

Dated: 26-05-2020

Paramacharyal charanam Sharanam

To

Dr. K V Subramanian, Chief Economic Advisor, GOI

Dr Subramanian Swamy, Economist

Dr. Vimal Kumar, Head of Department of Economics, IITK

Respected Sirs,

Sub: INFLAPRO and Economy

This is the fourth letter that is being sent in a span of approx. 15 days and it is about the application of author's INFLAPRO on the Vaya Vandana pension scheme that is being open today.

Instead of having fixed rate of pension hovering around 8% (7.4% first year, 7.75% in second/third years and subsequent years optimistically 7.75% p a monthly compounded, (the calculated net interest % is 7.70172%),

the author suggests INFLAPRO to protect customers against inflation @6%.

**Scientifically calculated INFLAPRO pension equivalent to above is 6.062% in first year, 6.426% in second year, etc, gradually increasing at a steady rate of 6% and it is 10.241% in the 10<sup>th</sup> year with Return of Purchase price same as conventional say ₹ 1,62,162 for minimum investment at end of 10<sup>th</sup> year, all figures are monthly compounded.**

**In another option the rates are still lower at 5.257% at first year and steadily increases at 6% and by 10<sup>th</sup> year the interest rate is 8.882% with Return of purchase price at 115.327% with ₹ 1,87,016.41 against investment of ₹ 1,62,162.**

In conventional methods there is no protection against inflation. The above calculations are for 10 years perspective. Longer the period better will be the overall yield, without any extra burden on tax payer money by government.

The precise amount of pension and percentages are shown for 12 options in the attached pdf files.

---x---

The third letter sent on 21-05-2020 was about Vaya Vandana scheme of 201/ and its equivalent INFLAPRO options and also similar scheme of pension with 40 years perspective.

The second letter sent on 11-05-2020 is just a corrected version of first letter sent on 10-05-2020, are about

- Covid deposits at 4.5% just marginally higher over savings bank interest, and its INFLAPRO options.
- Soft loan to industries at 8% to 13.5% interest rates and its INFLAPRO options
- Amnesty Deposits to revive economy from people with unaccounted money with zero % interest rate for 30 years long period.

B N Venkataraman

c/o B V Raghav, E 4 SBRA IIT Kanpur

(W) 73882 70901 and 99191 67573

Attached PDF files on the topic covered today.

Todays attachment 1<sup>st</sup>: (click)

[https://www.bnvenkat.com/bnv/www/PENSION\\_AJAX/pdfs/vaya2020EqPercentages.pdf](https://www.bnvenkat.com/bnv/www/PENSION_AJAX/pdfs/vaya2020EqPercentages.pdf)

Todays second attachment: (click)

[https://www.bnvenkat.com/bnv/www/PENSION\\_AJAX/pdfs/vaya2020full.pdf](https://www.bnvenkat.com/bnv/www/PENSION_AJAX/pdfs/vaya2020full.pdf)