

National Pension System (NPS)



National Pension System (NPS) is a pension cum investment scheme launched by Government of India to provide old age security to Citizens of India.

NPS is an attractive long term saving avenue to effectively plan your retirement through safe and regulated market-based returns, it offers various tax benefits to you.

FEATURES



Steady lifelong income post-retirement through NPS.



Regulated by Pension Fund Regulatory and Development Authority (PFRDA) with transparent investment norms.



NPS is the world's low cost pension scheme with 0.01% as fund management charges. Other handling and administrative charges are also the minimal. Flexibility to choose the annuity service provider and pension options as per the need of the subscriber



Multiple investment options provided to the subscriber that he can choose from



Hassle-free digital portal for registration & to monitor your investment

BENEFITS



Tax free partial withdrawal is available to the subscribers



Offers wide range in flexibility in terms of investment choice, investment options and asset allocation



Market linked returns



Portable account; that can be transferred and operated by any job or city



Manage your investment online with ease



Multiple tax benefits can be availed

SECTIONS	Max. Limit	Deductible
80CCD (2)	Up to 10% of basic salary	Contribution towards NPS through employer
80CCD (1B)	₹50,000	Individual can avail tax benefit through self-contribution towards NPS
80CCD (1)	₹1.5 lakh	Individual can avail tax benefits by contributing toward NPS/ Insurance and Medical Insurance

FAQ

Who can join NPS?

Any individual citizen of India (both resident and Non-resident) in the age group of 18-65 years can join NPS.

Who will invest my money in NPS?

Pension Funds are responsible for investing contributions, accumulating them and managing pension corpus through various schemes under National Pension System in accordance with the provisions of the PFRDA Act.

What are the investment choices available in NPS?

NPS offers you two approaches to invest in your account:

- a. Active choice – Subscriber can decide the asset allocation %
- b. Auto choice – System based life cycle driven asset allocation

Where (in which asset classes) my money will get invested in NPS?

Following are the assets classes are available for investment for investment under NPS:

- a. Equity or E- A 'high return-high risk' fund that invests predominantly in equity market instruments
- b. Corporate Debt or C - A 'medium return-medium risk' fund that invests predominantly in fixed income bearing instruments
- c. Government Securities or G - A 'low return-low risk' fund that invests purely in Government Securities
- d. Alternative Investment Funds or A –In this asset class, investments are being made in instruments like CMBS, MBS, REITS, AIFs, Invlts etc.

Do I need to re-open NPS account when I change my Job or location?

No, there is no need to re-open NPS account when you change your Job or location