

No.79-01/2010-SB
Government of India
Ministry of Communications & IT
Department of Posts

Dak Bhawan, Sansad Marg,
New Delhi-110016.
Date: 23.08.2010

To
All Heads of Circles/Regions
Addl. Director General, APS, New Delhi.

Subject:- **Admissibility of interest after death of depositor before maturity in case of SCSS-2004 account-amendment to sub rule 3 of Rule 8 of SCSS-2004 rules regarding.**

Sir / Madam,

The undersigned is directed to say that this office was receiving references to clarify the rate of interest admissible in case of death of depositor before maturity of a SCSS account since the same was not specified in sub rule 3 of Rule 8 of SCSS-2004 rules. The matter was referred to Min. of Finance (DEA) which has now amended this rule. The amended rule is as under:-

"8(3) In case of death of a depositor before maturity, the account shall be closed and deposit refunded on an application in Form 'F' alongwith interest applicable to the scheme till the date of death on which the depositor expired, to the nominee or legal heir in case the nominee has also expired or nomination as provided in rule 6 was not made, as the case may be. For the period between the day following the date of death of the depositor and the date on which refund is made, simple interest shall be paid at the rate applicable from time to time to savings accounts as provided in Rule 6 of Post Office Savings Accounts Rules 1981".

2. The copy of Gazette Notification No. G.S.R.639(E) dated 28.7.2010 issue vide MOF(DEA) F.No.2-8/2004-NS-II is enclosed. This amendment shall come into force from 28.7.2010.

3. This may kindly brought to the notice of all post offices for strict implementation and may be ensured that this is followed scrupulously.

4. This issues with the approval of DDG(FS).

Yours faithfully,


(Kawaljit Singh)
Assistant Director (SB)

Encl:- one