



भारतीय रिज़र्व बैंक  
RESERVE BANK OF INDIA

www.rbi.org.in

RBI/2016-17/54

IDMD.CDD.No.463/14.04.050/2016-17

August 29, 2016

The Chairman & Managing Director  
All Scheduled Commercial Banks,  
(Excluding RRBs)  
Designated Post Offices  
Stock Holding Corporation of India Ltd.( SHCIL)  
National Stock Exchange of India Ltd. & Bombay Stock Exchange Ltd.

Dear Sir/Madam,

**Sovereign Gold Bonds 2016-17 Series II – Operational Guidelines**

This has reference to the [Gol notification F.No.4\(7\)-W&M/2016](#) and [RBI circular IDMD.CDD.No. 462/14.04.050/2016-17 dated August 29, 2016](#) on the Sovereign Gold Bonds. FAQs in this regard have been placed on our website (www.rbi.org.in). Operational guidelines with regard to this scheme are given below:

**1. Application**

Application forms from investors will be received at branches during normal banking hours from September 01-09, 2016. Receiving Offices need to ensure that the application is complete in all respects as incomplete applications are liable to be rejected.. Relevant additional details may be obtained from the applicants, where necessary. The Receiving Offices may make arrangements to enable the investors to apply online, in the interest of better customer service.

**2. Joint holding and nomination**

Multiple joint holders and nominees (of first holder) are permitted. Necessary details may be obtained from the applicants as per practice.

**3. Interest on application money**

Applicants will be paid interest at prevailing savings bank rate from the date of realization of payment to the settlement date, i.e. the period for which they are out of funds. In case the

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हिन्दी आसान हैडसका प्रयोग बढ़ाए। .

चेतावनी रिज़र्व बैंक द्वारा ईमेल : , डाक, एसएमएस या फोन काल के जरिये किसी को भी ब्याक्तिगत जानकारी जैसे बैंक खाते का ब्यौरा, पासवर्ड आदि नहीं मांगी जाती है। यह धन रखने या देने का प्रस्ताव भी नहीं करता है। ऐसे प्रस्तावों का किसी भी तरीके से जवाब मत दीजिये।

**Caution:** RBI never sends emails, SMSs or makes calls asking for personal information like bank account details, passwords, etc. It never keeps or offers funds to anyone. Please do not respond in any manner to such offers.

applicant's bank account is not with the receiving bank, the interest has to be credited by electronic fund transfer to the account details provided by the applicant.

#### **4. Cancellation**

Cancellation of application is permitted till the closure of the issue, i.e., September 9, 2016. Part cancellation of submitted request for purchase of gold bonds is not permitted. No interest on application money needs to be paid if the application is cancelled.

#### **5. Lien marking**

As the bonds are government securities, lien marking, etc. will be as per the extant legal provisions of Government Securities Act, 2006 and rules framed there under.

#### **6. Agency arrangement**

Receiving Offices may engage NBFCs, NSC agents, LIC agents and others to collect application forms on their behalf. Banks may enter into arrangements or tie-ups with such entities. Commission for distribution shall be paid at the rate of rupee one per hundred of the total subscription received by the Receiving Offices on the applications received and Receiving Offices shall share at least 50% of the commission so received with the agents or sub-agents for the business procured through them.

#### **7. Processing through RBI's e-Kuber system**

Sovereign Gold Bonds will be available for subscription at the branches of scheduled commercial banks and designated post offices through RBI's e-Kuber system. The e-Kuber system can be accessed either through Ininet or Internet. The Receiving Offices need to enter the data or carry out bulk upload for the subscriptions received by them. They may ensure accuracy of entry of data to prevent occurrence of any inadvertent errors. An immediate confirmation will be provided to them for receipt of application. In addition, a confirmation scroll will be provided for file uploads to enable the Receiving Offices to update their database. On the date of allotment, i.e., September 23, 2016, Certificates of Holding will be generated for all the subscriptions in the name of the sole/principal holder. The Receiving Offices can download the same and take printouts. The Certificates of Holding will also be sent through e-mail to the investors who have provided their email address. The securities will be credited in their de-mat accounts within 2-3 days of allotment, subject to matching of particulars furnished in the application with the Depositories' records.

## **8. Printing Certificates of Holding**

Certificates of Holding need to be printed in colour on A4 size 100 GSM paper.

## **9. Servicing and follow up**

Receiving Offices, i.e., branches of the scheduled commercial banks, designated post offices, SCHIL and stock exchanges (NSE Ltd and BSE Ltd) will “own” the customer and provide necessary services with regards to this bond e.g. update contact details, receive requests for premature encashment, etc. Receiving Offices will be required to preserve applications till the bonds are matured and are repaid.

## **10. Tradability**

The Bonds shall be eligible for trading within 15 days of issuance on a date notified by the Reserve Bank of India. (It may be noted that only bonds held in demat form with depositories can be traded in stock exchanges)

## **11. Contact details**

Any queries/clarifications may be e-mailed to the following:

(a) Sovereign Gold Bond related: Please [click here](#) to send email.

(b) IT related: Please [click here](#) to send email.

Yours faithfully,

(Rajendra Kumar)  
General Manager