

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:5204
ANSWERED ON:20.04.2001
PENSION SYSTEM FOR GOVERNMENT EMPLOYEES
VILAS BABURAO MUTTEMWAR

Will the Minister of FINANCE be pleased to state:

- (a) whether the Government propose to reform the pension system for Government employees;
- (b) if so, the details if any, finalised in this regard; and
- (c) the reasons therefor and benefits to be achieved as a result thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a), (b), (c) & (d): In his Budget Speech for 2001-2002, the Finance Minister had announced constitution of a High Level Expert Group to review the existing pension scheme and to provide a roadmap for devising a new pension system based on defined contributions in respect of those who enter Central Government service after 1st October, 2001. The Group is to give its recommendations within three months. Action to constitute the Expert Group has been initiated.