

## **Cabinet approves release of an additional instalment of DA to CG employees and DR to Pensioners, due from 1.1.2019**

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The Union Cabinet chaired by Prime Minister Narendra Modi has given its approval to the release of an additional instalment of Dearness Allowance (DA) to Central Government employees, and Dearness Relief (DR) to pensioners w.e.f. 1.1.2019 representing an increase of 3% over the existing rate of 9% of the Basic Pay/Pension, to compensate for price rise.

This increase is in accordance with the accepted formula, which is based on the recommendations of the 7th Central Pay Commission (CPC). The combined impact on the exchequer on account of both DA and DR would be Rs. 9168.12 crore per annum and Rs. 10696.14 crore in the FY 2019-20 (for a period of 14 months from January 2019 to February, 2020). This will benefit about 48.41 lakh Central Government employees and 62.03 lakh pensioners.

Source: PIB

### **Simple Calculation of DA**

<b>M/Y</b>	<b>AICPIN</b>	<b>DA %</b>
Jul 2018	301	10.37
Aug 2018	301	10.88
Sep 2018	301	11.39
Oct 2018	302	11.87
Nov 2018	302	12.31
Dec 2018	301	12.78