

From
Indian overseas Bank
Personnel Administration Department
Pension Cell
Central Office
763, Anna Salai, Chennai-600 002

To
All Indian Branches/
Regional Offices

TRANSIENT SERIES (FILE 7 F) CIRCULAR NO.40 .OF 2010-2011 DATED 30.10.2010

For sanction to set off the eligible commutation amount of the optees against the amount due from them for joining the existing pension scheme.

Reference is invited to our Circular No.Per/Misc/EST/62/2010-11 dated 30.08.2010 advising extension of one more option of pension to non optees.

We have already communicated to all the eligible retirees, who have retired between 29.09.1995 and 26.04.2010, and have opted for pension, the amount of Bank's contribution to P F along with 56% to be refunded by them to become eligible for pension.

In view of the difficulties expressed by the above retirees in arranging for refund of 156% of the Bank's contribution to P F in one lump sum, within a short period, it has been decided to adjust the maximum eligible commutation amount mentioned in our communication to them from the total amount due from them, in case commutation is opted by the retirees. Please note that this setting off of commutation will not be available to the families of deceased employees as they are not eligible for commutation as per pension regulations.

At the time of actual working of pension / commutation if any shortfall arises, the same will be recovered from out of the arrears of pension/commutation payable. The net amount payable by the retirees after setting off the commutation amount should be paid before 29.11.2010.

Branches/ Regional offices are advised to bring this circular to the notice of all concerned by displaying the same in Branch/Regional Office notice board and to guide the retirees in this regard.

(V.C.RAMACHANDRAN)
DEPUTY GENERAL MANAGER