HEARTY WELCOME
To
Presentation
on
SWAVALAMBAN
NEW PENSION SCHEME
SWAVALAMBAN

A New Pension Scheme
By
Government of India
For
All citizens of unorganized sector
SWAVALAMBAN

Swavalamban - New Pension Scheme
Administered
By
Pension Fund Regulatory & Development Authority
&
Life Insurance Corporation of India
Enrolled
As
Aggregator
Objective
Of
Swavalamban
New Pension Scheme
is
to
Make provision
of
Old age pension for the people of unorganized sector from the Age of 60 Years till life
Swavalamban
New Pension Scheme

• It is voluntary
• It is simple
• It is affordable Investment can be as low as Rs 100
• It is –Uniform-single investment plan
• It is safe—it is regulated by PFRDA
• It is a Pension Scheme for Subscribers
• It is based on Defined Contribution System
• It is Flexible and Transparent system.
• It is portable—can be operated from anywhere in India
• It is based on market based returns over long term
PRAN CARD

• Issue of unique Permanent Retirement Account Number (PRAN) to each subscriber with name of account holder, photo and signature
Eligibility to join NPS

Eligibility conditions for enrolment/opening account:

• Aged between 18 and 60 years, and

• Not a member of Employees Provident Fund and Miscellaneous Provisions Act 1952 and/or any scheme for pension
**Contribution to the Scheme**

**Minimum amount per contribution Rs 100**

**Govt. of India- contribution:**
- Govt. of India Contribution of Rs 1000 every year till Financial Year 2016-17

**Eligibility for Govt. contribution:**
- Minimum of Rs. 1,000 and a maximum of Rs. 12,000 per annum of contribution.
Statement of account

• The statement of account of all transactions and value of corpus will be sent to account holders once in a year.
Pension Corpus

- Pension corpus consist of Net Asset Value of units to the credit of members on vesting at age 60 years / on the date of pre-mature exit / on the date death before vesting.
Pension on vesting

At the age of 60 Years

(a) The subscriber can withdraw 60% as lump sum, and 40% will have to be annuitized to ensure a minimum pension of Rs. 1,000 per month;

(b) In case 40% of the corpus is not sufficient to buy an annuity of Rs1000/- pm, the commutation portion can be reduced to that extent.
In case of premature exit before age 60,
(a) The subscriber can withdraw 20% as lump sum, and 80% will have to be annuitized to ensure a minimum pension of Rs. 1,000 per month;
(b) In case 80% of the corpus is not sufficient to buy an annuity of Rs1000/- pm, the commutation portion can be reduced to that extent.
Benefits on death before vesting

In case of death of the subscriber, the entire money can be withdrawn by his heirs immediately, without annuitizing any portion of the corpus. OR they can also opt for an annuity provided the fund available is sufficient to provide an annuity of Rs1000/- pm.
Charges under the Scheme

Charges levied by NSDL

- At the time of joining, one-time cost of Rs. 35 for obtaining PRAN card.
- Every year, Rs. 70 per annum as cost of record-keeping
- Transaction cost: 'Nil' for first 12 transactions. Rs. 5/- per transaction thereafter, in each year.
The contributions, net of charges, would be converted to Units depending on the NAV and credited to subscriber's account.

The corpus would be value of the units to the credit of the member.

A statement of account of entire transactions and the market value of the corpus will be sent to subscribers, once a year.
## Swavlamban Pension Scheme

<table>
<thead>
<tr>
<th>Age at entry</th>
<th>corpus at age 60 with monthly saving of Rs1000</th>
<th>monthly pension on corpus accumulated at age 60</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>8%</td>
<td>10%</td>
</tr>
<tr>
<td></td>
<td>8%</td>
<td>10%</td>
</tr>
<tr>
<td>25</td>
<td>2293882</td>
<td>3796638</td>
</tr>
<tr>
<td>30</td>
<td>1490359</td>
<td>2260488</td>
</tr>
<tr>
<td>35</td>
<td>951026</td>
<td>1326833</td>
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<tr>
<td>40</td>
<td>589020</td>
<td>759369</td>
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<td>45</td>
<td>346038</td>
<td>414470</td>
</tr>
<tr>
<td>50</td>
<td>182946</td>
<td>204845</td>
</tr>
</tbody>
</table>
### My Retirement Savings Guide: New Pension Scheme (NPS)

#### My Corpus at age 60

<table>
<thead>
<tr>
<th>Age</th>
<th>8%</th>
<th>10%</th>
<th>12%</th>
</tr>
</thead>
<tbody>
<tr>
<td>18</td>
<td>2,220,556</td>
<td>4,120,008</td>
<td>7,746,265</td>
</tr>
<tr>
<td>20</td>
<td>2,126,683</td>
<td>3,944,423</td>
<td>6,898,753</td>
</tr>
<tr>
<td>22</td>
<td>1,994,901</td>
<td>3,720,069</td>
<td>6,326,689</td>
</tr>
<tr>
<td>24</td>
<td>1,854,177</td>
<td>3,421,560</td>
<td>5,712,261</td>
</tr>
<tr>
<td>26</td>
<td>1,654,259</td>
<td>2,854,110</td>
<td>5,160,543</td>
</tr>
<tr>
<td>28</td>
<td>1,427,301</td>
<td>2,180,400</td>
<td>4,559,554</td>
</tr>
</tbody>
</table>

#### My Monthly Pension on the basis of my Corpus

<table>
<thead>
<tr>
<th>Age</th>
<th>8%</th>
<th>10%</th>
<th>12%</th>
</tr>
</thead>
<tbody>
<tr>
<td>18</td>
<td>1,451</td>
<td>2,414</td>
<td>4,885</td>
</tr>
<tr>
<td>20</td>
<td>1,260</td>
<td>2,147</td>
<td>4,168</td>
</tr>
<tr>
<td>22</td>
<td>1,160</td>
<td>1,905</td>
<td>3,410</td>
</tr>
<tr>
<td>24</td>
<td>1,045</td>
<td>1,660</td>
<td>2,760</td>
</tr>
<tr>
<td>26</td>
<td>905</td>
<td>1,449</td>
<td>2,079</td>
</tr>
<tr>
<td>28</td>
<td>780</td>
<td>1,339</td>
<td>1,709</td>
</tr>
</tbody>
</table>

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Corpus mentioned above is based on a monthly saving of Rs. 1000. In case, a member saves Rs. 2000 per month, the above figures can simply be doubled.

Monthly pension is based on the corpus shown in first row.
How to join the scheme

To join Swavalamban, the Subscriber should...

- Complete the requisite subscription form.
- Comply KYC norms like:
  - Affix colored photograph
  - Provide photo-identity,
  - proof of residence
  - Age proof.
- Remittance of contribution along with form to LIC of INDIA
INSTRUCTIONS FOR FILLING THE FORM

• Fill form in Block/Capital letters (English) with Black pen ink only.
• Full name in sr no 1 & 4 of form. First name (without shri/ smt/kumari,Ms) in row 1st. Middle name in row 2nd. Last/surname name in row 3rd.
• One character (alphabet) in each box and leave one box blank after each word.
• Do not over write
• Use white fluid if required
• Corrections be made by re-writing
• All corrections be counter signed by applicant
PHOTOGRAPH

• Affix a recent coloured photograph size (3.5cm x 2.5cm) on the space provided.
• Clarity of image on PRAN Card will depend on the clarity and quality of photographs affixed on form
• Do not use stapler or pin
• Do not put signature on the photo
Signatures/Thumb impression

• Either signature OR thumb impression in the boxes provided in the form on 1st and 3rd pages.
• Do not put both in the box
Nomination

• Maximum 3 nomination are allowed
• If nominees are son or daughter (minor)
  Date of birth is compulsory to be mentioned in sr no 10(2) of form
• If nominees are more than one then % of share is to be mentioned in sr no 10(4) of form.
Our contacts

Manager
LIC of India
Pension & Group Schemes
Jeevan Prakash Building, 3rd Floor
Sector 17-B Chandigarh
Ph no 2773554, 2702278
Email id: bo_g102@licindia.com
Know your customers

• Photo identity form
• Residence proof/address proof
• Age proof