No.4/38/2008-P&PW (D) Government of India Ministry of Personnel, Public Grievances & Pensions (Department of Pension & Pensioners' Welfare)

3rd Floor, Lok Nayak Bhawan, Khan Market, New Delhi-110 003, Dated the 15th **September, 2008**

OFFICE MEMORANDUM

Subject:-Revision of 1/3rd commuted portion of pension in respect of Government servants who had drawn lumpsum payment on absorption in Central Public Sector Undertakings/Central Autonomous Bodies – Implementation of Government's decision on the recommendations of the Sixth Central Pay Commission

The undersigned is directed to say that the restorable 1/3rd pension of the Government servants who had drawn lump sum payment in respect of prorata pension (1/3rd as well as 2/3rd) on absorption in a PSUs/Autonomous Bodies and have become entitled to restoration of 1/3rd commuted portion of pension as per the provisions of this Department's O.M. No. 34/2/86-P&PW dated 5th March 87 after 15 years from the date of commutation or 1.4.85 whichever is later, is regulated vide this Department O.M. No. 4/59/97-P&PW(D) dated 14th July 1998, OM No.4/79/2006-P&PW (D) dated 6.9.07 and dated 13.5.08 as clarified from time to time.

- 2. In pursuance of Government's decision on the recommendations of Sixth Central Pay Commission, instructions have been issued for revision of pension of pre-2006 pensioners/family pensioners vide Deptt. of Pension & Pensioners Welfare's OM No.38/37/08-P&PW(A) dated 1st September 2008. Accordingly sanction of the President is hereby accorded for revision of 1/3rd restorable pension of absorbees with effect from 1.1.2006, as explained hereunder:-
 - A. As on 01.01.2006, the full pension of the absorbees shall be notionally revised w.e.f. 1.1.2006 based on full pension as on 31.12.2005 in accordance with the instructions for revision of pension, issued for implementing the 6th Pay Commission Recommendations vide OM No.38/37/08-P&PW(A) dated 1st September 2008. Benefit of additional pension available to old pensioners will granted as indicated in para 3 below.
 - B. The restorable 1/3rd pension shall be the sum of the following:-

i. $1/3^{rd}$ of full pension as on 31.12.2005.

ii. Dearness Pension on the full pension as on 31.12.2005

contd...

- iii. Dearness Relief upto AICPI (IW) average index 536 (Base year 1982=100) i.e. @ 24% of Basic full pension plus dearness pension.
- iv. Fitment weightage @ 40% of the full pension as on 31.12.2005
- 3. The quantum of $1/3^{rd}$ restorable pension as per para 2(B) above shall be further increased in respect of old pensioners as follows:-

Age of pensioner	Additional quantum
From 80 years to less than 85 years	20% of revised 1/3 rd restorable pension
From 85 years to less than 90 years	30% of revised 1/3 rd restorable pension
From 90 years to less than 95 years	40% of revised 1/3 rd restorable pension
From 95 years to less than 100 years	50% of revised 1/3 rd restorable pension
100 years or more	100% of revised1/3 rd restorable pension

The amount of additional pension will be shown distinctly in the pension payment order.

- 4. Payment of DR shall be on full pension as per instructions issued from time to time and is subject to the condition that the absorbed employee was not re-employed/employed under the Central Government or State Government or a Corporation/Company/Body/Bank under them in India or abroad, including permanent absorption in such Corporation/Company/Body/Bank at the time of restoration.
- 5. The benefit of revision of restored amount of $1/3^{rd}$ commuted portion of pension shall be admissible w.e.f. 1.1.2006 or from the date the commuted portion of pension is restored, whichever is later.
- 6. This issues with the concurrence of Ministry of finance (Department of Expenditure) vide their UO No4.2/11/2008-IC dated 10.09.2008.
- 7. Hindi version will follow.

(Geeta Ram) Director

To

All Ministries/Departments of the Government of India (As per mailing list)