

Pension Fund Regulatory and Development Authority



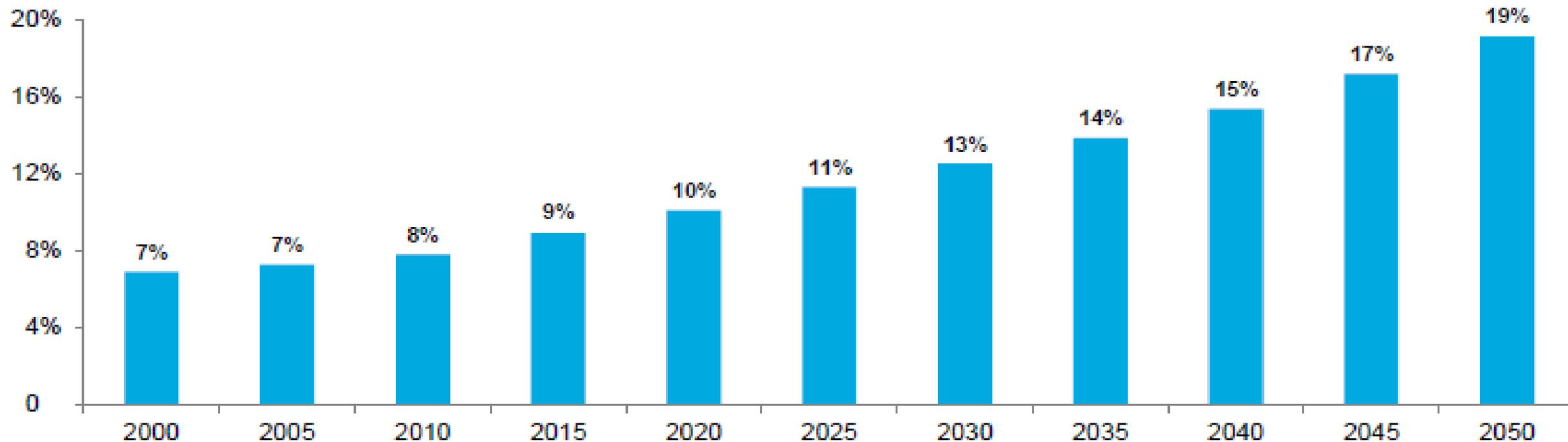
Presentation to trainers of NCFE on Pension

(NPS and APY)

15.07.2021, New Delhi.



Proportion of Age 60 Years to the Total Population

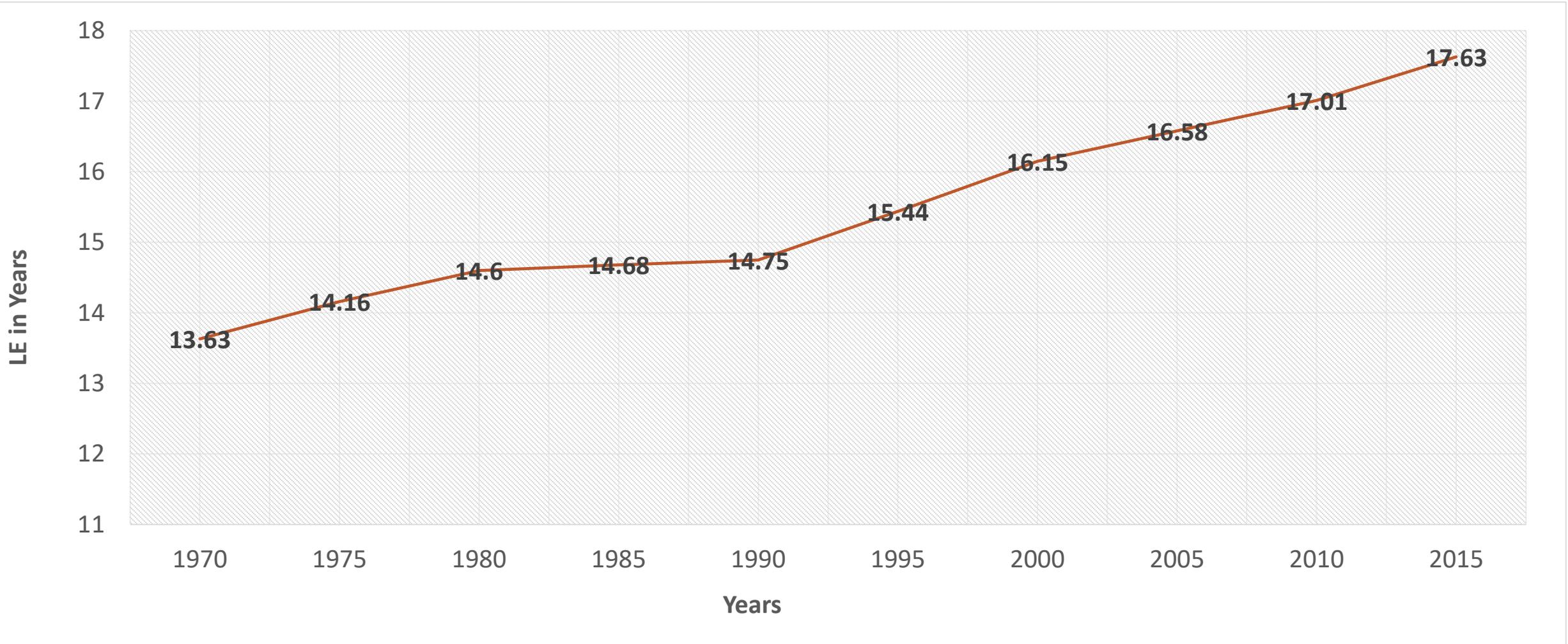


Source: UN Population Division — 2017, LIMRA International Research.

- As the population structure of India changes, the proportion of the elderly is also going to change.
- By 2050, the proportion of the elderly (age 60+) is likely to increase almost three times since its level at the turn of the century.
- Further, as stated earlier, it is outpacing the growth of the overall population, strongly suggesting a shift will be rapid. .

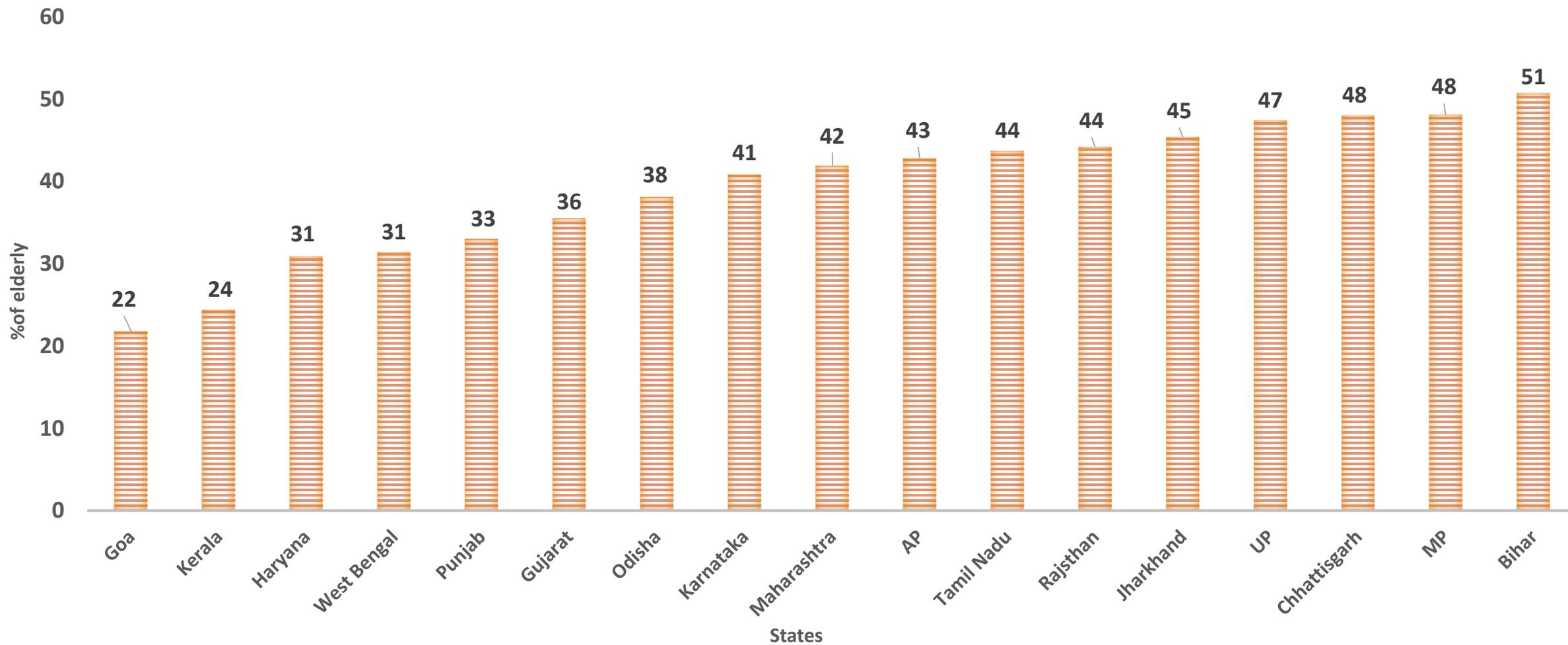


Life Expectancy at 60 years





Elderly working - Percentage of elderly



Source: Census 2011

Status of NPS and APY

(as on 30.06.2021)

Sector	No of subscribers (in Lakhs)	Asset under Management (Amt. in Rs. Crs)
Central Govt.	21.85	1,91,480
State Govt.	52.74	3,11,253
Corporate	11.74	67,810
All Citizen	17.46	24,492
NPS Lite	42.97	4,465
APY	288.60	17,017
Total	435.35	6,16,517

National Pension System (NPS)-All citizen

Brief about NPS – All citizen

ENTRY

- Any citizen of India aged 18-70 years
- Application & KYC submission
- Onboarding through Online or Physical modes.

ACCUMULATION

- Regular contributions by self.
- Investments managed by professional Pension Funds
- NAV based returns

EXIT

- Normal at 60 years or superannuation age.
- Min. 40% Annuity purchase & Max. 60% lump-sum
- Premature with 80% Annuity purchase & 20% lump-sum
- Partial withdrawal 25% after 03 years with conditions

National Pension System (NPS)-All citizen

Types of accounts

NPS-All citizen

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graph TD; A["NPS-All citizen"] --> B["Tier I Account"]; A --> C["Tier II Account"];
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Tier I Account

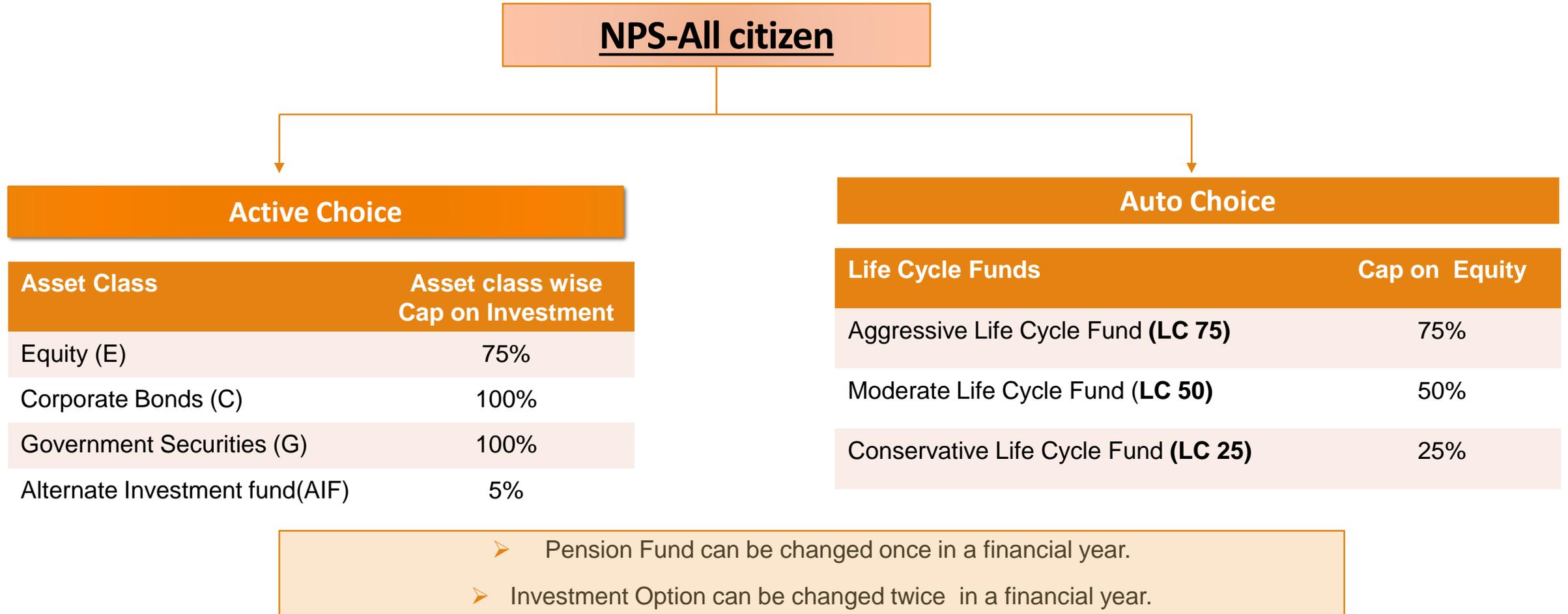
- **Pension Account**
- **Tax benefits** available
- **Restrictions on** withdrawal
- **Min. Contribution** Rs. 500
- **Min. Contribution** per year Rs. 1000
- **No limits on Contributions**

Tier II Account

- **Optional Account** with active Tier-I
- **No tax benefits**
- **Unrestricted** withdrawal
- **Min. Contribution** to open Rs. 1000
- **Min. Contribution** Rs. 250
- **No limits on Contributions**

National Pension System (NPS)-All citizen

Investment Choices



National Pension System (NPS)-All citizen

Returns : scheme - E Tier-I

as on 14/7/21

SCHEME - E Tier-I	Pension Fund	Inception Date	AUM (Rs Crs)	Returns 1 Year	Returns 3 Years	Returns Inception
	Aditya Birla Sun Life Pension Management Ltd.	09-May-17	135.83	41.41%	12.42%	13.19%
	HDFC Pension Management Co. Ltd.	01-Aug-13	8,282.40	48.11%	14.19%	15.43%
	ICICI Pru. Pension Fund Mgmt Co. Ltd.	18-May-09	3,415.01	49.22%	13.55%	12.36%
	Kotak Mahindra Pension Fund Ltd.	15-May-09	672.89	46.18%	14.29%	11.59%
	LIC Pension Fund Ltd.	23-Jul-13	1,686.02	49.33%	12.78%	12.79%
	SBI Pension Funds Pvt. Ltd	15-May-09	6,258.54	44.38%	12.25%	10.65%
	UTI Retirement Solutions Ltd.	21-May-09	974.09	49.58%	12.98%	12.26%

National Pension System (NPS)-All citizen

Returns : scheme - C Tier-I

as on 14/7/21

SCHEME - C Tier-I	Pension Fund	Inception Date	AUM (Rs Crs)	Returns 1 Year	Returns 3 Years	Returns Inception
	Aditya Birla Sun Life Pension Management Ltd.	09-May-17	59.45	6.24%	10.61%	8.92%
	HDFC Pension Management Co. Ltd.	01-Aug-13	3724.96	7.10%	11.16%	10.37%
	ICICI Pru. Pension Fund Mgmt Co. Ltd.	18-May-09	1780.42	6.77%	10.66%	10.41%
	Kotak Mahindra Pension Fund Ltd.	15-May-09	335.09	5.68%	9.40%	10.04%
	LIC Pension Fund Ltd.	23-Jul-13	937.96	6.50%	10.91%	10.16%
	SBI Pension Funds Pvt. Ltd	15-May-09	3495.67	6.39%	10.79%	10.44%
	UTI Retirement Solutions Ltd.	21-May-09	491.14	5.41%	10.13%	9.38%

National Pension System (NPS)-All citizen

Returns : scheme - G Tier-I

as on 14/7/21

SCHEME - G Tier-I	Pension Fund	Inception Date	AUM (Rs Crs)	Returns 1 Year	Returns 3 Years	Returns Inception
	Aditya Birla Sun Life Pension Management Ltd.	09-May-17	92.76	2.85%	11.39%	8.81%
	HDFC Pension Management Co. Ltd.	01-Aug-13	6006.96	2.84%	11.69%	10.02%
	ICICI Pru. Pension Fund Mgmt Co. Ltd.	18-May-09	2849.00	3.09%	11.34%	9.04%
	Kotak Mahindra Pension Fund Ltd.	15-May-09	541.72	2.66%	11.42%	8.96%
	LIC Pension Fund Ltd.	23-Jul-13	1621.00	3.05%	12.35%	11.03%
	SBI Pension Funds Pvt. Ltd	15-May-09	6836.49	2.63%	11.37%	9.71%
	UTI Retirement Solutions Ltd.	21-May-09	873.31	1.70%	10.79%	8.64%

Background

- The announcement in the budget for 2015-16 on creating a universal social security system for all Indians, especially the poor, the under-privileged and the workers in the unorganised sector was made.
- Subsequent to this the Government of India has introduced a pension scheme called the Atal Pension Yojana (APY), with effect from 1st June, 2015.
- APY is administered by the Pension Fund Regulatory and Development Authority (PFRDA) under the overall administrative and institutional architecture of the National Pension System (NPS).

Atal Pension Yojana



Entry

- All Citizens of 18-40 years Join through any Bank where savings account is maintained.
- Fill up a simple one-page form along with SB account details
- Choose Pension options Rs 1000-Rs 5000

Accumulation

- Deposit Monthly /Quarterly/Half yearly contribution in the account to facilitate the auto debits.
- Pension amount opted and frequency may be changed to higher/lower amount once in a year.

Atal Pension Yojana- A BRIEF



Before 60 Years

Exit

- In the event of the death of the subscriber, the amount of pension wealth in the APY account will be paid to spouse who is the default nominee or the nominee prescribed by the subscriber.
- Further, in case of death of subscriber, Spouse has an option continue contribution under Scheme.
- In case of voluntary Exit, the pension wealth (subscriber contribution + returns) is paid to the subscriber with applicable deduction of charges, forfeiture of GOI co-contributions.

Atal Pension Yojana- A BRIEF



On attaining 60 Years

Exit

Return of indicative pension wealth to nominees after death of spouse.

Triple Benefit

The same pension is payable to Spouse after death of Subscriber.

If the actual returns on the pension contributions are higher, then higher the pension.

Minimum guaranteed Pension of ₹1000 to , ₹5000.

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Returns arrived at 8% and pay outs at 7%

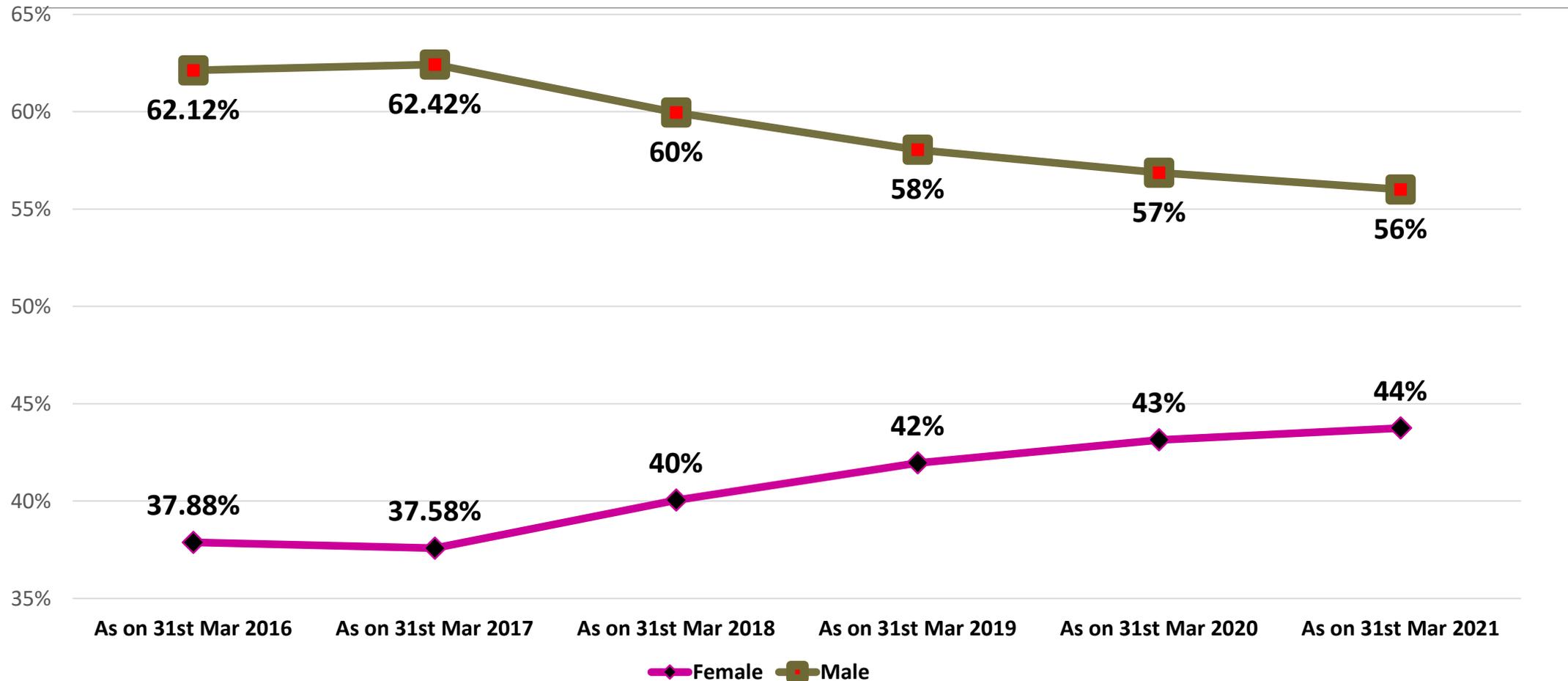


		Minimum Guaranteed Pension of Rs. 1000/month			Minimum Guaranteed Pension of Rs. 2000/month			Minimum Guaranteed Pension of Rs.3000/month			Minimum Guaranteed Pension of Rs.4000/month			Minimum Guaranteed Pension of Rs.5000/month		
Return of Corpus Amount to the Nominee		Rs. 1.7 Lakh			Rs. 3.4 Lakh			Rs. 5.1 Lakh			Rs. 6.8 Lakh			Rs. 8.5 Lakh		
Age at entry	Vesting period	Monthly contribution	Quarterly contribution	Half yearly contribution	Monthly contribution	Quarterly contribution	Half yearly contribution	Monthly contribution	Quarterly contribution	Half yearly contribution	Monthly contribution	Quarterly contribution	Half yearly contribution	Monthly contribution	Quarterly contribution	Half yearly contribution
18	42	42	125	248	84	250	496	126	376	744	168	501	991	210	626	1239
19	41	46	137	271	92	274	543	138	411	814	183	545	1080	228	679	1346
20	40	50	149	295	100	298	590	150	447	885	198	590	1169	248	739	1464
21	39	54	161	319	108	322	637	162	483	956	215	641	1269	269	802	1588
22	38	59	176	348	117	349	690	177	527	1045	234	697	1381	292	870	1723
23	37	64	191	378	127	378	749	192	572	1133	254	757	1499	318	948	1877
24	36	70	209	413	139	414	820	208	620	1228	277	826	1635	346	1031	2042
25	35	76	226	449	151	450	891	226	674	1334	301	897	1776	376	1121	2219
26	34	82	244	484	164	489	968	246	733	1452	327	975	1930	409	1219	2414
27	33	90	268	531	178	530	1050	268	799	1582	356	1061	2101	446	1329	2632
28	32	97	289	572	194	578	1145	292	870	1723	388	1156	2290	485	1445	2862
29	31	106	316	626	212	632	1251	318	948	1877	423	1261	2496	529	1577	3122
30	30	116	346	685	231	688	1363	347	1034	2048	462	1377	2727	577	1720	3405
31	29	126	376	744	252	751	1487	379	1129	2237	504	1502	2974	630	1878	3718
32	28	138	411	814	276	823	1629	414	1234	2443	551	1642	3252	689	2053	4066
33	27	151	450	891	302	900	1782	453	1350	2673	602	1794	3553	752	2241	4438
34	26	165	492	974	330	983	1948	495	1475	2921	659	1964	3889	824	2456	4863
35	25	181	539	1068	362	1079	2136	543	1618	3205	722	2152	4261	902	2688	5323
36	24	198	590	1169	396	1180	2337	594	1770	3506	792	2360	4674	990	2950	5843
37	23	218	650	1287	436	1299	2573	654	1949	3860	870	2593	5134	1087	3239	6415
38	22	240	715	1416	480	1430	2833	720	2146	4249	957	2852	5648	1196	3564	7058
39	21	264	787	1558	528	1574	3116	792	2360	4674	1054	3141	6220	1318	3928	7778
40	20	291	867	1717	582	1734	3435	873	2602	5152	1164	3469	6869	1454	4333	8581

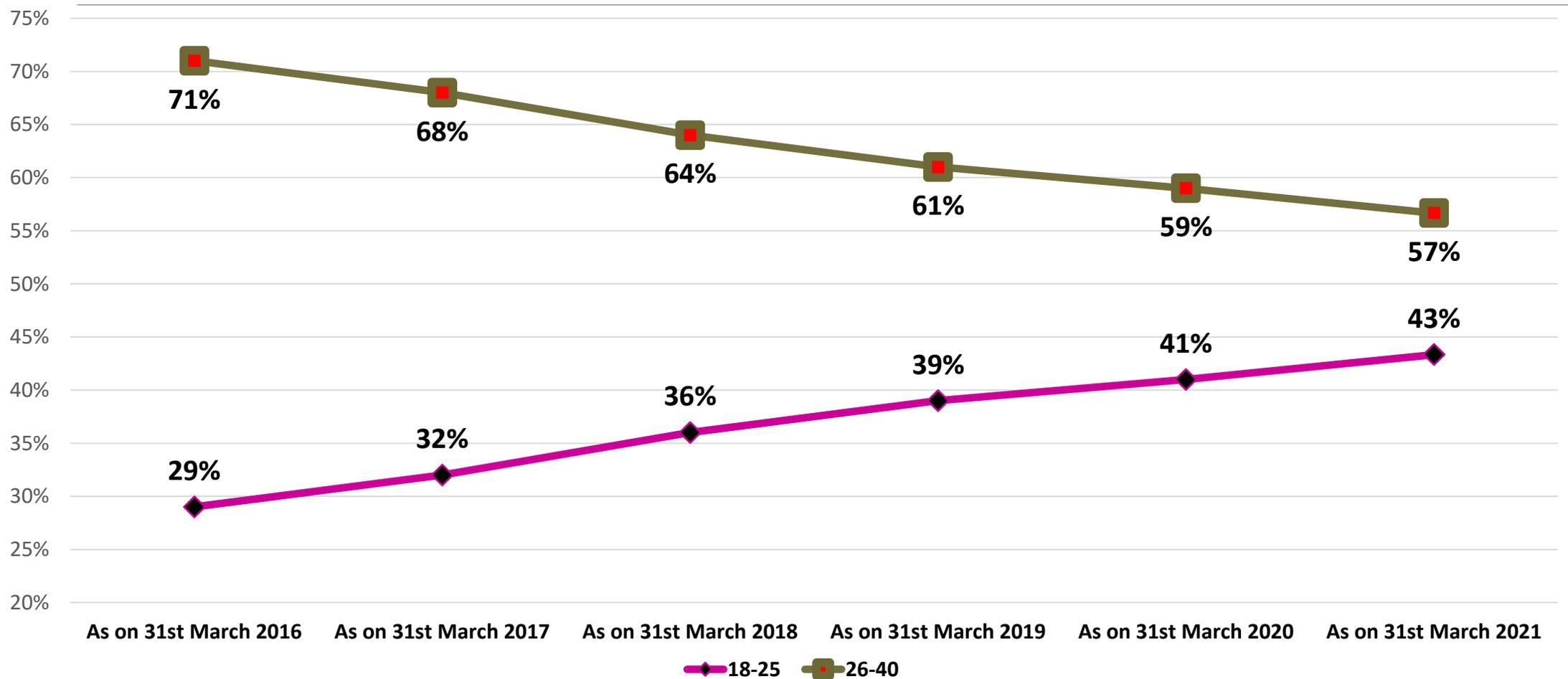
Journey of APY-POP Category Wise Performance

Category of Banks	March 31, 2016	March 31, 2017	March 31, 2018	March 31, 2019	March 31, 2020	March 31, 2021	July 13, 2021
Public Sector Banks	1,693,190	3,047,273	6,553,397	10,719,758	1,56,75,442	2,12,52,435	2,22,47,785
Private Banks	218,086	497,323	873,901	1,145,289	15,62,997	19,86,467	20,26,660
Small Finance Bank	-	-	-	9,190	15,760	35,114	41,256
Payment Bank	-	-	-	48,182	3,44,001	8,18,800	9,63,792
Regional Rural Banks	476,373	1,115,257	1,987,176	3,171,152	43,30,190	57,10,770	58,74,755
District Co-op Banks	21,222	29,791	33,880	38,863	48,581	54,628	56,512
State Co-op Banks	354	680	805	1,053	4,620	5,350	5,494
Urban Co-op Banks	327	3,507	10,936	14,469	17,355	20,095	20,964
DOP	75,343	189,998	245,366	270,329	3,02,712	3,32,141	3,36,057
Total	24,84,895	48,83,829	97,05,461	1,54,18,285	2,23,01,658	3,02,15,800	3,15,73,275

ANALYSIS ON APY SUBSCRIBERS – GENDER WISE



ANALYSIS ON APY SUBSCRIBERS – SUBSCRIBER AGE WISE



Important links:

A) Atal Pension Yojana(APY) Notification dated 16th October 2015

<https://www.pfrda.org.in/myauth/admin/showimg.cshtml?ID=789>

B) ATAL PENSION YOJANA (APY) - SUBSCRIBER INFORMATION BROCHURE

<https://www.pfrda.org.in/myauth/admin/showimg.cshtml?ID=1739>

C) APY Subscriber Registration Form

<https://www.pfrda.org.in/myauth/admin/showimg.cshtml?ID=1269>

D) Social Media Links of the APY Advertisement Video

<https://twitter.com/PFRDAOOfficial/status/1347433610484219904>

<https://www.facebook.com/OfficialAPY/posts/725638848069967>

<https://www.youtube.com/watch?v=nP8fOal2S9A>

E) FAQs On APY

<https://www.pfrda.org.in/myauth/admin/showimg.cshtml?ID=1789>

Thank You !
