## Commutation

A PBOR may commute 50% of his basic pension. Amount commuted will be in whole rupee.

## How it's calculated

A commuted value of pension is calculated on the basis of age on next birthday, which falls after the date on which the commutation become absolute.

## **Formula**

50% of pension x 12 x Purchase Value( on the age next birth day)

## **Absolute Date**

Commutation application submitted After one year	The date on which medical board signs the medical proceedings.
Commutation application submitted within one year	<ol> <li>The date of commencement of pension when application received prior to retirement.</li> <li>The date of receipt of application by PSA where application is received after retirement.</li> </ol>