

Member's pension on superannuation

- 1) If a member has served 10 years or more and has made a minimum of 120 monthly contributions to the Armed Forces Pension Scheme as per the *clauses 11, 12 and 17* and the member retires on superannuation the member shall receive pension from the date of exit from service till the date of death of a member. The member's pension shall be computed as under:

$$\text{Member's Pension} = \frac{\text{Pensionable service} \times .45 \times \text{Pensionable salary}}{27}$$

- 2) *Clauses 11*: A member shall contribute to the AFPPFS a minimum of 12% of his/her covered monthly salary.
- 3) *Clauses 12*: The Royal Government, on behalf of the members of the Armed Forces shall make matching contribution to the AFPPFS
- 4) *Clauses 17*: From the total monthly contributions (Government and member), the Armed Forces Pension and the Armed Forces Provident Fund Accounts of the members shall be credited as follows:
 - 14% of the covered monthly salary of a member shall be credited to the Armed Forces Pension Account;
 - 10% of the covered monthly salary of a member shall be credited to the Armed Forces Provident Fund Account;
 - Total contribution (both Government and member contribution) of the expatriate members in the Armed Forces shall be credited to the Armed Forces Provident Fund Account only.
- 5) Minimum pension benefit payable is 45 percent of the maximum ceiling of the salary scale of the lowest rank of the Armed Forces, provided that a member has served a minimum of 22 years in the service and is above 42 years of age on the date of retirement. If a member has either served less than 22 years and or is below 42 years of age and retires from service then such members shall not be eligible for minimum pension.
- 6) Maximum pension payable shall be limited to the pension factor of 30/27. Member's pension shall be increased by 2% every year from the date of vesting the pension. Additional increases of member's pension other than annual 2% increase shall be actuarially valued and decided accordingly.