

FX-11/13/2025-PR  
Government of India  
Ministry of Finance  
Department of Financial Services

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Jeevan Deep Building,  
Parliament Building Street,  
New Delhi,  
Dated the March 27<sup>th</sup>, 2025

**OFFICE MEMORANDUM**

**Subject: Innovative Products and Schemes of Banking, Insurance, Pension Reforms, Financial Institutions, RRBs, etc. on the DFS website homepage-reg.**

The undersigned is directed to refer to the CS&FT Section's email dated 10<sup>th</sup> January, 2025 on the subject above and to enclose requisite information concerning PR Section.

2. This has approval of competent authority.



(Raman Kumar)  
Section Officer (PR)  
Tel: 2374 8794  
Email: penssec-dfs@nic.in

*Enclosed: As above*

**Section Officer**  
CS&FT Section  
DFS

### Details of Innovative Products and Schemes

(PR Section, Department of Financial Services)

Name of the Financial Institution / Regulator	Product Name	Product Details
Pension Fund Regulatory and Development Authority (PFRDA)	NPS-Vatsalya	<p><b>Aim:</b></p> <p>To create a fully pensioned society and to promote inter-generational equity and financial security by encouraging early savings for children as well as promoting a culture and habit of retirement planning across generations with the start of early investment for a retirement corpus.</p> <p><b>Salient Features:</b></p> <ul style="list-style-type: none"><li>• Designed for parents/guardians to contribute, a minimum of Rs. 1000 per annum with no ceiling on maximum contribution, for their minor subscriber.</li><li>• On attaining age of majority, account of subscriber can be seamlessly converted into NPS account.</li><li>• Implemented through Points of Presence (PoPs), which include Bank branches and Non-Bank entities.</li><li>• Account can also be opened through online platform extended by NPS Trust.</li></ul> <p><b>Target Customers:</b> Any minor who is citizen of India is eligible to join the Scheme.</p> <p><b>For more details:</b> <a href="#">Click here (flyer)</a></p>



# NPS

## Vatsalya

<b>Scheme</b>	A saving-cum-pension scheme regulated and administered by the PFRDA.
<b>Eligibility</b>	All minor citizens (age till 18 years).
<b>Operations</b>	<ul style="list-style-type: none"><li>• Account opened in the name of minor and operated by Guardian</li><li>• Minor to be sole beneficiary</li></ul>
<b>Where to open account</b>	<ul style="list-style-type: none"><li>• NPS Vatsalya account can be opened through Points of Presence (POPs) which include major banks, India Post, Pension Funds etc.</li><li>• Online platform (e-NPS)</li></ul>
<b>Document required</b>	<ul style="list-style-type: none"><li>• KYC of Guardian shall be carried out by submitting Proof of Identity and Address (Aadhaar, Driving License, Passport, Voter ID card, NREGA Job Card, National Population Register)</li><li>• PAN of the Guardian or Form 60 declaration (Rule 114B).</li><li>• Date of Birth proof of the Minor (Birth certificate, School leaving certificate, Matriculation Certificate, PAN, Passport)</li><li>• NRE / NRO Bank Account (solo or joint) of the minor in case the guardian is NRI</li></ul>
<b>Contribution</b>	<ul style="list-style-type: none"><li>• Account Opening contribution: Min Rs. 1,000 /- and Max no limit.</li><li>• Subsequent contribution: Min. Rs. 1,000 /- p.a. and Max no limit.</li></ul>
<b>Pension Fund Selection</b>	Guardian can choose any one of the Pension Fund registered with PFRDA.
<b>Investment Choices</b>	<ul style="list-style-type: none"><li>• Default Choice: Moderate Life Cycle Fund -LC-50 (50% equity)</li><li>• Auto Choice: Guardian can choose Lifecycle Fund - Aggressive -LC-75 (75% equity), Moderate LC-50 (50% equity) or Conservative-LC-25 (25% equity)</li><li>• Active Choice: Guardian actively decides allocation of funds across Equity (upto 75%), Corporate Debt (upto 100%), Government Securities (upto 100%) and Alternate Asset (upto 5%).</li></ul>
<b>Upon Attainment of age of 18 Years</b>	<ul style="list-style-type: none"><li>• Seamless shift to NPS Tier – I (All Citizen)</li><li>• fresh KYC of the minor within three months from date of attaining 18 years.</li></ul>