

**KRIBHCO EMPLOYEES SUPERANNUATION (PENSION) FUND TRUST
NOIDA**

CIRCULAR

Ref.No. HO/19/KESPFT/24-25/02

October 24, 2024

To,

All Members of the LIC Superannuation Pension Fund

**Sub:- Transfer of LIC Superannuation Pension Fund to National Pension Scheme (NPS)
– Process and Benefits**

Dear Members,

KRIBHCO Employees Superannuation (Pension) Fund Trust (KESPFT) has taken KRIBHCO LIC Pension and term insurance policy under new Group Pension Scheme from LIC with effect from 01.10.2012. These policies are for the regular employees of the Society and employees superannuated from the services of the Society upto the age of 65 years and wish to continue under TIP policy on payment basis. The Board of Trustees in its 21st meeting held on 29.06.2022 approved the proposal of transfer of LIC Superannuation Pension Fund to National Pension Scheme. Accordingly, necessary approvals have been obtained from respective agencies like Income Tax, LIC and amended Rules was registered with Sub-Registrar (V)-1 of South Delhi.

We are pleased to inform you that the option to transfer your LIC Superannuation Pension Fund to the National Pension Scheme (NPS) is now available. Pension Fund transfer to NPS will provide additional flexibility, better fund management and the potential for improved retirement benefits. Key benefits and the process of transfer of LIC Superannuation Fund to NPS are detailed below:-

Benefits of Transfer of LIC Superannuation Funds from to NPS

1. Tax Benefits & Flexible Withdrawal Options

Contributions to NPS upto the age of 70 years qualify for tax deductions under Section 80CCD(1) and an additional Rs. 50,000 deduction under Section 80CCD(1B). The accumulated amount can be retained upto the age of 75 years.

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Upon retirement, NPS allows you to withdraw 60% of the accumulated corpus as a lump sum non-taxable and remaining fund is used to purchase an annuity, ensuring regular income during your retirement years.

2. Flexibility in Investment

NPS offers multiple investment options and fund managers, allowing you to choose how your pension wealth is managed based on your risk tolerance.

3. Portability

NPS is a portable pension scheme, allowing you to manage your retirement fund across regions without worrying about fund transfers.

4. Transparency

NPS is highly transparent, and members can track the performance of their investments regularly and option is available for obtaining annuity from various insurance companies as per wish of an employee.

5. Charges applicable

The Stock Holding Corporation of India (SHCIL) will deduct 0.5% plus GST of LIC Superannuation Pension Funds subject to maximum Rs. 25,000/-plus GST per member towards entry load/charges applicable on transfer of LIC funds to NPS. We are in the process of negotiating the entry load from SHCIL. If any reduction is approved, the same will be applicable.

NPS has significantly lower fund management charges as compared to traditional pension schemes, which ensures a greater accumulation of wealth over a period of time.

Process of Transfer of LIC Superannuation Funds from to NPS

Step 1: Application Submission

Interested members must submit a written application expressing their consent for transferring their LIC Superannuation Pension Fund to the NPS. The consent form/application should be submitted to Human Resource Department, Corporate Office in prescribed format (attached) alongwith copy of active PRAN number.

Step 2: Verification and Approval

Upon receipt of the application, your details will be verified to ensure eligibility for the transfer. The verification process will include checking your existing contributions, accrued benefits, and other relevant details.

Step 3: Active NPS Account

At the time of approval of application, members must have an Active NPS account.

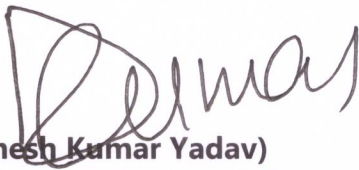
Step 4: Transfer of Funds

The accumulated corpus from your LIC Superannuation Pension Fund will be transferred to your NPS account after completing all necessary formalities.

Step 5: Acknowledgment

Upon successful transfer, an acknowledgment will be issued, confirming that your LIC Superannuation Pension Fund has been moved to your NPS account.

We encourage all members to take advantage of this opportunity to enhance their retirement savings on transfer of LIC Superannuation Pension Fund to National Pension Scheme (NPS).



(Dinesh Kumar Yadav)
Jt.General Manager(HR)