



UCOBANK RETIREES' ASSOCIATION KARNATAKA (Regd)

(Regd as S.No: 699/97-98 Dated 20/01/1998 with the
Registrar of Societies, Karnataka)

Regd Office: C/o UCOBank, 3rd Floor, 13/22, Kempegowda Road, Bangalore-560009
Website: urakar.com



UBRA-KAR/CIR/031/2017-2020

26/03/2018

To All Members of our Unit.

Dear Comrades,

**Sub: letter written to Sri Bandaru Dattatrya Honorable Minister
of Labour and Employment**

Ref: Confederation Circular No 24/2018 dated 06/04/2018

Please find the above Circular issued by our Confederation for your information

Yours faithfully,

Ravindra Krihna
Honorary Secretary



All India UCO Bank Pensioners' Federation
(Affiliated to All India Bank Pensioners' & Retirees Confederation
and AIUCBOF)
No 23 , Netaji Subhas Road (4, Commercial Building) Kolkata-700001



Circular No. 24/18

06.04.2018

(For circulation among all the members of the Managing Committee as well as the Governing Council of AIBPARC, Special Invitees, State Secretaries and Advisors of AIBPARC.)

Dear Comrades,

Sub : Anomaly in computation of pension – civil appeal no. 5525 of 2012 filed in the Hon'ble Supreme Court of India by Bank of Baroda & others along with other civil appeals.

Members are aware of the aforesaid anomaly which arose because of merger of 1684 points of CPI with existing basic pay of officers/employees which for the purpose of pension was worked out after merging 1616 points of CPI as against 1684 points. The apex court has already given the verdict in favour of the affected pensioners and has dismissed the appeals filed by the banks. It was clearly told in the verdict "Let the amount which was due and payable to be paid with 9% interest be calculated and paid within 4 months from today". Here "today" means the date of verdict. Members are also aware that AIBPARC/CBPRO has remained in constant touch with IBA to issue uniform guidelines to all banks so that the judgement of Hon'ble Supreme Court can be implemented without any further delay.

We have pleasure to inform that IBA has already issued circular no. HR&IR/2018-19/G2/4786 dated 3rd April, 2018 addressed to Chief Executives of all member banks which are parties to the 7th bipartite settlement. As directed by the managing committee of IBA being backed by a legal opinion, all nationalized banks who have Pension Regulations, 1995, banks incorporated under special statutes if they have implemented provisions of joint note/7th bipartite settlement and private banks will have to implement the captioned judgement if they have implemented the provisions of the joint note/7th bipartite settlement. The differential arrears in the amount of pension which was due and payable with 9% interest are to be paid within 4 months from the date of judgement i.e. 13.02.2018.

With best wishes,

(SUPRITA SARKAR)
GENERAL SECRETARY



A Unit of All India UCOBank Pensioners' Federation, Kolkata
Affiliated to All India Banks' Pensioners' and Retirees' Confederation



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Indian Banks' Association

HR & INDUSTRIAL RELATIONS

No.HR&IR/CIR/G2/BRK/4684

March 16, 2018

Chief Executives of Member Banks which
are parties to the Bipartite Settlement

Dear Sir/Madam,

2nd Option of Pension for Compulsorily Retired Officers/Employees

The United Forum of Bank Unions (UFBU) representing workmen and officers in Banks were requesting to allow another option to those who were in the service of the Banks prior to 29th September, 1995 in case of Nationalized Banks / 26th March, 1996 in case of Associate Banks of State Bank of India and continued in service on or after that date and did not opt for pension when offered as per the scheme.

2. After holding various rounds of discussions in the matter, consensus was arrived at between the parties and a Bipartite Settlement/Joint Note was signed on 27.4.2010 to extend another option of pension to those Workmen / Officers who :-

(a) were in the service of the Bank prior to 29th September, 1995 in case of the Nationalised Banks/26th March, 1996 in case of Associate Banks of State Bank of India and continue in service of the Bank on the date of signing above mentioned Bipartite Settlement/Joint Note;

(b) exercise an option in writing within 60 days from the date of offer, to become a member of the Pension Fund and

(c) authorise the Trust of the Provident Fund of the Bank to transfer the entire contribution of the Bank along with interest accrued thereon to the credit of the Pension Fund. In addition, the individual employee/officer has to pay @ 2.8 times of the revised pay for the month of November 2007.

(d) were in service of the Bank prior to 29th September 1995 in case of Nationalised Banks/26th March 1996 in case of Associate Banks of State Bank of India and retired after that date and prior to the date of above mentioned Bipartite Settlement/Joint Note i.e. 27.04.2010;

(e) exercise an option in writing within 60 days from the date of offer to become a member of the pension fund and,

(f) refund within 30days after expiry of the said period of 60days, the entire amount of the Bank's contribution to the Provident Fund and interest accrued thereon received by the employee/officer on retirement together with the payment over and above the said amount at 56% of the amount.

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5. The matter was placed before the Standing Committee on HR of IBA in its meeting held on 07.12.2017. After deliberations, the committee recommended to place the matter before the Managing Committee of IBA. Accordingly, the matter was put up to the Managing Committee of IBA in its meeting held on 29.12.2017. The committee advised to seek legal opinion on the judgements as to whether 2nd option of pension may be allowed to all ex-officers/ex-employees who were compulsorily retired from Bank's service between 29.09.1995 to 27.04.2010 or only selectively to those who approached the Bank for the same.

6. The legal opinion from Shri S.D. Kelkar, Senior Partner, Kelkar & Associates whose services have been engaged in IBA as retainer, was obtained in the matter. His opinion is as under:

"Having considered the decisions rendered by the Hon'ble High Courts of Andhra Pradesh, Madras, Madhya Pradesh, Punjab & Haryana, Patna which have ruled in favour of the employees/officers who were compulsorily retired by way of punishment on the ground that they are covered by the Joint Note as well as decision of the Hon'ble Delhi High Court which has taken a contrary view on the technical ground and the fact that SLPs preferred against the judgments of the High Courts which had ruled in favour of the employees were dismissed, though such dismissal cannot be considered as law laid down by the SC, we are of the considered view that the banks are bound to give 2nd option to all the employees/ officers who were compulsorily retired and who fall within the ambit of the Joint Note to exercise 2nd option for the following reasons:-

- *The Joint Note does not distinguish between voluntary retirement, superannuation, premature retirement, compulsory retirement.*
- *Even the employees/ officers who are compulsorily retired by way of punishment are eligible for pension under the pension regulations.*
- *Banks being "State" within the ambit of Article 12 of the Constitution of India should act in a fair and reasonable manner and should not restrict it only those who demand it. Such stand, if any, adopted by the banks may invite strictures from the Courts."*

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7. The views of the Legal Retainer of IBA were placed before the Managing Committee of IBA in its meeting held on 25.01.2018. The committee after deliberation concurred with the legal opinion placed before it and advised to inform all PSBs accordingly. The exact modus operandi of the extension of 2nd option to compulsorily retired employees/officers was to be worked out in discussions with GMs (HR) of PSBs to decide on a uniform methodology which will stand scrutiny of court.

8. To work out the methodology in this regard, a meeting of the GMs (HR) was convened on 28.02.2018 at IBA. After detailed discussions, a consensus has been arrived at to extend the option of pension to compulsorily retired employees/officers on same terms & conditions as are mentioned in Bipartite Settlement/Joint Note dated 27.04.2010. As per the agreed terms & conditions of said Bipartite Settlement/Joint Note, Pension/Family Pension shall be payable with effect from 27th November, 2009, provided that employees/officers who are compulsorily retired after that date shall get pension from the respective dates of such retirement. Court cases, if any, in the matter may be withdrawn forthwith.

9. Please do the needful accordingly.

Yours faithfully,



B Raj Kumar

Deputy Chief Executive