

5-Year Bangladesh Savings Certificate

Five-Year Bangladesh Savings Certificate (Introduction: 1977)

Denomination: 10 Taka; 50 Taka; 100 Taka; 500 Taka; 1,000 Taka; 5,000 Taka; 10,000 Taka; 25,000 Taka; 50,000 Taka; 1,00,000 Taka; 5,00,000 Taka; 10,00,000 Taka; 25,00,000 Taka.

Where to get: Can be purchased and cashed from National Savings Bureau, Bangladesh Bank branches, scheduled banks and post offices.

Tenure: 5 (five) years.

Profit Rate:

Serial No.

Savings Scheme Name

Maturity (if expired)

Up to 7,50,000 Taka

Above 7,50,001 Taka

Reset Profit Rate (%)

5-Year Bangladesh Savings Certificate

1st Year

09.74%

09.72%

2nd Year

10.21%

10.19%

3rd Year

10.72%

10.70%

4th Year

11.26%

11.23%

5th Year

11.83%

11.80%

If cashed out before maturity, profit will be available at the rate mentioned in the above table and if additional amount has been paid, it will be deducted from the principal amount and the remaining principal amount will be paid after adjusting.

Tax at source: In case of total investment up to 5,00,000/- (Five lakhs) Taka in 5-year Bangladesh Savings Certificates, 3-monthly Profit-Based Savings Certificates and Family Savings Certificates, tax at source is deducted at the rate of 5% on the profit and in case of investment exceeding this, tax at the rate of 10% on the profit is deducted at the rate of 10%.

Who can purchase:

(a) Bangladeshi citizens of all classes and professions;

(b) Recognized provident funds as defined in sub-rule (2) of rule 49 of the Income-tax Rules, 1984 (Part-II) and provident funds operated under the Provident Funds Act, 1925 (No. 19 of 1925);

(c) Income earned from fish farms, poultry farms, pelleted poultry feeds production, seed production, marketing of locally produced seeds, cattle farms, milk and milk products farms, frog production farms, horticultural farm projects, silkworm rearing farms, mushroom production and fruit and vegetable cultivation as certified by the concerned Deputy Commissioner of Taxation as per Section 34 of Part A of the 6th Schedule of the Income Tax Ordinance-1984.

(d) Educational institutions established for autistic people/any other institution established for the support of autistic people. However, it is provided that the profit of the invested money of the institution must be used for the support of autistic people and the institution must be certified by the concerned District Social Service Office.

(e) Registered shelter institutions for destitute and orphaned children (orphanages, children's homes, orphanages etc.).

(f) Registered shelter homes for the elderly.

Purchase limit:

(a) In the case of an individual: 30 lakhs in a single name or 60 lakhs in a joint name;

(b) In the case of an institution: 50% of the total balance in the provident fund, but not more than 50 (fifty) crores;

(c) In the case of a firm: not more than 2 (two) crores.

(d) In the case of autistic support institutions, registered shelter homes for destitute and orphaned children (orphanages, children's homes, orphanages, etc.) and registered shelter homes for the elderly, not more than 5 (five) crores.

Other benefits:

(a) Nominee can be appointed;

(b) After the death of the buyer of the savings certificate, the nominee can cash the savings certificate immediately or after the expiry of the term.

