



ALL INDIA BANK RETIREES' FEDERATION (REGD.)

Flat No 101, Block C Shivom Residency, M. G. Road Indore- 452001

E-Mail ID sharbat_123@rediffmail.com Mobile: 8966019488

6th Conference Slogan- Pension Updation is Right of Bank Retirees

Ref. No. 2025/0012

Date: 02.02.2025

The Office Bearers/ Central Committee Members/ State Committee
A.I.B.R.F.

Dear Sir,

Re: Union Budget for 2025-2026

Union budget for 2025-2026 was presented in Lok Sabha on 1.02.2025 by the honorable Finance Minister, Smt. Nirmala Sitharaman.

2. While presenting the budget, she announced that income tax limit under new regime is increased from Rs. 7 lakhs to Rs. 12 lakhs. In other words, income up to Rs. 12.00 lakhs will be tax free now. It has come as big gift to the middle class of the country which will provide more disposal income in the hands of common men and thereby providing relief from increasing inflation. It is expected that about 80 per cent of income tax payers will be out of tax net.

3. This proposal has come as big relief to the bank pensioners. It is expected that from April, 25 onwards, there will be no TDS from pension income by banks and retirees will get higher pension credits in their accounts ranging from Rs. 5000 to Rs. 80000 p.a. Besides receipt of monetary benefits because of this proposal, retirees will be saved from lot of paper work and administrative hassles.

4. In addition to the above, FM has also announced proposal of increasing TDS limit from present Rs. 50000/- to Rs. 1 lakh on interest income on bank deposits by senior citizens.

5. We convey our thanks and gratitude to the honorable Prime Minister and Finance Minister for providing much needed income tax relief to the middle class of the country including bank retiree community.

6. On this occasion, We expect and request the honorable finance minister to approve the following two long pending important issues of bank retirees

(a) **Reduction of GST Rates on insurance premium payable on Group Health Insurance by senior citizens.**

(b) **Updation of pension of bank retirees on RBI lines.**

(c) **Full coverage of deposit insurance on bank deposits of senior citizens instead of present limit of Rs. 5 lakhs.**

7. AIBRF shall continue to work at the organizational level for early resolution of the above issues.

With Warm Greetings

Yours Sincerely,

A handwritten signature in black ink, appearing to read 'S. C. Jain', is written over a horizontal line.

(S. C. JAIN)
GENERAL SECRETARY