

**Interest Accrued on National Saving Certificates (VIII<sup>th</sup> Issue)**  
**[NSC VIII<sup>th</sup> Issue]**

<b>Amount of interest accruing on the certificate of Rs. 100 denomination</b>								
Year for which interest accrues	When NSC was purchased							
	Purchased before 01-01-1999	01-01-1999 to 14-01-2000	15-01-2000 to 28-02-2001	01-03-2001 to 28-02-2002	01-03-2002 to 28-02-2003	01-03-2003 to 30-11-2011	01-12-2011 to 31-03-2012	On or after 01-04-2012
First Year	12.40	11.83	11.30	9.72	9.20	8.16	8.58	8.78
Second Year	13.90	13.23	12.58	10.67	10.05	8.83	9.31	9.56
Third Year	15.60	14.80	14.00	11.71	10.97	9.55	10.11	10.40
Fourth Year	17.50	16.54	15.58	12.85	11.98	10.33	10.98	11.31
Fifth Year	19.70	18.51	17.35	14.10	13.09	11.17	11.92	12.30
Sixth Year	22.40	20.69	19.31	15.47	14.29	12.08	N.A.*	N.A.*

\* Maturity period 5 years

Note:

1. Deduction u/s 80L is available on the accrued interest up to A.Y. 2005-06. From A.Y. 2006-07 section 80L has been deleted.
2. Accrued interest qualifies for rebate u/s 88 except for the maturing year up to A.Y. 2005-06. From A.Y. 2006-07, the accrued interest is deductible u/s 80C except for the maturing year.

**Interest Accrued on National Saving Certificates (IX<sup>th</sup> Issue)**  
**[NSC IX<sup>th</sup> Issue]**

<b>Amount of interest accruing on the certificate of Rs. 100 denomination</b>		
Year for which interest accrues	When NSC was purchased	
	w.e.f. 01-12-2011 to 31-03-2012	on or after 01-04-2012
First Year	8.89	9.10
Second Year	9.68	9.93
Third Year	10.54	10.83
Fourth Year	11.48	11.81
Fifth Year	12.50	12.89
Sixth Year	13.61	14.06
Seventh Year	14.82	15.34
Eighth Year	16.13	16.74
Ninth Year	17.57	18.26
Tenth Year	19.13	19.92

**National Saving Certificates (IX<sup>th</sup> Issue):-**

These certificates are issued with effect from December 1, 2011. Maturity period of 10 years and interest is accrued at the rate of 8.7 percent (8.9 percent if investment made on or after April 1, 2012) which is compounded half yearly. However, interest is taxable on yearly basis according to the rates given above.