



NPS Vatsalya Scheme

[Source: TH](#)

Recently, the Union Finance Minister unveiled the [NPS Vatsalya scheme](#) announced in the [Union Budget](#) as a **new pension plan for minors**.

- Under the scheme, the Vatsalya account requires a **minimum initial contribution of Rs 1,000 to open**. Subscribers must make an **annual contribution of Rs 1,000** each year to maintain the account.
 - Upon reaching adulthood (18 years), the account is automatically converted into a standard [National Pension System \(NPS\)](#) account. Pension will come from the account **only after they turn 60**.
- It is regulated and administered by the [Pension Fund Regulatory and Development Authority \(PFRDA\)](#) and **Permanent Retirement Account Number (PRAN) cards** will be **issued to newly registered minor** subscribers.

Read More: [Union Budget 2024-2025](#), [National Pension System](#)

PDF Reference URL: <https://www.drishtias.com/printpdf/nps-vatsalya-scheme>