citizen fixed deposits

These are FDs designed specifically for senior citizens. They offer higher interest rates than standard FDs and are available to individuals aged 60 years and above.

3. Flexi fixed deposit

This is a type of FD that allows you to withdraw money from your account without breaking the FD. You can withdraw up to a certain limit without incurring any penalty, and the interest rate is calculated on the remaining balance.

4. Recurring deposit

This is a type of FD where you deposit a fixed amount of money at regular intervals (usually monthly) for a specific tenure. The interest rate is pre-determined by the bank and varies based on the tenure and amount invested.

5. Tax-saving FD

Tax-Saving Fixed Deposit (FD) is a type of fixed deposit account that offers a tax deduction under Section 80C of the Income Tax Act, 1961 1.Any investor can claim a deduction of a maximum of Rs. 1.5 lakh per annum by investing in a tax-saving fixed deposit account. The lock-in period for this type of FD is 5 years, and the interest earned is taxable.

**Other Types of Fixed Deposit**

1. Cumulative FD

In cumulative FD, the earned interest is reinvested in the FD account. Both the principal amount and the accumulated interest are paid out at the end of the tenure. This suits investors seeking higher returns without the need for regular interest payouts.

2. Non-cumulative FD

Under this FD type, the earned interest is paid to the investor periodically such as monthly, quarterly, half-yearly, or annually, based on their preference. It is suitable choice for investors looking for a steady income stream.

Who qualifies to open a fixed deposit account?

In India, the following individuals and entities are eligible to open a Fixed Deposit Account:

* ﻿﻿Indian citizens
* ﻿﻿Non-Resident Indians (NRIs)
* ﻿﻿Minors (under the supervision of a guardian)
* ﻿﻿Senior citizens
* ﻿﻿Partnership firms
* ﻿﻿Private and public companies
* ﻿﻿Clubs and societies
* ﻿﻿Sole proprietorship businesses
* ﻿﻿Individual or joint investors

How is interest on FD calculated?

Calculating interest on fixed deposits is simple, considering the investment amount, interest rate, and investment duration. The basic formula is:

Interest on FD=Amount Invested × Interest Rate × (Duration/12 months)

However, the interest amount varies based on whether you opt for a cumulative or non-cumulative FD. For example, let's consider investing Rs. 50,000 for 5 years at an annual interest rate of 8.5% p.a. In this scenario, a cumulative FD would yield a maturity value of Rs. 76,140.

[What Makes the Bajaj Finance Fixed Deposit a Winner | Bajaj Finance](https://www.bajajfinserv.in/investments/what-makes-the-bajaj-finance-fixed-deposit-a-winner)

As a popular investment choice, Bajaj Finance Fixed Deposit is one of the safest investment choices for risk-averse investors seeking the safety of the amount invested. Unlike unpredictable market-linked investment options, this FD offers financial stability, as market performance does not affect its returns.

By investing in a Bajaj Finance Fixed Deposit for a flexible tenor from 12 to 60 months, get profitable returns up to 8.65% p.a.

Investing in a fixed deposit offering higher FD rates can help you grow your maturity amount quickly. Bajaj Finance Fixed Deposit offers one of the highest FD interest rates.

Benefits of Bajaj Finance FD

As a company fixed deposit, Bajaj Finance Fixed Deposit offers high returns with safety to all investors. When you deposit a sum of money in this FD for a fixed term, your invested corpus earns interest over time.

Investing in a Bajaj Finance FD can help you reap several benefits. Check them out below:

* ﻿﻿Get guaranteed returns with one of the highest FD interest rates.
* ﻿﻿Choose your tenor and select the option to gain periodic interest payouts
* ﻿﻿In case you choose periodic payouts, you can select the frequency of your periodic payouts as per your convenience
* ﻿﻿With a rating of CRISIL AAA/ STABLE and [ICRA]AAA(Stable), Bajaj Finance FD has the highest safety ratings, which ensure that your investment is safe, with low risks of delays or defaults
* ﻿﻿Bajaj Finance FD also offers additional up to 0.40% p.a. interest rates for senior citizens, so you can preserve your savings in a safe and stable investment option
* ﻿﻿You can also enjoy the monthly savings option with the Systematic Deposit Plan by Bajaj Finance, where you can save small monthly deposits starting Rs. 5000 per month. The Depositor can choose between 6 to 48 numbers of monthly deposits under SDP. The interest rate prevailing on the date of each deposit will apply to that deposit. Each deposit under the SDP will be treated as a separate fixed deposit
* ﻿﻿Investing in a Bajaj Finance Fixed Deposit is very easy. Existing FD customers can invest through an online paperless process, wherein you can leverage an entire end-to-end online journey
* ﻿﻿You can also invest in multiple deposits with different investment amounts, tenors and payout frequencies with a single transaction. This can help you ladder your investments easily and ensure higher liquidity. In case of emergencies, if you liquidate one of your deposits, the returns on other deposits remain unaffected
* ﻿﻿Now, NRIs can also start investing in a Bajaj Finance Fixed Deposit, and get high returns on their investment

You can start investing in a Bajaj Finance Fixed Deposit with just Rs. 15,000 and be a part of their clientele of over 5,00,00 happy customers.

**How does the Bajaj Finance FD safeguard your interest?**

When you invest in a Bajaj Finance Fixed Deposit Scheme, you invest an amount for a specified tenor, during which interest gets accrued to the principal and compounds over time. At the same time, several FD issuers offer lucrative interest rates, which compel investors to invest; checking the safety ratings before investing is always important. In case you ignore FD ratings, there's a greater likelihood of incurring losses or encountering delays.

To avoid such issues, you must pick an FD with a high safety rating. The higher the ratings, the more credible the FD provider is. Credit rating agencies such as CRISIL and ICRA provide safety ratings on your investment, which can help investors take an unbiased decision regarding which fixed deposit to invest in.

Bajaj Finance has been awarded the highest safety ratings on their investment - CRISIL AAA/ STABLE and [ICRA]AAA(Stable), By investing in Bajaj Finance FD, you can ensure that your investment amount is never at risk.

**How to choose between Cumulative and Non-Cumulative Fixed Deposit options?**

Bajaj Finance Fixed Deposit offers several features and benefits, making it one of the most trusted investment options. When investing in Bajaj Finance FD, you can either get your returns at maturity or opt for periodic payouts. When you choose to gain interest at maturity, your interest is accumulated over the tenor and you receive the amount only at maturity.

On the other hand, periodic payouts enable you to choose your returns on a periodic basis - with the option to choose between monthly, quarterly, half-yearly or annually. Each of these types has its own benefits. You can pick an option depending on your investment goals and your cash flow needs.

Getting returns at maturity suits the purpose of individuals who are not looking to fund immediate cash requirements or periodic payouts. Similarly, periodic payouts could come handy for other purposes like senior citizens seeking periodic income to fund their regular expenses.

What makes Bajaj Finance Fixed Deposit scheme a winner?

For those looking to choose the right fixed deposit option to maximise their returns, here's what makes Bajaj Finance Fixed Deposit the best option:

* ﻿﻿Interest Rate: Bajaj Finance Fixed Deposit offers one of the highest interest rates of up to 8.40% p.a. for customers below 60 years of age and up to 8.65% p.a. for senior citizens.  
  When you compare different FD issuers in the market, it is best to choose a lender offering the highest interest rate. Even a minor difference in interest rates will impact your fund's growth.  
  Thus, when investing in a Bajaj Finance FD, you can get high returns and ensure the safety of your deposit, with the lowest risk of defaults or delays.
* ﻿﻿Hassle-free investment experience: When investing in a fixed deposit, you may not want to encounter several formalities, lengthy paperwork or levy any additional charges. With a Bajaj Finance Fixed Deposit, you can look forward to a hassle-free investment experience, along with the flexibility to choose your tenor and payout frequencies. For existing customers, Bajaj Finance FD also offers the option to enjoy a paperless online journey, wherein you can invest online within a short span of time.
* ﻿﻿Liquidity: When investing in fixed deposits, liquidity may be a concern, especially in emergencies. However, when you invest in a Bajaj Finance Fixed Deposit, you need not worry about liquidity.

In emergencies, you need not liquidate your Bajaj Finance FD, as Bajaj Finserv offers an instant online loan against fixed deposit. With nominal interest rates, minimal paperwork and hassle-free processes, taking a loan against your Bajaj Finance Fixed Deposit is very easy.

Bajaj Finance Fixed Deposit calculator

The key to understanding which fixed deposit is best for you is access to all the facts and figures. A smart way to do this is to use a fixed deposit calculator. You have to enter the investment amount, interest rate, and tenor and choose between cumulative and non-cumulative payouts. Then, the calculator will tell you how much you will have at the end of the investment period in a matter of seconds.

Here's a look at the different benefits of Bajaj Finance Fixed Deposit calculator

* ﻿﻿View your returns: Since the calculator has fields or sliders to adjust the tenor, principal and interest rate, it shows how your investment's gains will vary when variables change.
* ﻿﻿Choose the right tenor: Showing the returns at various tenors enables you to select the best tenor that matches your expectations with regards to returns.
* ﻿﻿Easy comparison: You can forecast FD returns before investing in mere seconds using the Bajaj Finance Fixed Deposit Calculator. This makes it easier to compare different fixed deposits so that you can pick the most profitable one, as per your needs.
* ﻿﻿Easy to use: Bajaj Finance FD interest calculator has a user-friendly interface that makes it easy to use. All you have to do is fill in a few details to check the returns you can get.
* ﻿﻿Accuracy: Instead of performing lengthy calculations manually, you can use Bajaj Finance Fixed Deposit Calculator to simplify the process. Get accurate results, which determine your guaranteed returns.

Hence, you can make a smart decision about where to invest and decide your investment tenor, amount and frequency of interest payouts.

**Tax on Bajaj Finance Fixed Deposit interest**

The returns you earn from a fixed deposit are taxable. However, several investors are unaware of the tax rules that govern this investment. It is important to declare your FD under

'Income from other sources’, which depends on the taxable amount limit, as per your financier.

When you invest a large sum in your FD, your tax is deducted at the source (also known as TDS). The interest is taxed at the same rate as your gross income and could vary between 0% and 30%. If you do not fall under the tax slab and are below 60 years of age, you can submit Form 15H, whereas senior citizens who do not fall under the tax slab can submit Form 15G to avoid paying TDS on income earned from Fixed Deposits.

**Bajaj Finance Senior Citizen Fixed Deposit scheme**

For senior citizens looking for an investment that offers stability, along with the option to gain periodic income post-retirement, Bajaj Finance Fixed Deposit is a preferred investment option. You can easily invest your EPF savings and other lump sum amount in Bajaj Finance Fixed Deposit, get a up to 0.40% p.a. higher interest rate, along with the flexibility to choose tenor and periodic payouts.

You can choose the frequency of your payouts, from monthly, quarterly, half-yearly, to annual. The best part about investing in a Bajaj Finance Fixed Deposit is that you can also determine your returns beforehand, so you don't need to monitor your investments constantly.

The returns on your Bajaj Finance FD are also not linked to market forces, so the risk is considerably lower, and you can look for several benefits for senior citizens.

**Here's a look at some more benefits offered by Bajaj Finance Fixed Deposit for senior citizens**

* ﻿﻿High stability and credibility: Stability and safety of income are most important for senior citizens. Bajaj Finance's FDs feature an AAA rating by ICRA and an AAA stable rating by CRISIL. This ensures that your investment is in safe hands.
* ﻿﻿Online account management: The online account management service offered by Bajaj Finance lets you manage your fixed deposit easily, from the convenience of your home.
* ﻿﻿Doorstep service: It is tiresome for senior citizens to wait in long queues and complete formalities. But, this shouldn't deter you from investing in FDs. So, when you opt for Bajaj Finance's FDs, you have the option to call a representative home and complete the application procedure.
* ﻿﻿Minimal deposit amount: You only need a minimum of Rs. 15,000 to start this fixed deposit.

**How does your Bajaj Finance FD become a tool for financing?**

In emergencies, you can also take a loan against your FD, at a lower interest rate. This enables you to cater to cash flow emergencies while also ensuring the stability of your investment. You can easily fund your personal expenses with an easy loan against FD, which offers many different benefits, some of which are listed below:

* ﻿﻿It averts the risk of submitting valuable assets as collateral. Hence, you can keep assets as property protected.
* ﻿﻿Loans against FD usually come with easier application formalities since you are submitting your FD as collateral. This means that your loan will be approved faster.
* ﻿﻿If you have opted for periodic returns, the monthly returns can be used to pay a small portion of your loan's EMI, thus lowering the repayment burden.
* ﻿﻿These loans have lower interest rates since you are submitting some form of collateral.

**How much money to invest in a Bajaj Finance FD?**

How much you should invest in fixed deposits will vary from investor to investor as it depends on your risk appetite. While investors with a good risk appetite might consider investing less money in FDs and more in market securities, investors with a low-risk appetite will do just the opposite. Here's a quick run-through.

* ﻿﻿If you are a conservative investor: If you like to play it safe and invest heavily in low-risk options, invest less in market-related securities like mutual funds or equity and more in an  
  FD.
* ﻿﻿If you are a moderate risk investor: If you are a moderate risk investor, you usually like to gain from having a diverse investment portfolio. You try to maintain a 50:50 mix by investing equally in both high-risk and low-risk investments. So, you should consider investing equally in fixed deposits and other instruments.
* ﻿﻿If you are an aggressive investor: If you seek large capital gains in a short or medium term and have a big risk appetite, you are an aggressive investor. So, you must focus more on investment options like equity and mutual funds, and add fixed deposits to your portfolio as a secondary option or safety net.

**Liquidity with Bajaj Finance Fixed Deposits**

Liquidity is an important aspect of any investment option. Liquid FDs enable you to raise money instantly in cases of emergencies. The Bajaj Finance FD features flexible premature withdrawals. This means that no matter what your emergency is, you can use the money from your FD. But, some FDs require you to pay hefty charges when you want to exit your deposit prematurely.

By investing in a Bajaj Finance Fixed Deposit, you can safeguard your investment capital and ensure higher growth of your savings. You can also reap the benefits of a multi-deposit facility.

FAQ

Q:What type of FD is best?

A:The best type of FD depends on your financial goals and risk tolerance

Q:What is the difference between fixed rate FD and floating rate FD?

A:A fixed-rate FD offers a consistent interest rate,while a floating-rate FD'd rate may change with market conditions.

Q:What is the maximum FD rate?

A:The maximum FD rate varies among banks and financial institutions.Bajaj Finance provide interest rate upto 8.65% p.a.on FDs

Q:Is the FD interest calculator free to use?

A:Yes Bajaj Finance FD Calculator is free to use.

[SIP vs FD - Choose Better Option for Investment](https://www.bajajfinserv.in/investments/sip-vs-fd)

**SIP vs FD - which is a better option for investment**

Investing is a crucial part of growing wealth. This makes investing in the right tool even more vital. Two of the most preferred investment avenues in the country are the Fixed Deposit (FD) and Systematic Investment Plan (SIP). These are preferred because of their safe nature, high return rate and ease of investing. If you are confused about whether SIP is better than FD, this blog will clarify some concepts.

**What is a Fixed Deposit - FD?**

A Fixed Deposit is a widely invested-in tool that safely parks your funds for a fixed tenure at a fixed income rate. Banks, post offices and Non-Banking Financial Companies offer FD. The risk involved with FDs is practically zero as these do not get affected by market dynamics and are mostly government-backed and under the tight scrutiny of the RBI. Since it is a fixed-income instrument, you can know exactly how much you would make of your investment at maturity. Bajaj Finance is one such financier that offers the highest safety of funds as well as handsome returns. You can also opt for a non-cumulative payout where you get returns periodically.

**Pro tip**

Enjoy higher interest rate with Bajaj Finance Digital FD. Unlock returns of up to 8.65% p.a. by investing for 42 months via website and app.

**Benefits of FD (Bajaj Finance Fixed Deposit)**

Safe investment option for risk-averse investors

Bajaj Finance online Fixed Deposit has been credited with the highest safety ratings of (AAA) and (AAA) by CRISIL and ICRA respectively. These are the leading credit rating agencies in India.

1.High FD interest rates

Bajaj Finance offers fixed deposit interest rates up to 8.40% p.a. for citizens aged below 60 and for senior citizens, the rates can go up to 8.65% p.a. as they get an additional rate benefit of up to 0.40% p.a. on their deposits.

2.Loan against FD facility

Bajaj Finance FD offers a loan against the FD facility. You can easily get a loan of up to 75% of your FD value.

What is a Systematic Investment Plan?

SIP or Systematic Investment Plan is a method of investing in mutual funds systematically. It is an investment plan where an individual invests a fixed amount of money at regular intervals of time, typically monthly, into a mutual fund scheme. It is a simple and disciplined investment approach that helps individuals invest regularly in mutual funds and build wealth over the long term.

The best time to start investing in SIP is as early as possible. The earlier an individual starts investing, the more time their money will have to grow. Moreover, investing in SIP helps to create a habit of disciplined saving and investing, which is essential for long-term wealth creation.

Benefits of SIPs

Disciplined saving and investing - SIP helps to create a habit of disciplined saving and investing, which is essential for long-term wealth creation.

Risk mitigation - SIP helps to mitigate the risk of market volatility by investing regularly at different price points.

Power of compounding - SIP allows investors to take advantage of the power of compounding, which helps to generate higher returns at maturity.

Easy to start and manage - SiP is a simple and easy investment plan that can be started and managed online.

Difference between SIP vs FD

Table showing differences between SIP vs FD:

1. Investment Amount:

- In SIP, you invest a fixed amount at regular intervals

- In FD, you invest a lump sum of money at one time

2. Interest Rate:

- SIP interest rate depends on market movements

- FD interest rate is not subject to market fluctuations

3. Liquidity:

- SIP offers more flexibility as liquidity is high

- FD is less flexible as funds are locked-in

4. Tenure:

- SIP is suitable for mid-term to long-term investment goals

- FD is suitable for all investment goals

5. Risk Involved:

- SIP has mid to high risk depending on chosen funds

- FD has zero to no risk involved

**SIP VS FD: Which is better?**

In conclusion, choosing between SIPs and FDs should ideally depend on personal financial goals, risk appetite, and income. If you have a lump sum kept aside and growing wealth steadily is your aim, then, FD may be the right choice for you. However, if you are willing to take some risk and require more liquidity in hand, SIPs are ideal.

FD is one such safe and reliable investment option that only will preserve your capital but also provide handsome returns. With a return rate going up to 8.65% p.a. you can grow your wealth easily with Bajaj Finance.

Calculate FD returns through our fixed deposit interest calculator.

FAQ

| **Is it safe to invest through SIPs?** |  |
| --- | --- |
| Yes, investing through SiPs is very safe. You must make sure to go through a reputed financier that helps invest in these mutual fund schemes and conducts research before investing. Bajaj Finance offers mutual fund facilities where you can choose from 900+ options. | |

[Latest Senior Citizen FD Interest Rates up to 8.65% p.a.: 2024](https://www.bajajfinserv.in/investments/fixed-deposit-for-senior-citizen)

In India, Senior Citizen Fixed Deposits offer higher interest rates, specifically designed for individuals aged 60 and above. These FDs provide up to 0.40% p.a. more than regular rates, as seen with Bajaj Finance. Senior citizens benefit from regular interest payouts, ensuring a steady income post-retirement, and have the option to avail loans against their FDs if needed.

**Fixed Deposit**

1. ﻿﻿﻿Trusted by over 5 lakh customers
2. ﻿﻿﻿Fixed Deposits worth more than Rs. 50,000 crore booked
3. ﻿﻿﻿Rated CRISIL AAA/STABLE and [ICRAJAAA(STABLE)
4. ﻿﻿﻿Special tenure of 18, 22, 33, 42 and 44 months offered for higher returns
5. ﻿﻿﻿Up to 0.40% p.a. extra interest offered for senior citizens
6. ﻿﻿﻿Flexible interest payout options available - Monthly, Quarterly, Half-yearly, Annually or at Maturity

**Pro tip**

Enjoy higher interest rate with Bajaj Finance Digital FD. Unlock returns of up to 8.65% p.a. by investing for 42 months via website and app.

**FD interest rates for senior citizens**

Senior citizen fixed deposit (FDs) are term deposit plans with exceptional interest rates available to individuals over the age of 60. Apart from the additional up to 0.40% p.a. rate of interest, these fixed deposit accounts offer a wide range of benefits to older residents. Regular interest payouts can provide a constant and reliable income source for seniors in their post-retirement years. If needed, they can also take out a loan against the FD.

Bajaj Finance provides assured returns on Fixed Deposits, making it a top investment choice for senior citizens. With attractive fixed deposit rates for senior citizens, ease of transactions, safety of deposits, and convenient online facilities, Bajaj Finance FD is ideal for all investors, regardless of their risk tolerance.

You can easily calculate the interest returns with the help of Bajaj Finance FD Calculator.

**Senior Citizen Fixed Deposit Scheme - Important Highlights**

The minimum and maximum deposit amounts for senior citizen fixed deposits vary depending on the financial institution.

For tenure options, customers can choose periods typically ranging from 12 to 60 months based on their individual needs.

Regarding premature withdrawals, financial institutions generally allow them to serve as an emergency fund, but penalties apply. Customers should review the specific terms and conditions before investing.

Fixed Deposits can be used as collateral for loans. For example, financial institutions like Bajaj Finance offer loans of up to 75% of the deposit value.

When opening a Fixed Deposit, it's essential to designate a nominee. This ensures dependents can easily claim the funds if needed. A separate nomination form (Form DA1) must be completed by the depositor for this purpose.

**Features of senior citizen fixed deposit schemes**

Key features of senior citizen fixed deposit:

* ﻿﻿Get secured returns up to 8.65% p.a.  
  Grow your savings without any effect of market fluctuations.
* ﻿﻿Up to 0.40% p.a.. the higher interest rate for senior citizens Choose to receive returns on maturity or periodically.
* ﻿﻿Flexible tenure up to 60 months  
  Get higher returns on your investments by staying invested for longer.
* Deposits start just Rs. 15,000  
  Start investing with a small amount and grow your savings with our fixed deposits.
* ﻿﻿Online account management  
  Check FD account balance, renew FD and download receipt via customer portal- Bajaj My Account

**Senior citizen fixed deposit rates 2024 (customers above 60 years)**

Revised interest rates for fixed deposits starting at Rs. 15,000 up to Rs. 3 crore (17 Sep, 2024)

\*Special interest rates are offered on tenure of 18, 22, 33, 42 and 44 months

1. The interest rates vary based on both tenure (duration) and payout frequency.

2. For cumulative deposits (where interest is paid at maturity):

- The lowest rate is 7.65% for 12-14 months tenure

- The highest rate is 8.65% for 42 months tenure

- Special tenures marked with asterisk (\*) like 18, 22, 33, 42, and 44 months generally offer higher rates

3. For non-cumulative deposits (where interest is paid periodically):

- Monthly payouts offer slightly lower rates compared to other frequencies

- Annual payouts offer the highest rates, matching the cumulative rates

- The interest rates increase progressively from monthly to annual frequency

4. Overall interest rate patterns:

- Longer tenures generally offer higher rates

- The 42-month tenure offers the best interest rates across all payout options

- Rate ranges from 7.39% (lowest - monthly payout for 12-14 months) to 8.65% (highest - annual payout for 42 months)

5. Interest rate spreads:

- For any given tenure, there's typically a 0.25-0.30% difference between monthly and annual payout rates

- The rates follow a consistent pattern where: Monthly < Quarterly < Half Yearly < Annual

**Taxation under senior citizen fixed deposit scheme**

Interest earned on fixed deposits (FDs) held by senior citizens is taxable, forming part of their total income. Financial institutions deduct 10% Tax Deducted at Source (TDS) if interest surpasses Rs. 5,000 in a financial year.

**Key points for senior citizens**

* ﻿﻿Taxability: Interest is taxed as per your income slab.
* ﻿﻿TDS limit: Rs. 5,000 per financial year.
* ﻿﻿Form 15H: If your total income is below the taxable limit, submit Form 15H to the bank to avoid TDS deduction.

**Benefits of FD for senior citizens**

1.﻿﻿﻿Higher interest rates

Senior citizens typically enjoy preferential interest rates on FDs, allowing them to earn more on their savings compared to regular customers

2.Stable income

FDs offer a reliable and predictable source of income through regular interest payouts, especially with non-cumulative FDs. This is beneficial for those relying on savings for daily expenses.

3. Capital protection

FDs guarantee the return of the principal amount invested, ensuring that your savings are safe and secure.

4. Liquidity with loan facility

While FDs are generally locked-in investments, many banks offer loan facilities against them, providing liquidity in case of emergencies.

5. Ease of investment

FDs are easy to open and manage, making them a hassle-free investment option for senior citizens.

**Premature withdrawal of Fixed Deposits**

Premature withdrawal of fixed deposits refers to the withdrawal of funds before the completion of the agreed-upon maturity period. While financial institutions generally allow this, they often impose penalties or reduced interest rates for early withdrawals. Investors should carefully consider the terms and conditions outlined by the financial institution, as these penalties can impact the overall returns.

**Eligibility for senior citizen FD**

All resident Indians above the age of 60 years of age can apply for senior citizen FD. The investor must have completed 60 years on the date on which he/she opens the FD account with Bajaj Finance.

Non-Resident Indians (NRIs), Persons of Indian Origin (PIO) and Overseas Citizens of India (OCI) can connect with our representative or write to us on [wecare@baiaifinserv.in](mailto:wecare@baiaifinserv.in).

**Documents required for opening senior citizen FD**

Below are the documents required for applying to Senior citizen fixed deposit by Bajaj Finance.

* ﻿﻿PAN
* ﻿﻿Any KYC document: Aadhaar card/ Passport/ Driving license/ Voter ID

**How to Invest in Bajaj Finance Fixed Deposit**

Investing in a Bajaj Finance online FD is quick and easy. Follow the steps below:

1. ﻿﻿﻿Click on 'Invest Online' to open our online form
2. ﻿﻿﻿Enter your phone number, date of birth and OTP
3. ﻿﻿﻿Existing customers only need to verify their details
4. ﻿﻿﻿If you're a new customer, you will be asked to enter your basic details for KYC
5. ﻿﻿﻿Choose the deposit amount, tenor, interest payout type and your bank details
6. ﻿﻿﻿Pay the amount with net banking or UPI

Upon successful payment, your deposit will be booked, and you will receive an acknowledgement via e-mail and SMS within 15 minutes

**FAQ**

What is the Digital FD offered by Bajaj Finance?

Bajaj Finance has launched a new FD variant called "Bajaj Finance Digital FD" for a period of 42 months. Bajaj Finance is providing one of the highest interest rates of up to 8.65% p.a. for senior citizens and for the customers below the age of 60 they are providing up to 8.40% p.a. The Digital FD can be opened and managed only through the website or app.

What is a senior citizen fixed deposit?

Bajaj Finance offers fixed deposits for senior citizens, so individuals above 60 years of age can invest in a Bajaj Finance Fixed Deposit, earn fixed returns and grow their savings without any effect of market fluctuations.

Is the Bajaj Finance Fixed Deposit safe?

Bajaj Finance FD is one of the safest investment options for senior citizens. Here's what makes it one of the safest ways to grow your savings:

• The highest credit ratings of CRISIL AAA/STABLE and [ICRA]AAA(Stable), indicates highest level of safety and lowest investment risk.

• More than 5 lakh happy customers have contributed to a total FD book size of more than Rs. 50,000 crore

• Nearly 80,000 of these customers are senior citizens, which reflects how senior citizens trust this FD to be one of the safest investment avenues

Investing in a Bajaj Finance Fixed Deposit is safe, as you can be sure of low risks of delays and defaults.

What is the interest rate for senior citizens?

Senior citizens can get attractive interest rates up to 8.65% p.a. in Bajaj Finance.

Is interest in FD taxable for senior citizens?

The interest earned on senior citizen fixed deposit is taxable, as per the applicable income tax laws. These taxes, if any, are deducted at the source. Senior citizens whose interest income from all Bajaj Finance FDs put together is Rs. 3 lakh in a year can submit Form 15H to avoid incurring deductions.

What is the interest rate for Bajaj Finance Senior Citizen Fixed Deposit?

By investing in a Bajaj Finance Senior Citizen FD, senior citizens are eligible for additional rate benefit of up to 0.40% p.a. By investing in a Bajaj Finance Senior Citizen FD, they can earn returns of up to 8.65% p.a.

How can senior citizens save tax?

There are various investment options through which senior citizens can create wealth and also save tax. Some of these methods are:

a. Senior Citizen Fixed Deposit: With the Bajaj Finance Fixed Deposit, senior citizens can enjoy interest up to 8.65% p.a. Under section 80 TTB of the IT act, interest income up to Rs. 5,000 for senior citizens during a financial year is tax free.

b. Senior Citizen Saving's Scheme: If you are above 60 years old, you can invest in the government backed Senior Citizen Savings Scheme and deduct up to Rs. 1.5 lakh from your taxable income under Section 80C of the Income Tax Act, 1961. Taxes are levied on the interest.

c. National Pension Scheme: The National Pension Scheme is a specialised section of the Pension Fund Regulatory and Development Authority, which is under the Ministry

Which scheme is best for senior citizens?

The best scheme for senior citizens depends on individual financial goals, risk tolerance, and preferences. Options like Senior Citizen Savings Scheme (SCSS), senior citizen fixed deposit, or pension plans may suit different needs. It is advisable to research and consult with financial advisors for personalised advice.

[Premature FD Withdrawal: Interest, Penalty & Charges](https://www.bajajfinserv.in/investments/how-premature-withdrawal-of-fixed-deposits-affects-your-interest-calculation)

Fixed deposits have long been a favoured investment avenue, offering a secure and predictable way to grow one's savings. However, circumstances may arise where the need for funds prompts individuals to consider premature withdrawal of their fixed deposits. This financial decision, while providing immediate liquidity, comes with consequences that extend to the interest earned on the deposit. Understanding the implications of premature withdrawal is crucial for investors, as it can impact the overall returns on their investment. In this article, we will understand the dynamics of premature fixed deposit withdrawal and its subsequent effects on interest calculations, shedding light on the considerations and potential drawbacks associated with this financial manoeuvre.

**What is premature withdrawal**

Premature Withdrawal is a term used to describe the process of withdrawing money from a fixed deposit account before its maturity date. This can be done in case of an emergency or if you need the money for some other purpose. However, banks and financial institutions may charge a penalty for premature withdrawal, which can reduce the interest rate earned on the deposit.

The penalty charges for premature withdrawal of fixed deposits can be levied in different ways. For instance, some banks may charge a percentage of the interest earned as a penalty, while others may charge a fixed amount.

It is important to read the terms and conditions of the fixed deposit scheme carefully before investing.

**What is the premature withdrawal of a fixed deposit account?**

Fixed deposits offer the flexibility of premature withdrawal, allowing you to close the account before its maturity date. Nevertheless, availing this option usually incurs a penalty fee imposed by the bank or financial institute. The purpose behind this penalty is to discourage frequent withdrawals and encourage a savings discipline. It's worth noting that some banks or financial institutes may permit FD withdrawal without imposing any penalty fees.

**How premature withdrawal of FD affects interest rate**

Let's assume that you've invested a sum of Rs. 10 lakhs over a tenor of 48 months, with an interest rate of 8.05% This interest rate is set for 48 months. Say you want to withdraw the FD after 12 months. The interest will be calculated at the former rate, which was the interest rate on a one-year FD when you first opened the fixed deposit.

So, before you choose premature withdrawal, do the calculation and be prepared to receive lower returns. If not, try to fund emergencies using other modes of finance like personal loans, cash reserves, or the sale of an asset. This way, you can keep your FD intact until the lapse of the tenor.

**How to calculate penalty on premature withdrawal of fixed deposit?**

Depending on the lender you have chosen, you may have to pay a significant sum of money as a penalty. This could range from 0.50% to even up to 2% of the FD amount. So, before you prematurely close your FD, ensure that you are prepared to pay this penalty.

Choose a lender that makes premature withdrawal easy and has flexible terms. Consider opening a Fixed Deposit with Bajaj Finance, which charges a low premature withdrawal fee while offering an attractive rate of interest on FD.

**Did you know?**

By investing Rs. 3 lakh in Bajaj Finance Digital Fixed Deposit for just 42 months, you can earn interest of up to Rs. 1,03,665. Bajaj Finance FDs are AAA rated from agencies like CRISIL and ICRA, and offer high interest rates of up to 8.65% p.a. That is why over 5 lakh depositors have trusted Bajaj Finance with deposits of over Rs. 50.000 crore.

**Disadvantages of premature withdrawal**

1. ﻿﻿﻿Penalties: Premature withdrawal from investments can lead to financial penalties, like reduced interest rates or forfeited earnings, impacting your savings goals and overall returns.
2. ﻿﻿﻿Interrupted growth: Taking out money early disrupts the compounding effect, a vital factor in wealth building. Longer investments generally mean more growth, but premature withdrawal limits this potential.

**Losing interest if you withdraw and re-invest**

In some cases, you may withdraw your FD to invest in another FD offering a higher interest rate. It could be a wise decision if you profit after paying the penalty charges. If not, keeping your FD intact makes more sense.

**How you can avoid premature withdrawal while ensuring liquidity**

You can look at various methods as below to avoid early liquidation of fixed deposits:

1. ﻿﻿﻿Laddering FDs using multi-deposit facility  
   You can use the multi-deposit facility with Bajaj Finance FD to split your investment amount into multiple FDs, each having a different maturity timeline and interest payout frequency. This will ensure you have a steady stream of FDs maturing in succession. Hence, whenever you need cash, you can utilise this money without going for a premature withdrawal.
2. ﻿﻿﻿Non-cumulative FDs  
   Try to keep some FDs in the non-cumulative mode to earn a fixed payout each month. You can use this surplus money to either pay recurring expenses or to tackle emergencies.  
   Sometimes even a fixed income each month helps tremendously in creating a sum in use.  
   You can set your interest payout frequency as monthly, quarterly, half-yearly, or annually with the Fixed Deposit interest Rate Calculator.
3. ﻿﻿﻿Short-tenor FDs  
   If you are unsure of the time duration you might need your money, go for short FDs starting 12 months with Bajaj Finance FD. Short tenor FDs will also help you safeguard your investment against inflation.
4. ﻿﻿﻿Loan against FD  
   Instead of breaking your FD, you can consider taking a loan against fixed deposits. This is a wise move that prevents you from depleting your finances while also ensuring enough liquidity to help you meet your emergency needs. In addition, this is a low-cost loan as you only must pay a marginal interest rate, over and above the interest you are earning.

You can use online tools such as My Account, your online fixed deposit account, set interest payment frequency, apply for a loan against FD, and manage multiple FDs online.

As you see, with thoughtful planning of your FD investments, you can avoid liquidating your fixed deposits before the maturity timeline. However, if you have to liquidate your fixed deposits, ensure that you're aware of the various withdrawal terms set by your lender. These terms may change periodically, so make sure you're aware of these beforehand.

**FAQ**

What is the Digital FD offered by Bajaj Finance?

Bajaj Finance has launched a new FD type called "Bajaj Finance Digital FD" for a period of 42 months. Bajaj Finance is providing one of the highest interest rates of up to 8.65% p.a. for senior citizens and for the customers below the age of 60 they are providing up to 8.40% p.a. The Digital FD can be booked and managed only through the Bajaj Finserv website or app.

Is premature closure facility applicable for tax saver fixed deposit?

No, the premature closure facility is typically not applicable for tax saver fixed deposits, as they come with a lock-in period.

Can I partially withdraw FD before maturity?

Partial withdrawals from fixed deposits before maturity are generally not allowed; you typically need to break the entire FD.

Can I withdraw money from fixed deposit before maturity?

Yes, you can withdraw money from a fixed deposit before maturity, but it often involves paying a penalty.

How is premature FD withdrawal calculated?

Premature FD withdrawal is calculated based on the bank or NBFC's penalty rules, which may involve a paying a penalty and reduction in the interest rate.

How do I withdraw money from my FD without breaking it?

To withdraw money from your FD without breaking it, consider taking a loan against the FD.

[Fixed Deposit vs Recurring Deposit: Know the Difference](https://www.bajajfinserv.in/investments/invest-in-an-fd-get-more-than-rd)

**What is a Fixed Deposit?**

Generating wealth is a steady process that requires regular saving and investing. The fixed deposit is an all-time favourite investment option for Indian investors. The FD is suitable for all investors, especially because it is a safe tool. Bank FD generally offer lower interest rates as compared to company FD. Company FD like Bajaj Finance offer both safety and attractive FD interest rates.

Here is why the Bajaj Finance Fixed Deposit is a good option.

**What should you choose FD or RD?**

The choice between fixed deposit vs recurring deposit depends on your financial goals and habits. If you have a lump sum to invest and seek a higher return, FD is a better option. But if you prefer saving small amounts regularly, RD suits you best. Consider your risk tolerance, liquidity needs, and financial discipline before deciding.

[FD Monthly Income: How to Get a Monthly Income with a Fixed Deposit](https://www.bajajfinserv.in/investments/monthly-income-with-fixed-deposit)

A fixed deposit (FD) is likely to be the most secure option for investment as it gives guaranteed returns. It also provides an option to earn interest at once after maturity or on a regular basis. Let us look at how you can earn monthly income by investing in a fixed deposit.

**What is Fixed Deposit Monthly Income Scheme?**

The Fixed Deposit Monthly Income Scheme is a way to invest money. You put a lump sum amount into a fixed deposit, and in return, you get a regular monthly income. This income comes from the interest earned on your investment. It's a good choice if you want a steady and predictable monthly income from your fixed deposit.

**Earn monthly income with a non-cumulative deposit.**

There are two kinds of schemes under fixed deposit - cumulative and non-cumulative schemes.

In cumulative FD, you can invest lump sum money over a specific period and avail of returns (principal+interest) after maturity. Returns are generally higher in the case of cumulative FD.

In non-cumulative FD, you can earn a regular payout basis your investment. At the time of application, you can choose the payout frequencies as monthly, quarterly, half-yearly, or yearly. This option is best suitable for people who rely on a regular income to achieve their financial goals, such as senior citizens.

The tenure for a non-cumulative FD ranges 12-60 months. You can calculate the returns on non-cumulative FD using an FD calculator as follows:

* ﻿﻿﻿Select the type of citizen i.e., senior citizen or customer below the age of 60
* ﻿﻿﻿Select the investment amount
* ﻿﻿﻿Select the tenure
* ﻿﻿﻿Select the payout frequency as monthly, quarterly, half-yearly, or yearly

FD calculator is the best tool to foresee the returns you can earn in future and plan your investments accordingly.

**What are the advantages of a non-cumulative FD?**

If you want to invest your money and want interest as a regular payout in future, non-cumulative FD is the most suitable option. For instance, if a person is about to retire in 2-3 years and has no other source of income to rely on post-retirement. They can invest in non-cumulative FD and select payout frequency as monthly. They can then enjoy monthly income once their FD gets matured.

Let us understand via an example. Kapil is 57 years old and will be retiring after 3 years. He has no other income source after that to meet his basic financial expenses. He wants to invest Rs. 5,00,000 in something that would not only grow his savings but help him earn a monthly income to meet his financial need.

Use an FD calculator to check how much return he will get after investing Rs. 5,00,000 in FD for 3 years. Selecting the monthly payout option, you can find that the interest applicable on the FD is 7.81% p.a. The total interest earned would be Rs. 1,17,150 and the total maturity amount will be Rs. 6,17,150.

**What are the returns in a non-cumulative FD?**

Just like a normal FD interest rates, it also comes with attractive interest rates

**Eligibility Criteria for FD Monthly Income Scheme**

• The account holder must be at least 18 years old.

• Minors can open the account with the help of their guardians.

• Joint accounts can be opened under this scheme.

• The account can be opened by Hindu United Family (HUF), any association or institute, and NRIs.

**Taxation on Fixed Deposit Monthly Income Scheme**

1. The fixed deposit account offers tax exemption up to Rs. 1,50,000 in a financial year if you invest in a tax saver fixed deposit account 1.

2. The bank deducts TDS of 10% if the monthly income or return exceeds Rs. 40,000 in a financial year.

3. For senior citizen 10 % TDS will be charges if the monthly income or return exceeds Rs. 50,000.

**FAQ**

How to earn monthly income from FD?  
Bajaj Finance Fixed Deposit are of two types based on the interest payout frequency:

Cumulative fixed deposit: The interest and investment amount is paid at maturity.

Non-cumulative fixed deposit: Principal amount is paid at maturity, and interest is paid on monthly, quarterly, half-yearly, or yearly basis.

To earn monthly income from FD, choose the non-cumulative fixed deposit for a monthly payout frequency. Check the FD rates for monthly income from FD.

Is it possible to obtain monthly interest on an FD?  
Yes, many banks and NBFC’s offer Fixed Deposits (FDs) with monthly interest payouts.

How can I find out how much money I have in a fixed deposit each month?  
Most banks and NBFC’s like Bajaj Finance offers ‘Fixed Deposit Calculator’, an online tools which helps investors calculate their monthly interest earnings accurately.

Is the interest on fixed deposits taxable on a monthly basis?  
Yes, Interest earned on fixed deposits are generally taxable.

[Fixed Deposit vs National Savings Certificates: Which Is Better](https://www.bajajfinserv.in/investments/fd-vs-nsc)

National Savings Certificate (NSC) is a government-backed fixed-income investment scheme. This scheme encourages small and middle-class investors to invest and, at the same time, save on the income tax under section 80C. It is a saving scheme that you can easily open at any post office. Earlier, the banks and post offices used to issue physically pre-printed NSCs. But now, these are recorded electronically, or in a passbook. You can also purchase NSCs from all public sector banks and the top three private sector banks.

However, a fixed deposit is an ideal investment option for many individuals because of its security and higher returns. FD is not dependent on market fluctuations; hence, it becomes the most reliable option for low risk and offers assured returns.

**What is a Fixed Deposit?**

A Fixed Deposit is a type of savings scheme offered by banks and financial institutions. It involves depositing a sum of money for a fixed period of time, ranging from a few days to several years. In return, the depositor earns interest on the deposited amount at a predetermined rate. The interest rate on fixed deposits is generally higher compared to regular savings accounts. The principal amount and interest earned are paid back to the depositor at the end of the fixed period. Fixed deposits are considered low-risk investments as they offer guaranteed returns.

**National Savings Certificates vs Fixed Deposits**

Consider the following parameters to decide which is the better investment option:

**1. Term**

National Savings Certificate demands you to invest a minimum of Rs. 1,000 for a fixed tenure of 5 years. There is no upper limit for investment, but a lock-in period of 5 years for every investment you make in NSCs. You can invest once with a lump sum amount or monthly, like a Systematic Investment Plan (SIP) in NSC.

Alternatively, fixed deposits offer flexible tenures that ranges from a minimum of 12 months to a maximum of 60 months. Just like NSC, FD also has two types of investment options.

You can deposit a fixed sum for a specific period with Bajaj Finance Fixed Deposit. Bajaj Finance also offers a Systematic Deposit Plan (SDP) which allows you to invest regularly over a specific tenure. This plan offers you to earn interest upon maturity or regular payouts.

**2. Interest rate**

You can avail a fix return of 7.7% p.a.\*(as of 01/01/2024) on purchasing NSCs. NSCs have no maximum limit on investments. But there is a limit on tax-free income of up to Rs. 1,50,000 per year under section 80C. This means that interest earned on an investment over Rs. 1.5 lakh is taxable.

While both banks and NBFCs offer fixed deposits, the bank FD offers significantly less interest, and the latter provides a much higher interest rate. Institutions like Bajaj Finance offer maximum interest of up to 8.65% p.a., which is even higher than NSCs.

Click here to calculate your returns on FD using FD calculator.

**3. Investment security**

Security is the most crucial factor when it comes to investments. You should always ensure that your deposits are secure and give assured returns.

This scheme guarantees complete protection of your funds and provides fixed returns just like the other option-Public Provident Fund, Bonds etc. However, the Indian Government has promoted National Savings Certificate only for Indian individual citizens. As a result, the government exempts the below mentioned from investing in NSCs:

* ﻿﻿Hindu Undivided Families (HUFs)
* ﻿﻿Trusts
* ﻿﻿Private and public limited companies
* ﻿﻿Non-Resident Indians (NRIs)

With institutions like Bajaj Finance having the highest credit ratings - CRISIL AAA/STABLE and [ICRAJAAA(Stable) - you can start your fixed deposit confidently. The risk decreases with an increasing credit rating as they guarantee the maximum level of security of your money.

**Difference Between NSC and FD**

Certainly! Here is the table converted into statements:

1. Liquidity: NSC can be used as collateral against loans, while through an FD, you can take a loan for up to 75% of your FD amount.

2. Interest Rate: The interest rate for NSC is 7.7% per annum (as of 01/01/2024), whereas FD interest rates can go up to 8.65% per annum.

3. Compounding Frequency: The interest earned on NSC is compounded annually, while interest on FD is generally compounded quarterly.

4. TDS: TDS is not applicable on NSC, whereas TDS is deducted at 10% on the interest earned from FD.

**Benefits of a Fixed Deposit**

1. ﻿﻿﻿Stability: Fixed deposits provide a stable and secure investment environment, safeguarding the principal amount.
2. ﻿﻿﻿Assured returns: Investors receive fixed interest rates throughout the deposit tenure, ensuring a guaranteed return on investment.
3. ﻿﻿﻿Flexible tenure: Some Financials institutions like Bajaj Finance offers flexibility in choosing the investment tenure on their Fixed Deposit, allowing investors to align with their financial goals with the deposit period.
4. ﻿﻿﻿Risk-free: Fixed deposits carry minimal risk, making them a safer option compared to market-linked investments.
5. ﻿﻿﻿Compounding option: Interest can be compounded in fixed deposits, allowing investors to earn interest on both the principal and accumulated interest, leading to increased returns over time.

**Benefits of an NSC Scheme**

1. ﻿﻿﻿Safety: NSC schemes are backed by the government, ensuring a secure and reliable investment option.
2. ﻿﻿﻿Tax benefits: NSC investments offer tax benefits under Section 80C of the Income Tax Act, helping in tax saving.
3. ﻿﻿﻿Easy accessibility: NSCs are easily accessible through post offices, making them widely available to investors.
4. ﻿﻿﻿Market fluctuations: The returns are not affected by market fluctuations, ensuring stability in earnings.

**FAQ**

**Can I get a loan using NSCs?**Yes, you can use National Savings Certificates (NSCs) as collateral to secure a loan.

**Is it permissible to close an NSC before it has reached maturity?**Generally, premature closure of NSCs is not allowed. However, certain conditions, such as the death of the certificate holder, may permit early withdrawal.

**Would I be able to invest in a certain number of NSCs?**Yes, you can invest in multiple NSCs.

**Is it possible to get a loan against my FDs?**Yes, you can avail of a loan against Fixed Deposits (FDs). Many banks and NBFC’s like Bajaj Finance offer loan against their FD.

[Is FD a Better Investment Option than Equity | Bajaj Finance](https://www.bajajfinserv.in/investments/is-fd-a-better-investment-option-than-equity)

Whether FD or equity is the better investment option depends on individual financial goals, risk tolerance, and investment horizon. Fixed deposits (FDs) offer safety, stable returns, and are ideal for conservative investors seeking capital preservation. On the other hand, equities can potentially deliver higher returns over the long term, making them suitable for those willing to accept market fluctuations. Diversifying a portfolio with both FDs and equity can provide a balanced approach, combining safety and growth potential. Ultimately, the choice should align with your financial objectives, time horizon, and comfort level with risk.

* ﻿﻿Risk Appetite
* Financial goals
* Age
* ﻿﻿Income
* ﻿﻿Expenses
* ﻿﻿Liquidity requirement

Financial experts suggest looking into all these options and then going for a plan. When looking at Fixed Deposits and equity shares, two completely different investment classes, it is important to understand that no one option is the best. However, a healthy ratio of investments in both tools can be beneficial. Usually, experts suggest investors maintain a well-diversified portfolio. It stems from the simple idea of not putting all your eggs in one basket. A balanced mix of various asset classes makes for an ideal portfolio.

Let's try and understand both investment tools.

**Fixed Deposits (FD)**

The fixed deposit is a fixed-income instrument not affected by volatile market movements. The interest rate applicable when booking an FD is maintained throughout the chosen tenor.

It makes it easy to estimate the returns at maturity. A perfect tool to invest in if you have certain financial goals to fulfil in a stipulated time frame. It is one of the safest investment options available to date. Here the investor need not worry about losing the capital at all. However, this low-risk avenue does not offer very lucrative returns compared to its market-linked counterparts.

Banks, Post-offices, and Non-banking financial companies (NBCs) offer fixed deposit facilities. Since Banks and post office FDs are backed by the central government they are extremely risk-free. The NBFCs also called the company FDs, are safe provided you go through the credit ratings provided by the leading rating agencies in India. Companies like Bajaj Finance FD offer the dual advantage of higher FD rates and deposit safety.

**Few key highlights of the FD plan offered by Bajaj Finance**

* ﻿﻿Low minimum investment amount
* ﻿﻿Flexible tenures
* ﻿﻿Flexible payout option
* ﻿﻿Online account management and booking facility
* ﻿﻿Loan against FD facility
* ﻿﻿High-interest rates
* ﻿﻿Additional interest rates for senior citizens

Here's a look at the interest rates offered to investors below 60 years of age.

\*Special interest rates are offered on tenure of 18, 22, 33, 42 and 44 months.

**Equity Shares**

This investment class is purely market movement based and is very dynamic being a high-risk high-reward nature of functioning. Here an investor parks his money in company-owned stocks i.e. he opts for fractional ownership in a company. In this case, if the company does well the stock does well and the investor can earn handsome returns surpassing those of fixed income instruments like the FD. However, if the company faces losses the stocks plummet, eroding your investment and it can even eat into your initial capital investment. Hence.

doing your due diligence is extremely important while investing in this asset class.

In conclusion, it is unfair to state that one investment is better than the other. It is a financial choice that can be, made wisely by factoring in the parameters mentioned above and can be different for different investors. However, the bottom line is that having a diversified portfolio of investments in different investment classes is extremely important. It offsets risks and ensures optimal returns overall.

**Here the table for latest interest rate offered by Bajaj Finance on their FD**

Here are the interest rates offered by Bajaj Finance for fixed deposits (FD) across different tenures and payout frequencies:

Here's a detailed breakdown of the interest rates for each tenure:

For a tenure of 12-14 months, the cumulative interest rate offered at maturity is 7.40%. The non-cumulative options provide a monthly interest rate of 7.16%, a quarterly rate of 7.20%, a half-yearly rate of 7.27%, and an annual rate of 7.40%.

For a tenure of 15-17 months, the cumulative interest rate at maturity is 7.50%. Under the non-cumulative plan, the monthly interest rate is 7.25%, the quarterly rate is 7.30%, the half-yearly rate is 7.36%, and the annual rate is 7.50%.

For a tenure of 18 months, the cumulative interest rate at maturity is 7.80%. The non-cumulative options include a monthly rate of 7.53%, a quarterly rate of 7.58%, a half-yearly rate of 7.65%, and an annual rate of 7.80%.

For a tenure of 19-21 months, the cumulative interest rate at maturity is 7.50%. The non-cumulative rates are 7.25% monthly, 7.30% quarterly, 7.36% half-yearly, and 7.50% annually.

For a tenure of 22 months, the cumulative interest rate at maturity is 7.90%. The non-cumulative options offer 7.63% on a monthly basis, 7.68% quarterly, 7.75% half-yearly, and 7.90% annually.

For a tenure of 23 months, the cumulative interest rate at maturity is 7.50%. Non-cumulative rates are 7.25% monthly, 7.30% quarterly, 7.36% half-yearly, and 7.50% annually.

For a tenure of 24-32 months, the cumulative interest rate at maturity is 7.80%. The non-cumulative options provide a 7.53% monthly rate, 7.58% quarterly, 7.65% half-yearly, and 7.80% annually.

For a tenure of 33 months, the cumulative interest rate at maturity is 8.10%. Under the non-cumulative plan, the monthly interest rate is 7.81%, the quarterly rate is 7.87%, the half-yearly rate is 7.94%, and the annual rate is 8.10%.

For a tenure of 34-35 months, the cumulative interest rate at maturity is 7.80%. The non-cumulative rates are 7.53% monthly, 7.58% quarterly, 7.65% half-yearly, and 7.80% annually.

For a tenure of 36-41 months, the cumulative interest rate at maturity is 8.10%. The non-cumulative options include a monthly rate of 7.81%, a quarterly rate of 7.87%, a half-yearly rate of 7.94%, and an annual rate of 8.10%.

For a tenure of 42 months, the cumulative interest rate at maturity is 8.40%. Non-cumulative rates are 8.09% monthly, 8.15% quarterly, 8.23% half-yearly, and 8.40% annually.

For a tenure of 43 months, the cumulative interest rate at maturity is 8.10%. The non-cumulative options provide a monthly rate of 7.81%, a quarterly rate of 7.87%, a half-yearly rate of 7.94%, and an annual rate of 8.10%.

For a tenure of 44 months, the cumulative interest rate at maturity is 8.25%. The non-cumulative rates are 7.95% monthly, 8.01% quarterly, 8.08% half-yearly, and 8.25% annually.

For a tenure of 45-60 months, the cumulative interest rate at maturity is 8.10%. The non-cumulative options include a monthly rate of 7.81%, a quarterly rate of 7.87%, a half-yearly rate of 7.94%, and an annual rate of 8.10%.

These rates apply as per the latest offerings by Bajaj Finance for fixed deposits and vary based on tenure and payout frequency.

**TABLE**

**Here’s a breakdown of the interest rates for senior citizens on their deposits based on tenure:**

For a tenure of 12-14 months, the cumulative interest rate at maturity is 7.65% per annum. The non-cumulative interest rates for this tenure are 7.39% per annum on a monthly basis, 7.44% per annum quarterly, 7.51% per annum half-yearly, and 7.65% per annum annually.

For a tenure of 15-17 months, the cumulative interest rate at maturity is 7.75% per annum. The non-cumulative interest rates include 7.49% per annum monthly, 7.53% per annum quarterly, 7.61% per annum half-yearly, and 7.75% per annum annually.

For a tenure of 18 months (special rate), the cumulative interest rate at maturity is 8.05% per annum. The non-cumulative interest rates are 7.77% per annum monthly, 7.82% per annum quarterly, 7.89% per annum half-yearly, and 8.05% per annum annually.

For a tenure of 19-21 months, the cumulative interest rate at maturity is 7.75% per annum. The non-cumulative interest rates are 7.49% per annum monthly, 7.53% per annum quarterly, 7.61% per annum half-yearly, and 7.75% per annum annually.

For a tenure of 22 months (special rate), the cumulative interest rate at maturity is 8.15% per annum. The non-cumulative interest rates include 7.86% per annum monthly, 7.91% per annum quarterly, 7.99% per annum half-yearly, and 8.15% per annum annually.

For a tenure of 23 months, the cumulative interest rate at maturity is 7.75% per annum. The non-cumulative interest rates are 7.49% per annum monthly, 7.53% per annum quarterly, 7.61% per annum half-yearly, and 7.75% per annum annually.

For a tenure of 24-32 months, the cumulative interest rate at maturity is 8.20% per annum. The non-cumulative interest rates for this tenure are 7.91% per annum monthly, 7.96% per annum quarterly, 8.04% per annum half-yearly, and 8.20% per annum annually.

For a tenure of 33 months (special rate), the cumulative interest rate at maturity is 8.35% per annum. The non-cumulative interest rates are 8.05% per annum monthly, 8.10% per annum quarterly, 8.18% per annum half-yearly, and 8.35% per annum annually.

For a tenure of 34-35 months, the cumulative interest rate at maturity is 8.20% per annum. The non-cumulative interest rates include 7.91% per annum monthly, 7.96% per annum quarterly, 8.04% per annum half-yearly, and 8.20% per annum annually.

For a tenure of 36-41 months, the cumulative interest rate at maturity is 8.35% per annum. The non-cumulative interest rates are 8.05% per annum monthly, 8.10% per annum quarterly, 8.18% per annum half-yearly, and 8.35% per annum annually.

For a tenure of 42 months (special rate), the cumulative interest rate at maturity is 8.65% per annum. The non-cumulative interest rates are 8.33% per annum monthly, 8.38% per annum quarterly, 8.47% per annum half-yearly, and 8.65% per annum annually.

For a tenure of 43 months, the cumulative interest rate at maturity is 8.35% per annum. The non-cumulative interest rates are 8.05% per annum monthly, 8.10% per annum quarterly, 8.18% per annum half-yearly, and 8.35% per annum annually.

For a tenure of 44 months (special rate), the cumulative interest rate at maturity is 8.50% per annum. The non-cumulative interest rates include 8.19% per annum monthly, 8.24% per annum quarterly, 8.32% per annum half-yearly, and 8.50% per annum annually.

For a tenure of 45-60 months, the cumulative interest rate at maturity is 8.35% per annum. The non-cumulative interest rates are 8.05% per annum monthly, 8.10% per annum quarterly, 8.18% per annum half-yearly, and 8.35% per annum annually.

**Equity Investment Amount vs Fixed Deposit Amount**

Investors in fixed deposits (FDs) commit a specific amount for a predetermined period at a fixed interest rate. In contrast, equity investments allow flexible investment amounts.

* ﻿﻿Returns:  
  FDs typically offer returns ranging between 5%-9%, which are relatively lower than other investment options. On the other hand, equity investments have the potential to produce a higher yield over time.
* ﻿﻿Liquidity:  
  In equity investments, individuals can withdraw their funds as needed. However, premature FD withdrawals can lead to pre-closure charges.
* ﻿﻿Control Over Investments:  
  Equity investors can employ various strategies to maximise profits, but FD investors have limited control over their investments.
* ﻿﻿Effect of Inflation:  
  While FDs may seem risk-free, inflation can erode returns, potentially resulting in zero or negative real returns. In contrast, equity investors can time their purchases and sales to navigate market fluctuations effectively.

**Frequently asked questions**

Is investment in equity is safer than bank fixed deposit?

Investment in equity is generally considered riskier than a bank fixed deposit, as the stock market can experience fluctuations that may lead to losses.

What is the difference between FD and equity fund?

The key difference between FD and an equity fund lies in their nature: FD is a fixed-income, low-risk instrument, while equity funds invest in stocks, offering potentially higher returns but with higher risk.

What is better than FD funds?

Several investment options, like mutual funds, can potentially offer better returns than traditional FDs, depending on an individual's risk tolerance and financial goals.

Why is FD better than stocks?

FDs are often favoured over stocks by risk-averse investors due to their stability and guaranteed returns, while stocks carry higher market volatility and uncertainty.

Is investment in equity is safer than bank fixed deposit?

Investment in equity is generally considered riskier than a bank fixed deposit, as the stock market can experience fluctuations that may lead to losses.

[Difference Between Cumulative and Non-Cumulative Fixed Deposit | Bajaj Finserv](https://www.bajajfinserv.in/investments/difference-between-cumulative-non-cumulative-fixed-deposit)

Fixed deposit (FD) is essentially an investment scheme offering a higher rate of interest than a regular savings account. Investors with a low-risk appetite usually prefer FD as the rates are locked-in at the time of booking the deposit and stay the same during the tenure until it matures. This makes it easier to estimate returns at maturity and decide how much to invest even before putting the money in the account.

When investing in an FD, you have two options available cumulative and non-cumulative FD. These are based on payout frequencies. When interest is compounded each year and paid at maturity that is called cumulative FD. Alternatively, in non-cumulative FD, the interest is paid out monthly, quarterly, half-yearly or annually as per your requirements.

**Pro tip**

Enjoy higher interest rate with Bajaj Finance Digital FD. Unlock returns of up to 8.65% p.a. by investing for 42 months via website and app.

**What is a cumulative fixed deposit?**

A cumulative fixed deposit enables the investor to get returns in a lump sum at maturity, in other words, until the end of the maturity period, interest is accrued or collected. The interest earned in the year, is reinvested, and added to the initial invested amount.

Investors looking to fulfil important financial milestones like buying a house, saving for a child's wedding, and more can benefit from the cumulative FD. Consider a cumulative fixed deposit if you want to save a specific sum for the future and can go without regular interest payments into your account.

For an investment of Rs. 3,00,000, the interest earned by a senior citizen in the cumulative fixed deposit is:

TABLE

For an initial investment of Rs. 3,00,000, the cumulative fixed deposit offers the following options:

For a 12-month tenure, the interest rate is up to 7.65%, and the maturity amount will be Rs. 3,22,903.

For a 24-month tenure, the interest rate is up to 8.20%, and the maturity amount will be Rs. 3,51,163.

For a 33-month tenure, the interest rate is up to 8.35%, and the maturity amount will be Rs. 3,74,289.

For a 44-month tenure, the interest rate is up to 8.50%, and the maturity amount will be Rs. 4,04,895.

Key observation: The longer the tenure, the higher the interest rate and maturity amount, with rates ranging from 7.65% to 8.50% over tenures from 12 to 44 months.

**What is non-cumulative fixed deposit?**

In a non-cumulative fixed deposit, the investor can select the payout frequency. The interest on a non-cumulative FD can be received every month, every quarter, every half-year, or every year. When submitting your application, you can specify whether you want to receive periodic payments every month, quarter, half-year, or year.

Investors looking to fund recurring expenses like EMI, and rentals can choose to invest in the non-cumulative fixed deposit. Also, senior citizens who have saved their retirement funds in an FD can choose the non-cumulative option to use the regular payouts as paycheques to fund their daily expenses.

For an investment of Rs. 3,00,000, the interest earned by a senior citizen in non-cumulative fixed deposit for monthly

returns is:

TABLE

Let me convert this fixed deposit table information into clear statements:

For an investment of Rs. 3,00,000, the standard fixed deposit rates and maturity amounts are:

For a 12-month tenure, the interest rate is up to 7.39%, with a maturity amount of Rs. 3,22,125.

For a 24-month tenure, the interest rate is up to 7.91%, resulting in a maturity amount of Rs. 3,47,412.

For a 33-month tenure, the interest rate is up to 8.05%, and the maturity amount will be Rs. 3,66,446.

For a 44-month tenure, the interest rate is up to 8.19%, leading to a maturity amount of Rs. 3,90,085.

Key observation: The interest rates increase progressively with longer tenures, starting from 7.39% for 12 months and reaching up to 8.19% for 44 months, resulting in higher maturity amounts for longer investment periods.

As one of the safest investment options, a fixed deposit enables investors to earn interest on their savings for a fixed tenure at predetermined interest rates. When investing in a fixed deposit, you may have come across cumulative and non-cumulative FD terms. These are two different types of fixed deposits based on payout frequency.

The interest is compounded each year and paid at maturity in a cumulative fixed deposit. On the other hand, in a non-cumulative fixed deposit, the interest is paid out either monthly, quarterly, half-yearly or annually, as per your requirements.

You can calculate the returns on your investment with the help of FD Interest Rates Calculator.

**How is interest credited for cumulative and non-cumulative fixed deposits?**

The interest is credited differently for cumulative and non-cumulative fixed deposit.

In a cumulative FD, your interest is routinely reinvested on the sum of your initial deposit. This indicates that your principal is increased by the interest you earned during the first cycle.

In the following cycle, you would receive additional interest income as well as interest on the increasing principle.

For non-cumulative foxed deposit, according to the investor's preferences, the interest is credited to the FD accounts on a regular basis and paid out at the end of each period.

**Cumulative FD or non-cumulative FD, which is better for me?**

To decide which option is better, you must consider three variables:

* ﻿﻿Income
* ﻿﻿Liquidity requirements
* ﻿﻿Financial goals

Those having long-term goals with fewer liquidity requirements must opt for cumulative FD. However, if you desire to maintain enough liquidity the non-cumulative fixed deposit is a better fit.

You can maximize FD returns by doing the following:

* Invest a larger amount as an initial deposit so it gains more interest over the tenure.
* Choose a longer tenure to benefit more from the power of compounding.
* ﻿﻿Choose cumulative FD as the FD rates are usually higher
* ﻿﻿Ladder your investments
* ﻿﻿Do not liquidate your FD before the tenure ends to avoid penalty charges

**Cumulative vs non-cumulative fixed deposit**

The only major difference between a cumulative and non-cumulative fixed deposit is the payout frequency. The former offers a single payout at maturity and the latter provides payout on a monthly, quarterly, half-yearly, and annual basis. You can choose the payout option basis your requirement and investment objective.

TABLE

1. Payout Frequency:

* Cumulative FD provides payout at maturity only
* Non-cumulative FD offers flexible payout options: monthly, quarterly, half-yearly, or annually

1. Rate of Interest:

* Cumulative FD offers a higher interest rate
* Non-cumulative FD has comparatively lower interest rates than cumulative FD

1. Investor Type:

* Cumulative FD is best suited for individuals looking to fulfill long-term goals
* Non-cumulative FD is ideal for investors who require sufficient liquidity and senior citizens who need regular income

**What is Cumulative Fixed Deposit?**

A cumulative fixed deposit (FD) is a type of fixed deposit in which interest is accumulated or reinvested back into the deposit. Since both the principal and the interest that has already been earned are taken into account, the amount on which interest is computed for the following period is increased.

**What is a Non-Cumulative Fixed Deposit?**

As the name suggests, a non-cumulative deposit is an FD in which interest is not accrued over the investment tenor. Instead, it is distributed to you on a regular basis. The main distinction between cumulative and non-cumulative FDs is this.

**Where should you invest, cumulative or non-cumulative FD?**

Choosing between cumulative or non-cumulative can be determined based on payout frequency, liquidity requirements, and investment goals. For those who aim to save up for long-term goals a cumulative FD is the best choice. Such investors can park a lump sum amount aside for their investments. On the other hand, investors looking to fund recurring expenses should choose non-cumulative FD as it does not curtail liquidity. The payout can be used to fund monthly expenses.

On the other hand, investors looking to fund recurring expenses can choose to invest in a non-cumulative FD, where they can receive payouts regularly. The payouts received on these deposits can be used to fund monthly expenses. Check the fixed deposit interest you will be served on Bajaj Finance FD.

**Difference between Cumulative and Non-Cumulative Fixed Deposit**

When investing in a fixed deposit, you may have come across cumulative and non-cumulative FD terms, let us understand how they are different:

TABLE

Cumulative FD vs Non-Cumulative FD

1. Definition and Interest Structure:

- In a Cumulative FD, interest is accumulated throughout the entire fixed deposit tenure

- In a Non-Cumulative FD, interest is not accumulated

2. Interest Payout Pattern:

- Cumulative FD pays all interest at maturity

- Non-Cumulative FD provides regular payouts (monthly, quarterly, half-yearly, or yearly)

3. Income Flow Characteristics:

- Cumulative FD has no income flow during the deposit tenure

- Non-Cumulative FD provides regular income flow throughout the tenure

4. Reinvestment Features:

- Cumulative FD allows reinvestment, where depositors earn interest on interest, resulting in higher total returns

- Non-Cumulative FD does not offer reinvestment options since interest is paid out regularly, leading to slightly lower total returns

5. Target Customer Base:

- Cumulative FD is best suited for salaried individuals and those with stable profits

- Non-Cumulative FD is more appropriate for retirees, housewives, and freelancers who may need regular income

**FAQ**

What is the meaning of a cumulative FD?

A cumulative fixed deposit (FD) is a type of fixed deposit in which interest is accumulated or reinvested back into the deposit. Since both the principal and the interest that has already been earned are taken into account, the amount on which interest is computed for the following period is increased.

Is a cumulative FD better?

In comparison to non-cumulative deposits, cumulative FDs pay higher interest rates. The primary distinction is that interest on a cumulative deposit is paid at maturity, whereas interest on a non-cumulative deposit is paid on a regular basis. Your financial objectives and needs will determine whether a cumulative or non-cumulative FD is preferable.

How are cumulative FD interest credits calculated?

When it comes to cumulative FDs, interest credits are paid out through an FD account at the end of the investment tenor.

How is non-cumulative interest credited for fixed deposits?

Depending on the payout frequency you select for non-cumulative FDs, the interest credits are transferred to you on a regular basis. This could be a non-cumulative deposit interest that is paid monthly, quarterly, half-yearly, or annually.

What is the benefit of non-cumulative FDs?

The frequency of interest payouts is the main advantage of non-cumulative FDs. For people who want a consistent inflow of cash through consistent interest payments, this is fantastic.

What is an example of cumulative FD?

Here is one instance: You put Rs. 100,000 rupees into a yearly cumulative fixed-interest investment at a rate of ten percent. As a result, your interest payment at the end of the FD duration would be Rs. 10,000.

Which is better: non-cumulative FD or traditional FD?

Non-cumulative FDs are a preferable option if you want to increase your corpus and your wealth for retirement. Cumulative FDs, however, can be a wise choice if you want to dramatically increase your savings. Though the decision is solely dependent upon your financial objectives.

[FD Calculator - Fixed Deposit Interest & Return Calculator](https://www.bajajfinserv.in/investments/fixed-deposit-calculator)

**What is a Fixed Deposit Calculator?**

When investing in a fixed deposit, the amount you deposit earns interest as per the prevailing FD interest rate. This interest keeps compounding over time and helps you grow your savings. A fixed deposit is a term investment provided by various banks and NBCs. These deposits usually offer higher interest rates, subject to specific terms and conditions. The deposited amount is locked in for a predetermined period, ranging from 7 days to 10 years. Calculating all these details manually can be a tedious and time-consuming process. With the FD return calculator, you can now estimate the interest gains and FD maturity amount without must hustle.

The FD calculator can assist you in determining how much interest you can receive by investing in a fixed deposit for a set period. The maturity amount is calculated using an online FD interest calculator, interest compounded annually.

**How can an FD calculator help you?**

Calculating the maturity amount of an FD can be complex and time-consuming. An online FD calculator makes it easy and hassle-free.

* ﻿﻿Estimating the maturity value of a Fixed Deposit can be a laborious task, given its intricate nature with various factors. However, with an fixed deposit calculator, you can effortlessly obtain precise results.
* ﻿﻿This tool not only simplifies the process but also saves you considerable time that would otherwise be spent on intricate calculations.
* ﻿﻿Furthermore, an fixed deposit return calculator allows you to compare the maturity amounts and interest rates offered by diverse financial institutions, empowering you to make well-informed decisions based on a comprehensive understanding of the figures.

**How to calculate FD interest?**

The FD return calculator helps in determining the interest and the maturity amount of your investment.

The formula to determine FD maturity amount

There are two types of FD that you may avail of - simple interest FD and compound interest FD.

The fixed deposit calculator for simple interest FD uses the following formula

**M = P+ (P.r.t/100)**

Where:

* ﻿﻿M is the maturity amount
* ﻿﻿P is the principal amount that you deposit
* ﻿﻿r is the rate of interest per annum
* ﻿﻿t is the tenure in years

For compound interest FD, the FD return calculator uses the following formula -

M= P+P {(1+i/100) t- 1}

Where:

* ﻿﻿M is the maturity amount
* ﻿﻿P is the principal amount that you deposit
* ﻿﻿r is the rate of interest per annum
* ﻿﻿t is the tenure in years

For an investment amount of Rs. 15,000, below is the interest earned and FD maturity amount for customers below the age of 60.

TABLE:

For an investment amount of Rs. 15,000 (for customers below age 60), the interest and maturity details are as follows:

1. For a 12-month period at 7.40% p.a., you earn Rs. 1,110 as interest, with a maturity amount of Rs. 16,110.

2. For an 18-month period at 7.80% p.a., you earn Rs. 1,789 as interest, with a maturity amount of Rs. 16,789.

3. For a 33-month period at 8.10% p.a., you earn Rs. 3,583 as interest, with a maturity amount of Rs. 18,583.

4. For a 42-month period at 8.40% p.a., you earn Rs. 4,893 as interest, with a maturity amount of Rs. 19,893.

5. For a 44-month period at 8.25% p.a., you earn Rs. 5,060 as interest, with a maturity amount of Rs. 20,060.

6. For a 60-month period at 8.10% p.a., you earn Rs. 7,142 as interest, with a maturity amount of Rs. 22,142.

These rates are effective from 17 Sep, 2024.

TABLE:

For an investment amount of Rs. 15,000 for senior citizens (effective from 17 September 2024), the following interest rates and returns apply:

1. For a 12-month period, at an interest rate of 7.65% per annum, you will earn Rs. 1,148 as interest, resulting in a maturity amount of Rs. 16,148.

2. If invested for 18 months at 8.05% per annum, the interest earned would be Rs. 1,847, with a maturity amount of Rs. 16,847.

3. A 33-month investment at 8.35% per annum will earn Rs. 3,707 as interest, leading to a maturity amount of Rs. 18,707.

4. For a 42-month term at 8.65% per annum, you will earn Rs. 5,054 as interest, with a final maturity amount of Rs. 20,054.

5. A 44-month investment at 8.50% per annum will generate Rs. 5,230 as interest, resulting in a maturity amount of Rs. 20,230.

6. The longest term of 60 months at 8.35% per annum will earn Rs. 7,399 as interest, giving you a maturity amount of Rs. 22,399.

**Advantages of using Bajaj Finance FD calculator India**

There are several advantages of using a FD amount calculator, including:

1. ﻿﻿﻿Accuracy: The Fixed deposit calculator is highly accurate and reliable, as they use advanced algorithms to calculate the interest earned on a fixed deposit, taking into account factors such as the deposit amount, tenure, and interest rate.
2. ﻿﻿﻿Convenience: With the FD calculator, you can easily calculate the interest earned on your fixed deposit from the comfort of your home or office, without the need to visit a bank or financial institution.
3. ﻿﻿﻿Time-saving: FD interest calculators are designed to provide quick results, enabling you to calculate the interest earned on your fixed deposit in a matter of seconds.
4. ﻿﻿﻿Comparison: The FD interest calculator also allows you to compare the interest rates offered by different banks and financial institutions, helping you make an informed decision on where to invest your money.
5. ﻿﻿﻿Planning: The online FD calculator can help you plan your finances more effectively by providing a clear picture of the interest earned on your fixed deposit, enabling you to make better financial decisions.

Overall, the fixed deposit interest calculator is a valuable tool for anyone looking to invest in a fixed deposit, as it provides accurate and reliable calculations, is highly convenient and time-saving, and helps with financial planning and decision-making.

**Features of Bajaj Finance FD Calculator**

* ﻿﻿Online and free to use  
  The Bajaj Finance FD Calculator is accessible online at no cost, allowing investors to use it conveniently from anywhere.
* ﻿﻿Compare various interest rates  
  Compare different FD interest rates offered by Bajaj Finance, helping them make informed decisions for their fixed deposit investments.
* ﻿﻿Few details required  
  Simply enter key details like Customer type, FD amount, tenure and interest amount frequency.
* ﻿﻿Get instant results  
  Instantly calculate the interest earned and maturity amount on your FD in just a few clicks, offering quick insights for better planning.

**Benefits of Bajaj Finance FD Calculator**

* ﻿﻿Quickly estimate returns without manual calculations, saving time and effort.
* ﻿﻿Adjust deposit amounts, tenure and interest amount frequency compare different scenarios and find the best option.
* ﻿﻿Simple and easy-to-navigate, making it accessible for all users.
* ﻿﻿Get accurate and up-to-date calculations based on the latest interest rates offered by Bajaj Finance.
* ﻿﻿Helps in better planning of investments by providing clear and instant insights into your returns.

**How to use Bajaj Finance's FD calculator?**

Follow these steps to use the FD calculator:

Step 1: Choose the customer type like: Customer below the age of 60 years or Senior Citizens.

Step 2: Enter the "Deposit Amount" or use the slider to choose the "Deposit Amount.

Step 3: Enter the "Deposit Tenure" or select from the slider.

Step 4: Choose your payout mode like whether you want your interest payout at maturity, monthly, quarterly, half-yearly or yearly.

As an NRI, you can invest in a Bajaj Finance Fixed Deposit, wherein you earn fixed interest on the amount deposited, which compounds over time. The NRI FD Calculator is a simple tool that helps you determine your maturity amount so that you can plan your investment. All you need to do is enter the desired deposit amount, choose a suitable tenure, and you will automatically see the returns on your deposit at maturity, even before you start investing.

**Frequently asked questions**

How to use an FD calculator online?

The Bajaj Finance FD interest calculator simplifies your investment planning. Select your customer type, deposit amount, and tenure and payout frequency (maturity, monthly. quarterly, half-yearly. yearly) The calculator instantly displays your interest and maturity amount, helping you make informed investment decisions.

Here's the text exactly as shown in the image:

How to calculate the fixed deposit maturity amount?

Bajaj's calculator helps you determine your returns with the FD calculator. Select your customer category (senior citizen or under 60), FD type (cumulative or non-cumulative), principal amount, and tenure. The calculator displays your interest and maturity amount, aiding your investment decision-making. The interest rate will vary based on your chosen FD type and tenure, so utilizing the FD calculator ensures you have a clear picture of your potential returns in less than a minute.

How to calculate FD rate?

The returns on your fixed deposit investment are determined by your interest rates and frequency of interest payouts. These interest rates are compounded periodically, and the formula supporting the FD interest rates calculator is listed below:

A = P(1+r/n)^(nt)

Where:

A is the maturity amount

P is the principal amount

r is the rate of interest

t is the number of years

n is compounded interest frequency

Can we get monthly interest on a fixed deposit?

Yes, you can opt for monthly interest payouts with Bajaj Finance Fixed Deposits. The FD calculator lets you choose your payout frequency (e.g., monthly, quarterly, half-yearly, or annually) and tenure to determine your returns.

What is the maturity amount in FD?

The maturity amount in a fixed deposit (FD) is the total amount you receive at the end of the investment term. It comprises your initial investment (principal amount) plus the accumulated interest earned over the FD's tenure.

What is the difference between Bajaj Finance's cumulative and non-cumulative payout options?

Based on payout frequency, Bajaj Finance fixed deposit types are distinct from one another. A cumulative fixed deposit is used to pay the interest at maturity after it has been compounded annually. The interest is paid out either monthly, quarterly, half-yearly, or annually in a non-cumulative fixed deposit, depending on your needs.

How is premature FD penalty calculated?

Bajaj Finance offers its customers the option of premature withdrawal of FD. The guidelines for the same are:

• "no withdrawals are allowed in the first three months."

• "no interest is paid for withdrawals after three months but before six months."

• "In case of deposit withdrawn between 6 months to the date before maturity of the deposit, the interest rate payable will be 2% lower than the one specified for the period for which the deposit has run."

• "In case of rate specified for the period the scheme has run, the interest rate payable will be 5% lower than the lowest rate at which deposits are accepted by Bajaj Finance Limited."

How does the FD calculator help in future financial planning?

The FD calculator aids future financial planning by estimating returns, setting goals, assessing risk, and planning for liquidity needs.

How much time does it take to use the FD calculator?

Using the FD calculator is quick, typically taking just a few minutes to input details and receive an estimated maturity amount.

What is the minimum amount required to open an FD?

You can book a Bajaj Finance FD with just Rs. 15,000.

What is the interest rate on FDs for Senior Citizens?

Bajaj Finance offers up to 8.85% p.a. to senior citizens on their FD.

What is the interest rate on FD for General Citizens?

Bajaj Finance offers interest rates of up to 8.60% p.a. on fixed deposit for customers below the age of 60.

What is the minimum and the maximum tenure for a Fixed Deposit?

The minimum tenure for a Bajaj Finance Fixed Deposits is 12 months, and the maximum tenure is 60 months.

L[oan against Fixed Deposit | Get up to 75% of FD Value | Bajaj Finance](https://www.bajajfinserv.in/loan-against-fixed-deposit)

Loan Against Fixed Deposit (LAFD) up to 75% of deposit value

No pre-mature withdrawal | Interest 2% over FD rate

Loan Against Fixed Deposit (FD)

Please Note: Existing customers of Bajaj, who have booked an FD with us, can login to the customer portal - My Account to get instant loan against FD.

Instead of prematurely withdrawing your Fixed Deposit, you can avail of a Loan Against Fixed Deposit from Bajaj Finance.

If you have a non-cumulative fixed deposit, you can avail of up to 60% of the value of your FD as a loan. This amount is higher, at 75% if you hold a cumulative FD.

**5 reasons to choose our loan against fixed depositLoan up to 75% of deposit value**

* Loan up to 75% of deposit value
* No need to pay EMI
* No foreclosure charges
* Foreclose any time before FD maturity
* Interest: 2% over FD rate

Features and benefits of our loan against fixed deposit

* ﻿﻿Loan of up to 75% of deposit value  
  Get loan against your fixed deposit up to 75% of deposit value in case of cumulative, and up to 60% of deposit value in case of non-cumulative. Minimum loan value of Rs. 3000.
* ﻿﻿No need to pay any EMI  
  After availing the loan, the borrower need not pay any EMI. The loan amount, and loan against FD interest rate, can be paid any time before the maturity date. If the amount is not paid by then, it will be adjusted from the maturity proceeds of the FD. NACH is not required.
* ﻿﻿Zero foreclosure charges  
  No foreclosure charges applicable. You can visit any BFL branch for foreclosure of your loan.
* ﻿﻿LAFD at interest rate of 2% over FD rate  
  LAFD at interest rate of 2% over FD rate
* ﻿﻿Flexible tenure option  
  Get a loan of minimum 1 month. The loan is available for a flexible tenure of 1 month to the tenure of your deposit.
* Dedicated customer portal (My Account)

Download your loan statement and manage your loan online with our customer portal - My Account.

* Offline loan through branches

You can visit the Bajaj Finance Limited branches and get loan of more than Rs. 4 Lakh per deposit.

**Pre-approved offers**

We have pre-approved offers for our existing and new customers. To check, all we need is your mobile number.

* ﻿﻿Check your pre-approved offer  
  You might not require a loan at this time, or you might not have a pre-approved offer. There is still a vast selection of products available, which you can choose from. Loan is at sole discretion of Bajaj Finance and fulfillment of criteria as prescribed by Bajaj Finance Ltd:
* ﻿﻿Set up your Bajaj Pay Wallet  
  The 4-in-1 wallet gives you the option to transfer money or pay using UPI, EMI Network Card, Credit Card, and your digital wallet.  
  Download Bajaj Pay
* ﻿﻿Check your credit health  
  Two most crucial factors for you are your credit health and CIBIL score. Get our Credit Health Report to know your current financial health.  
  Check your CIBIL Score
* ﻿﻿Pocket Insurance to cover all your life events  
  We have more than 500 insurance plans that start from Rs. 199. They cover all life events, like hiking, common diseases, losing your car keys, and more.  
  Discover Insurance Mall
* ﻿﻿Set up an SIP for as little as Rs. 100 per month  
  Select from over 1000 mutual funds from 40+ mutual fund companies, like Aditya Birla, SBI, HDFC, ICICI Prudential, and more.  
  Discover Investment Mall

**Eligibility criteria and documents required**

Loan against fixed deposit can be availed after completion of 3 months from the date of deposit with Bajaj Finance. The applicant must fall into one of the following types. No documents are required for applying online LAFD.

**Eligibility criteria for loan against FD**

* ﻿﻿Resident individuals (except foreign citizens, persons of Indian origin and NRI) over 18 years
* ﻿﻿Hindu undivided family (HUF)
* ﻿﻿Sole proprietorship
* ﻿﻿Partnership firms

LAFD cannot be availed for FD standing in the name of minor, FD where attachment/garnishee notice is received, and FD where lien is marked for other loans.

**How to apply for a loan against fixed deposit**

Step-by-step guide to apply for loan against fixed deposit

Step 1: Click on 'Apply to initiate your application.

Step 2: Enter your mobile number to Sign in and click GET OTP:

Step 3: Enter the OTP sent to your mobile number. On successful verification, you will be redirected to our customer service portal - My Account.

Step 4: Under "My Relations", click on "View Details" below the deposit against which you wish to apply for

a loan

Step 5: Click on "Get a loan against FD" under "Quick Actions"

Step 6: Enter the amount of loan you wish to avail

Step 7: Click on "Generate OTP"

Step 8: Enter the OTP sent to your mobile number and click "Submit"

Additionally, customer can visit our FD branches and apply LAFD Once your application form is submitted, our representative will get in touch with your further proceedings. The final loan amount shall be calculated basis your investment amount in the fixed deposit.

**Applicable fees and charges**

The following charge is applicable on loan against fixed deposit:

TABLE

1. This information pertains to charges applicable for loans against fixed deposits.

2. For Term Loans:

- No annual maintenance charges are applicable

3. For Pure Flexi Loans:

- Annual maintenance charges of up to 0.295% (including applicable taxes) apply

- This charge is calculated on the Total Withdrawable Amount

- The amount is determined according to the repayment schedule

- The charge is levied on the specific date when such charges are due

**Frequently asked questions**

What is Loan Against Fixed Deposit (LAFD)?

Loan against Fixed Deposit (FD) is a type of secured loan where you get a loan by keeping your Fixed Deposit as security. Till the time loan is not repaid, the FD remains lien marked in favor of BFL. The loan can be availed against deposit only after the expiry of 3 months from the date of Fixed Deposit acceptance.

How does loan against fixed deposit work?

Customers can use their fixed deposit as security for a loan against their FD (Fixed Deposit), which is a sort of secured loan. The amount of the FD deposit determines the loan amount. This may equal as much as 75% of the deposit sum.

All customers who have completed 3 months from the date of deposit, are eligible for loan against fixed deposit with Bajaj Finance.

When a customer requests a loan against a fixed deposit, Bajaj Finance holds the FD as collateral. The customer is charged an interest which is 2% over FD rate.

You are not required to pay any EMI during the tenure of the loan. The loan amount along with the interest is adjusted from the maturity amount of the fixed deposit.

What benefits do I get if I take a Loan Against Fixed Deposit with Bajaj Finance Limited (BFL)?

You enjoy the following perks and benefits:

- Low interest rates

- No processing fees

- No need to break your investment or go for a premature withdrawal

- No loss of interest earned on your FD

- Quick loan disbursement

- Minimal paperwork and faster approvals

- No foreclosure charges

What is the annualised Rate of Interest (ROI) for loan against fixed deposit, is it the same as my fixed deposit?

The rate of interest for Loan Against Fixed Deposit (FD) is 2% higher than the Annualised Rate of Interest (ROI) applicable to your FD.

For example, if you have an FD of Rs. 1 lakh for 12 months at an ROI of 7% p.a., then Annualised ROI for a loan against fixed deposit would be 9% p.a.

Moreover, the tenure for your loan will be the remaining maturity period of your Fixed Deposit against which loan has been applied for.

What is the maximum loan amount I can get against my Fixed Deposit?

The maximum loan amount you can avail is as follows:

- For a cumulative Fixed Deposit (FD), you can get a loan of up to 75% of your FD's deposit value.

- For a non-cumulative Fixed Deposit (FD), you can get a loan of up to 60% of your FD's deposit value.

How do I apply for a Loan against Fixed Deposit (LAFD)?

You can apply for an LAFD only if your Fixed Deposit has completed 3 months from its booking date. To apply now, please follow these steps:

In case of deposit having sole holder, you can apply online on our customer service portal My Account:

- Click on "My Relations" and then on the deposit against which you wish to avail the loan

- Enter the required loan amount

- Verify your pre-filled bank account details

- Proceed to generate and enter OTP send to your registered mobile no.

Also, the loan amount will be credited to your bank account within 24 hours.

In case of deposit having more than 1 holders, you have to apply offline:

- You need to approach your nearest BFL branch.

- On the back of the FDR, please affix a Re.1 revenue stamp and all holders to sign across.

- You need to fill in the LAFD application form available in our branches

- Please submit the FDR and the application form to the cashier in the branch

- The loan amount will be credited to your bank account within 24 hours

What's the repayment tenure for loan against FD?

The repayment tenure for a loan against FD varies among banks and financial institutions; but is usually short-term, ranging from a few months to a few years. The exact duration depends on the lender's policies and your agreement with them.

Is it possible to close my FD before my loan tenure ends?

Yes, it is possible to close your fixed deposit (FD) before the loan tenure ends. In such a scenario, the outstanding loan dues will be subtracted from the prematurity amount, and the remaining balance will be paid to the depositor.

Can minors avail a loan against fixed deposits?

No, minors cannot avail a loan against fixed deposits. The minimum age requirement for availing a loan against fixed deposit with Bajaj Finance is 18 years.

What happens if a loan against FD is not paid?

In instances where you fail to pay the EMIs, Bajaj will use the amount in your FD to adjust the payment against the loan availed.

[Bank FDs vs. NBFC FDs: Comparing Risks and Returns in 2024 | Bajaj Finserv](https://www.bajajfinserv.in/investments/bank-vs-nbfc-fd)

One of the most stable investment options is a fixed deposit (FD), which ensures the safety of your funds while producing a steady return. This finally helps you reach all of your financial objectives. Both banks and Non-Banking Financial Companies (NBFC) offer fixed deposits with variable interest rates. You must research and contrast the market's current FD rates before investing. You may assess the returns on your FD when budgeting your expenses by doing a little market research.

Before starting your research, you must be aware of what NBFC's and bank FDs are and what they have for you

**1. Bank or NBFC FD, which offers higher returns?**

Every individual who wants to invest ideally looks for options that offer higher returns along with the security of their funds. In the case of FD, NBFCs offer 1-2% higher interest rates than banks. Several top nationalised banks provide rates in the range of 5-6% p.a.

Private banks offer rates up to 6-6.50% p.a., and NBCs like Bajaj Finance offer interest rates of up to 8.65% p.a. on fixed deposits.

These rates also depend on how long you are holding your funds in an FD. A longer tenure results in larger returns as the tenure you select for your investments affect the FD rates.

NBFC like Bajaj Finance, offers you to start a fixed deposit with just Rs. 15,000 for tenure ranging from 12 months to 60 months. You can receive a maximum return of up to 8.65% p.a.\* on Bajaj Finance Fixed Deposit.

**2. Bank or NBFC, which is safe for FD?**

If you are investing in a banks' or NBFC FD, you need to know how secure your funds are with them. Security is the most crucial factor for investments.

In the case of a bank FD, your investment is secured under the Deposit Insurance and Credit Guarantee Corporation (DICGC) scheme by default. This means that your money will be safe even if your bank gets shut down for any reason.

The Investment Information and Credit Rating Agency (ICRA) evaluates the credit risk of all the NBCs in India. You can confidently invest in Bajaj Finance Fixed Deposit as it has the highest credit ratings- CRISIL AAA/ STABLE and [ICRA]AAA(Stable). Your investments are safe with this level of credibility, as a high rating reduces the risk of loss.

Click here to calculate your returns on FD using FD calculator.

Frequently asked questions

What is the Digital FD offered by Bajaj Finance?

Bajaj Finance has launched a new FD variant called "Bajaj Finance Digital FD" for a period of 42 months. Bajaj Finance is providing one of the highest interest rates of up to 8.65% p.a. for senior citizens and for the customers below the age of 60 they are providing up to 8.40% p.a. The Digital FD can be opened and managed only through the Bajaj Finserv website or app.

What is the NBFC fixed deposit interest rate?

Different NBFC fixed deposit interest rates vary, you can visit official website of each NBFC to check their current FD rates.

Which NBFC offers the highest rates on FD?

NBFC offering the highest rates on FDs may change, so regularly compare rates from different NBFCs to make an informed decision.

How does a NBFC determine the rate of interest on fixed deposits?

An NBFC determines the interest rate on fixed deposits considering various factors, such as its profitability, internal policies, repo rates, and other conditions.

[How is the interest earned on a Fixed Deposit Taxed? Bajaj Finance](https://www.bajajfinserv.in/investments/how-is-interest-earned-on-fixed-deposit-taxed)

If you want to save for your financial objectives without taking on too much risk but receiving guaranteed returns, a fixed deposit (FD) is the way to go. Knowing what you are going to get in return is also quite simple. You only need to utilise Bajaj Finance Fixed Deposit Calculator. That is why, fixed deposits are one of the most popular investment choices for most individuals who frequently earn interest on them.

**Is fixed deposit interest taxable?**

Yes, the interest earned on a fixed deposit is taxable. The interest earned is added to your income and taxed at the applicable income tax rate. It is important to note that the interest earned on a fixed deposit is taxable even if you have not made a profit on your investment. The tax on FD interest is deducted as TDS at the time of yearly interest credit. TDS is automatically levied by the bank on the interest received on your fixed deposit each year. Every year, a tax on interest earned is assessed to disperse the burden of tax payment. TDS is deducted by the issuer when interest is generated, not when interest is received.

The income tax on interest earned on a fixed deposit is calculated as per the income tax slab of the individual. The interest earned is added to the individual's total income and taxed accordingly.

**How can you save tax on fixed deposit interest?**

One way to save tax on fixed deposit interest is by investing in tax-saving fixed deposits. These fixed deposits are eligible for tax exemptions under Section 80C of the Income Tax Act.

Another way to save tax on fixed deposit interest is by investing in a fixed deposit in the name of a senior citizen. Senior citizens are eligible for a higher exemption limit on the interest earned on a fixed deposit. With Bajaj Finance Fixed Deposit senior citizens can earn extra interest of 0.25% on the current FD interest rate.

With our FD calculator, you can easily calculate the return you will get on your amount for a chosen tenure. This will help you in deciding the amount and tenure for investment.

Opening a Bajaj Finance Fixed Deposit is a smart choice since you not only earn good returns, but your investment remains safe. With our [ICRA]AAA(Stable) and CRISIL AAA/STABLE ratings, our fixed deposits becomes one of the most safest investment options in the country

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**Interest on fixed deposit taxable comes under which head?**

The interest earned on a fixed deposit is taxable under income from other sources and is added to the individual's total income and taxed accordingly. However, if your total income is below the taxable limit, you do not have to pay any TDS on the interest earned on a fixed deposit. Additionally, if you have submitted Form 15G or Form 15H to the bank then also you are not required to pay any TDS. The exemption limit is Rs. 50,000 for senior citizens, while it is Rs. 10,000 for others.

Try to invest smartly to save the tax on your fixed deposit. Invest at any time of year. TDS will be disbursed in two years whether the FD amount is made at the end of the fiscal year or in the middle of the year. This may cause the interest computation for a given year to fall below Rs 10,000, in which case no TDS will be deducted.

To save tax on the interest earned on your fixed deposit, prefer to invest in the name of a senior citizen. It is also important to understand when TDS is not reguired to be paid and how to claim a refund if TDS is wrongly deducted. Investing in a fixed deposit can be a great option for those looking for a low-risk, stable return on their investment, but it is essential to understand the taxation before investing. Open a Bajaj Finance Fixed Deposit with just Rs. 15,000 and earn handsome returns on your investment.