

# PRADHAN MANTRI VAYA VANDANA YOJANA





# KEY FEATURES



## CAPITAL PROTECTION

(Govt. backed)



## GUARANTEED INCOME

(Govt. backed)



## FLEXIBILITY

( Monthly, quarterly, half-yearly & annual pension option)



## LOAN

(Available after completion of 3 years from purchase date)



## LONG TERM

(10 years lock-in)

# WHAT IS PRADHAN MANTRI VAYA VANDANA YOJANA?



Pension scheme that exclusively provides income to senior citizens



Offered/provided by Life Insurance Corporation (LIC)



Launched on May 4, 2017



Scheme is available till March 31, 2023



# PRODUCT DETAILS

01

## Age

Minimum entry age: 60 years  
Maximum entry age: No limit

02

## Investment

Minimum investment: ₹ 1,56,658  
Maximum investment: ₹ 15 lakh

03

## Tenure

10 years

04

## Pre-Mature Closure

Allowed under exceptional circumstances like treatment of any critical or terminal illness





# PRODUCT DETAILS

## 01 Loan

- Available after three policy years
- The maximum loan amount can't exceed 75% of the purchase price

## 02 Taxation

- Pension received is taxed as per nominal tax slab rates

## 03 Historical interest rates

- Up to March 31, 2020: 8.00%
- Since April 2020: 7.40%

# PMVVY Benefits



## During the policy period

The pensioner will receive the monthly, quarterly, half-yearly or yearly pension as opted during the time of purchase



## Death Benefits

On the death of the pensioner during the policy term, the purchase price will be refunded to the nominee (or legal heirs in absence of nominee)



## Maturity Benefits

If the pensioner survives up to the end of the policy term, purchase price and final instalment of the pension will be paid to the pensioner

# What is Purchase price?

## Purchase price under different pension mode

Pension	Minimum Purchase Price	Maximum Purchase Price
Yearly	₹1,56,658	₹14,49,086
Half-yearly	₹1,59,574	₹14,76,064
Quarterly	₹1,61,074	₹14,89,933
Monthly	₹1,62,162	₹15,00,000

The purchase price charged will be rounded off to the nearest rupee

- It is the price with which an individual can purchase PMVVY scheme
- The scheme can be purchased by payment of a lump sum purchase price
- The pensioner has an option to choose either the amount of pension or the purchase price
- The pension can be monthly, quarterly, half-yearly or yearly as selected at the time of purchase

# Pension Payouts

Minimum/Maximum purchase price under different modes of pension



Mode of pension	Minimum purchase price (₹)	Corresponding pension (₹)	Maximum purchase price (₹)	Corresponding pension (₹)
Yearly	1,56,658	12,000 per annum	14,49,086	1,11,000 per annum
Half-yearly	1,59,574	6,000 half yearly	14,76,064	55,500 half yearly
Quarterly	1,61,074	3,000 per quarter	14,89,933	27,750 per quarter
Monthly	1,62,162	1,000 per month	15,00,000	9,250 per month