

**GOVERNMENT OF INDIA  
MINISTRY OF FINANCE  
Department of Economic Affairs**

New Delhi, the August 2, 2007

**NOTIFICATION**

**Issue of “8.08 per cent Government Stock, 2022”  
against Nationalized Banks’ Special Securities**

F.No.4(2)-W&M/2007: Government of India hereby notifies issue of “8.08 per cent Government Stock, 2022” (hereinafter referred to as ‘the Government Stock’) for an aggregate amount of Rs. 2,969.411 crore (nominal) against the redemption value of an equivalent amount of Special Securities issued by the Government of India to Nationalised Banks for strengthening their capital base during the period December 1, 1985 to October 1, 2005.

**2. Eligibility for Investment and limit to subscription**

(i) The nationalized banks as referred to in the Annex I hereto shall be eligible to subscribe to the Government Stock and their subscription to the Government Stock shall be limited to the extent of the amount, as shown against their respective names in the said Annex I. No other person including any bank, company, corporation or any other body, except the banks as referred to in the aforesaid Annex, shall be eligible to subscribe to the Government Stock.

(ii) Mode of issue of the Government Stock:

The Government Stock shall be issued to the nationalized banks against redemption value of an equivalent amount of Special Securities as referred to in the Annex II. The Special Securities thus replaced by the Government Stock in this manner shall get permanently redeemed. Interest shall cease to accrue on the redeemed portion of the Special Securities from the date of issue of the Government Stock, i.e., August 2, 2007.

**3. Price**

The Government Stock shall be issued on application at par for the amounts as per the application made by the eligible nationalized banks. The Government Stock will be issued for a minimum amount of Rs. 10,000 (Nominal) and in multiples of Rs. 10,000 thereafter.

**4. Application**

The Government Stock shall be issued on application as per proforma in Annex III, from the eligible nationalized banks.

**5. Form of Security**

The Government Stock will be issued in the form of stock i.e. ‘Stock Certificates’ or by credit to Subsidiary General Ledger Account maintained with Public Debt Office of the Reserve Bank of India, Fort, Mumbai.

**6. Commencement of tenure and date of repayment**

The tenure of Government Stock will commence from August 2, 2007. Interest on the Government Stock will accrue from the date of commencement of tenure. The Government Stock will be repaid at par on August 2, 2022 at Public Debt Office, Reserve Bank of India, Mumbai.

## **7. Interest**

The Government Stock will bear interest at the rate of **8.08** per cent per annum. Interest will be reckoned from the date of commencement of tenure of the Government Stock and will be payable half yearly on February 2 and August 2 till maturity of the Government Stock.

Interest on the Government Stock will be payable at Public Debt Office, Reserve Bank of India, Fort, Mumbai. Interest will be paid after rounding off the amount of interest to the nearest rupee.

## **8. Transferability of Government Stock**

(i) Subject to the provisions of Paragraph 5 of this notification the Government Stock can be renewed, sub-divided, consolidated, converted and transferred in accordance with the provisions of the Public Debt Act, 1944 and the Public Debt Rules, 1946, framed there under.

(ii) Notwithstanding what is stated in Paragraph 2 hereinabove, there will be no restriction on the transfer of the Government Stock by the Reserve Bank of India in favour of any other person including banks, corporations or any other body and the transferee of such security would also be entitled to hold and transfer the same in such manner.

## **9. Statutory Provisions**

With respect to any such matter which has not been provided under this Notification the Government Stock shall be governed by the Public Debt Act, 1944 and the Public Debt Rules, 1946 framed there under.

## **10. Applicability of Tax Laws**

The value of the investment in Government Stock and the interest payable thereon will be governed by the provisions of tax laws as applicable from time to time.

**By Order of the President of India**

**(L.M. Vas)**  
**Joint Secretary to the Government of India**

**List of eligible nationalized banks and allocation of  
8.08 per cent Government Stock, 2022**

<b>No.</b>	<b>Name of Bank</b>	<b>Admitted Outstanding (Amount in Rs. crore)</b>
1.	ANDHRA BANK	75.720
2.	BANK OF MAHARASHTRA	80.000
3.	CANARA BANK	322.131
4.	CENTRAL BANK OF INDIA	500.000
5.	INDIAN BANK	1,300.000
6.	UCO BANK	435.560
7.	UNITED BANK OF INDIA	256.000
	<b>Total</b>	<b>2,969.411</b>

## Annex - II

### Redemption value of Special Securities held by the eligible Nationalised Banks

(Amount in Rs. crore)

[illegible]

## **Annex- III**

**Place:**

**Date:**

The Regional Director,  
Public Debt Office,  
Reserve Bank of India,  
Mumbai 400 001

**Subject : 8.08 percent Government Stock, 2022**

Sir,

In terms of Government of India, Ministry of Finance, Notification F.No. 4(2)-W&M/2007 dated August 2, 2007, we are eligible to subscribe to the captioned Government Stock for an aggregate amount of Rs.-----.

We accept the terms and conditions governing the Government Stock and request you to issue the Government Stock in the form of Stock Certificate in our favour / by credit to our Subsidiary General Ledger Account No. BYA\_\_\_\_\_ maintained with Public Debt Office of the Reserve Bank of India, Fort, Mumbai.

Yours faithfully,

Signature:  
Name:  
Designation:  
Office Seal/Stamp

**GOVERNMENT OF INDIA  
MINISTRY OF FINANCE  
Department of Economic Affairs**

New Delhi, the August 2, 2007

**NOTIFICATION**

**Issue of “8.26 per cent Government Stock, 2027”  
against Nationalized Banks’ Special Securities**

F.No.4(2)-W&M/2007(i): Government of India hereby notifies issue of “8.26 per cent Government Stock, 2027” (hereinafter referred to as ‘the Government Stock’) for an aggregate amount of Rs. 1,427.329 crore (nominal) against the redemption value of an equivalent amount of Special Securities issued by the Government of India to Nationalised Banks for strengthening their capital base during the period December 1, 1985 to October 1, 2005.

**2. Eligibility for Investment and limit to subscription**

(i) The nationalized banks as referred to in the Annex I hereto shall be eligible to subscribe to the Government Stock and their subscription to the Government Stock shall be limited to the extent of the amount, as shown against their respective names in the said Annex I. No other person including any bank, company, corporation or any other body, except the banks as referred to in the aforesaid Annex, shall be eligible to subscribe to the Government Stock.

(ii) Mode of issue of the Government Stock:

The Government Stock shall be issued to the nationalized banks against redemption value of an equivalent amount of Special Securities as referred to in the Annex II. The Special Securities thus replaced by the Government Stock in this manner shall get permanently redeemed. Interest shall cease to accrue on the redeemed portion of the Special Securities from the date of issue of the Government Stock, i.e., August 2, 2007.

**3. Price**

The Government Stock shall be issued on application at par for the amounts as per the application made by the eligible nationalized banks. The Government Stock will be issued for a minimum amount of Rs. 10,000 (Nominal) and in multiples of Rs. 10,000 thereafter.

**4. Application**

The Government Stock shall be issued on application as per proforma in Annex III, from the eligible nationalized banks.

**5. Form of Security**

The Government Stock will be issued in the form of stock i.e. ‘Stock Certificates’ or by credit to Subsidiary General Ledger Account maintained with Public Debt Office of the Reserve Bank of India, Fort, Mumbai.

**6. Commencement of tenure and date of repayment**

The tenure of Government Stock will commence from August 2, 2007. Interest on the Government Stock will accrue from the date of commencement of tenure. The Government Stock will be repaid at par on August 2, 2027 at Public Debt Office, Reserve Bank of India, Mumbai.

## **7. Interest**

The Government Stock will bear interest at the rate of 8.26 per cent per annum. Interest will be reckoned from the date of commencement of tenure of the Government Stock and will be payable half yearly on February 2 and August 2 till maturity of the Government Stock.

Interest on the Government Stock will be payable at Public Debt Office, Reserve Bank of India, Fort, Mumbai. Interest will be paid after rounding off the amount of interest to the nearest rupee.

## **8. Transferability of Government Stock**

(iii) Subject to the provisions of Paragraph 5 of this notification the Government Stock can be renewed, sub-divided, consolidated, converted and transferred in accordance with the provisions of the Public Debt Act, 1944 and the Public Debt Rules, 1946, framed there under.

(iv) Notwithstanding what is stated in Paragraph 2 hereinabove, there will be no restriction on the transfer of the Government Stock by the Reserve Bank of India in favour of any other person including banks, corporations or any other body and the transferee of such security would also be entitled to hold and transfer the same in such manner.

## **9. Statutory Provisions**

With respect to any such matter which has not been provided under this Notification the Government Stock shall be governed by the Public Debt Act, 1944 and the Public Debt Rules, 1946 framed there under.

## **10. Applicability of Tax Laws**

The value of the investment in Government Stock and the interest payable thereon will be governed by the provisions of tax laws as applicable from time to time.

**By Order of the President of India**

**(L.M. Vas)**  
**Joint Secretary to the Government of India**

## Annex - I

### List of eligible nationalized banks and allocation of 8.26 per cent Government Stock, 2027

No.	Name of Bank	Admitted Outstanding (Amount in Rs. crore)
1.	ALLAHABAD BANK	160.000
2.	ANDHRA BANK	67.049
3.	INDIAN BANK	100.000
4.	PUNJAB & SIND BANK	222.000
5.	UCO BANK	164.000
6.	UNITED BANK OF INDIA	438.000
7.	VIJAYA BANK	276.280
	<b>Total</b>	<b>1,427.329</b>

## Annex - II

### Redemption value of Special Securities held by the eligible Nationalised Banks

(Amount in Rs. crore)

Sl. No.	Name of Bank	10 % Nationalised Banks' (Non-transferable) Special Security, 2008	10 % Nationalised Banks' (Non-transferable) Special Security, 2009	10 % Nationalised Banks' (Non-transferable) Special Security, 2011	Admitted Outstanding (Amount in Rs. crore)
1.	ALLAHABAD BANK	160.000			160.000
2.	ANDHRA BANK*		67.049		67.049
3.	INDIAN BANK			100.000	100.000
4.	PUNJAB & SIND BANK	72.000	150.000		222.000
5.	UCO BANK	110.000	54.000		164.000
6.	UNITED BANK OF INDIA		338.000	100.000	438.000
7.	VIJAYA BANK		276.280		276.280
	<b>Total</b>	<b>342.000</b>	<b>885.329</b>	<b>200.000</b>	<b>1,427.329</b>
<p><b>*Out of the outstanding balance of Rs. 67,04,95,464/-, Rs.67,04,90,000/- is converted into GOI securities in this tranche and the residual amount of Rs. 5,464/- would be adjusted in the next tranche.</b></p>					

## **Annex- III**

**Place:**

**Date:**

The Regional Director,  
Public Debt Office,  
Reserve Bank of India,  
Mumbai 400 001

**Subject : 8.26 percent Government Stock, 2027**

Sir,

In terms of Government of India, Ministry of Finance, Notification F.No. 4(2)-W&M/2007(i) dated August 2, 2007, we are eligible to subscribe to the captioned Government Stock for an aggregate amount of Rs.-----.

We accept the terms and conditions governing the Government Stock and request you to issue the Government Stock in the form of Stock Certificate in our favour / by credit to our Subsidiary General Ledger Account No. BYA\_\_\_\_\_ maintained with Public Debt Office of the Reserve Bank of India, Fort, Mumbai.

Yours faithfully,

Signature:  
Name:  
Designation:  
Office Seal/Stamp

**GOVERNMENT OF INDIA  
MINISTRY OF FINANCE  
Department of Economic Affairs**

New Delhi, the August 2, 2007

**NOTIFICATION**

**Issue of “8.32 per cent Government Stock, 2032”  
against Nationalized Banks’ Special Securities**

F.No.4(2)-W&M/2007(ii): Government of India hereby notifies issue of “8.32 per cent Government Stock, 2032” (hereinafter referred to as ‘the Government Stock’) for an aggregate amount of Rs. 2,434.050 crore (nominal) against the redemption value of an equivalent amount of Special Securities issued by the Government of India to Nationalised Banks for strengthening their capital base during the period December 1, 1985 to October 1, 2005.

**2. Eligibility for Investment and limit to subscription**

(i) The nationalized banks as referred to in the Annex I hereto shall be eligible to subscribe to the Government Stock and their subscription to the Government Stock shall be limited to the extent of the amount, as shown against their respective names in the said Annex I. No other person including any bank, company, corporation or any other body, except the banks as referred to in the aforesaid Annex, shall be eligible to subscribe to the Government Stock.

(ii) Mode of issue of the Government Stock:

The Government Stock shall be issued to the nationalized banks against redemption value of an equivalent amount of Special Securities as referred to in the Annex II. The Special Securities thus replaced by the Government Stock in this manner shall get permanently redeemed. Interest shall cease to accrue on the redeemed portion of the Special Securities from the date of issue of the Government Stock, i.e., August 2, 2007.

**3. Price**

The Government Stock shall be issued on application at par for the amounts as per the application made by the eligible nationalized banks. The Government Stock will be issued for a minimum amount of Rs. 10,000 (Nominal) and in multiples of Rs. 10,000 thereafter.

**4. Application**

The Government Stock shall be issued on application as per proforma in Annex III, from the eligible nationalized banks.

**5. Form of Security**

The Government Stock will be issued in the form of stock i.e. ‘Stock Certificates’ or by credit to Subsidiary General Ledger Account maintained with Public Debt Office of the Reserve Bank of India, Fort, Mumbai.

**6. Commencement of tenure and date of repayment**

The tenure of Government Stock will commence from August 2, 2007. Interest on the Government Stock will accrue from the date of commencement of tenure. The Government Stock will be repaid at par on August 2, 2032 at Public Debt Office, Reserve Bank of India, Mumbai.

## **7. Interest**

The Government Stock will bear interest at the rate of 8.32 per cent per annum. Interest will be reckoned from the date of commencement of tenure of the Government Stock and will be payable half yearly on February 2 and August 2 till maturity of the Government Stock.

Interest on the Government Stock will be payable at Public Debt Office, Reserve Bank of India, Fort, Mumbai. Interest will be paid after rounding off the amount of interest to the nearest rupee.

## **8. Transferability of Government Stock**

(i) Subject to the provisions of Paragraph 5 of this notification the Government Stock can be renewed, sub-divided, consolidated, converted and transferred in accordance with the provisions of the Public Debt Act, 1944 and the Public Debt Rules, 1946, framed there under.

(ii) Notwithstanding what is stated in Paragraph 2 hereinabove, there will be no restriction on the transfer of the Government Stock by the Reserve Bank of India in favour of any other person including banks, corporations or any other body and the transferee of such security would also be entitled to hold and transfer the same in such manner.

## **9. Statutory Provisions**

With respect to any such matter which has not been provided under this Notification the Government Stock shall be governed by the Public Debt Act, 1944 and the Public Debt Rules, 1946 framed there under.

## **10. Applicability of Tax Laws**

The value of the investment in Government Stock and the interest payable thereon will be governed by the provisions of tax laws as applicable from time to time.

**By Order of the President of India**

**(L.M. Vas)**  
**Joint Secretary to the Government of India**

## Annex - I

### List of eligible nationalized banks and allocation of 8.32 per cent Government Stock, 2032

Sl. No.	Name of Bank	Admitted Outstanding (Amount in Rs. crore)
1.	BANK OF MAHARASHTRA	94.610
2.	INDIAN BANK	1,750.000
3.	SYNDICATE BANK	172.000
4.	UCO BANK	350.000
5.	UNITED BANK OF INDIA	67.440
	<b>Total</b>	<b>2,434.050</b>

## Annex - II

### Redemption value of Special Securities held by the eligible Nationalised Banks

(Amount in Rs. crore)

Sl. No.	Name of Bank	10 % Nationalised Banks' (Non-transferable) Special Security, 2007	10 % Nationalised Banks' (Non-transferable) Special Security, 2008	10 % Nationalised Banks' (Non-transferable) Special Security, 2010	Admitted Outstanding (Amount in Rs. crore)
1.	BANK OF MAHARASHTRA	94.610			94.610
2.	INDIAN BANK			1,750.000	1,750.000
3.	SYNDICATE BANK		172.000		172.000
4.	UCO BANK			350.000	350.000
5.	UNITED BANK OF INDIA	67.440			67.440
	<b>Total</b>	<b>162.050</b>	<b>172.000</b>	<b>2,100.000</b>	<b>2,434.050</b>

## **Annex- III**

**Place:**

**Date:**

The Regional Director,  
Public Debt Office,  
Reserve Bank of India,  
Mumbai 400 001

**Subject : 8.32 percent Government Stock, 2032**

Sir,

In terms of Government of India, Ministry of Finance, Notification F.No. 4(2)-W&M/2007(II) dated August 2, 2007, we are eligible to subscribe to the captioned Government Stock for an aggregate amount of Rs.-----.

We accept the terms and conditions governing the Government Stock and request you to issue the Government Stock in the form of Stock Certificate in our favour / by credit to our Subsidiary General Ledger Account No. BYA\_\_\_\_\_ maintained with Public Debt Office of the Reserve Bank of India, Fort, Mumbai.

Yours faithfully,

Signature:

Name:

Designation:

Office Seal/Stamp

**Most Immediate**

**No. 4(2)-W&M/2007  
Government of India  
Ministry of Finance  
Department of Economic Affairs**

North Block, New Delhi-110001

Dated the August 2, 2007

**Subject: Issue of 8.08 per cent Government Stock, 2022, 8.26 per cent Government Stock, 2027 and 8.32 per cent Government Stock, 2032 to 11 Nationalised Banks against Nationalised Banks' Special Securities.**

A Press Communiqué (English and Hindi) on the above mentioned subject is forwarded herewith.

2. Additional PIO, is requested to kindly ensure wide publicity over electronic, wire and print media.

(V.Sivasubramanian)  
Director (Budget)  
Tel: 23094045  
Fax No. 23093273

Additional PIO  
Press Information Bureau,  
New Delhi.

Copy to:

1. Shri G. Mahalingam, Chief General Manager, Reserve Bank of India, Internal Debt Management Department, Central Office, Mumbai-400001.  
(FAX NO. 022-22644158 / 022-22702431)
2. Dr. Prafulla Kerketta, Director (Finance), DEA, North Block, New Delhi
3. Director NIC, Ministry of Finance, North Block, New Delhi with the request to put the same on Ministry of Finance's web site.
4. Shri D.P. Bhardwaj, Under Secretary, Banking Division, DEA, Jeevan Deep Building, New Delhi.

(V.Sivasubramanian)  
Director (Budget)

## PRESS COMMUNIQUE

Government of India have announced the issue of “8.08 per cent Government Stock 2022” for an aggregate amount of Rs. 2,969.411 crore (nominal), “8.26 per cent Government Stock 2027” for an aggregate amount of Rs.1,427.329 crore (nominal) and “8.32 per cent Government Stock 2032” for an aggregate amount of Rs. 2,434.050 crore (nominal) to 11 nationalized banks on August 2, 2007. The Government Stocks are issued in lieu of outstanding amount of the following securities held by these nationalized banks. The Government Stocks are issued at par.

	Recapitalisation bonds under conversion	Issuance of new marketable securities			
		15-year	20-year	25-year	Total
1.	10 % Nationalised Banks’(Non-transferable) Special Security, 2007	311.280		162.050	473.330
2.	10 % Nationalised Banks’(Non-transferable) Special Security, 2008	336.000	342.000	172.000	850.000
3.	10 % Nationalised Banks’(Non-transferable) Special Security, 2009*	500.000	885.329		1385.329
	10 % Nationalised Banks’(Non-transferable) Special Security, 2010**	322.131		2100.000	2422.131
5.	10 % Nationalised Banks’(Non-transferable) Special Security, 2011	200.000	200.000		400.000
	10 % Nationalised Banks’(Non-transferable) Special Security, 2014	1300.000			1300.000
	<b>Total</b>	<b>2969.411</b>	<b>1427.329</b>	<b>2434.050</b>	<b>6830.790</b>
*Out of the outstanding balance of Rs. 1385,32,95,464/-, Rs. 1385,32,90,000/- is converted into GOI Securities in this tranche and Rs. 5,464/- would be adjusted in the next tranche.					
**Out of the outstanding balance of Rs. 2422,13,19,342/-, an amount of Rs.2422,13,10,000 is converted into GOI Securities in this tranche and the residual amount of Rs. 9,342/- would be adjusted in the next tranche.					

2. The Government Stocks will be transferable and eligible for ready forward transactions (Repo). The Government Stocks will be reckoned as an eligible investment for the purpose of Statutory Liquidity Ratio (SLR).

GOVERNMENT OF INDIA  
MINISTRY OF FINANCE  
DEPARTMENT OF ECONOMIC AFFAIRS  
New Delhi

Dated, the August 2, 2007

