

Annex 14

Modalities of Dada-Dadi Savings Scheme

1. The scheme will be open for investment to retiring (superannuating or otherwise) Central/State Government Employees, a retired judge of Supreme Court or High Court and the investments may be made up to the maximum of total of the retirement benefits received. The retiring employees can invest in the scheme within three months from the date of receiving retirement benefits.
2. A retired judge of Supreme Court or a High Court who has received the retirement benefits before the introduction of this scheme may invest in the scheme within three month of the date of notification of the scheme.
3. Retirement benefits which are eligible for investment in the scheme would continue to be the same as specified for the Deposit Scheme for Retiring Government Employees, 1989, namely,
 - Balance at the credit of employee in any of the Government Provident Funds.
 - Retirement/Superannuation gratuity.
 - Commuted value of pension
 - Cash equivalent of leave
 - Savings element of Government insurance scheme payable to the employee on retirement, and
 - Arrears of retirement benefits, as defined in (i) to (v), above consequent on implementation of the recommendations of the Fifth Pay Commission.
4. Like the common scheme the minimum investment would be one thousand rupees and multiples thereof. -up to the total eligible retirement benefits as given in para (2) above. Bonds issued under the scheme would have denominations of one thousand, five thousand and a maximum denomination of ten thousand rupees.
5. Any employee desiring to invest his/her retirement benefits under this scheme will be required to produce a certificate from employer indicating the retirement benefits. Where the amount of investment does not exceed Rs. Five lakhs, an affidavit on stamped paper signed by the depositor indicating the amount of retirement benefits received by him shall be accepted in lieu of a certificate from the employer.
6. The conditions for pre-mature withdrawal will be the same as prescribed for the common scheme namely, one-year lock-in period and penal rate of interest as on one year deposit payable by the State Bank of India at the time of premature withdrawal.

7. An investor can invest under the scheme where the retirement benefits have been received on different dates by subscribing to new series of bonds issued every year.
8. All other terms and conditions of the scheme shall remain the same as the Dada-Dadi savings scheme announced by the Union Government. .

