

**MINISTRY OF DEFENCE****DEMAND NO. 22****Defence Pensions***(In ₹ crores)*

	Actual 2015-2016			Budget 2016-2017			Revised 2016-2017			Budget 2017-2018		
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total
Gross	60237.60	...	60237.60	82332.66	...	82332.66	85625.96	...	85625.96	85740.00	...	85740.00
Recoveries	...	...	...	...	...	...	...	...	...	...	...	...
Receipts	...	...	...	...	...	...	...	...	...	...	...	...
<b>Net</b>	<b>60237.60</b>	<b>...</b>	<b>60237.60</b>	<b>82332.66</b>	<b>...</b>	<b>82332.66</b>	<b>85625.96</b>	<b>...</b>	<b>85625.96</b>	<b>85740.00</b>	<b>...</b>	<b>85740.00</b>
A. The Budget allocations, net of recoveries, are given below:												
<b>CENTRE'S EXPENDITURE</b>												
<b>Establishment Expenditure of the Centre</b>												
1. Pensions and other Retirement Benefits												
1.01 Army	54116.17	...	54116.17	74041.67	...	74041.67	75681.80	...	75681.80	77105.89	...	77105.89
1.02 Navy	2310.92	...	2310.92	3172.29	...	3172.29	3488.53	...	3488.53	3303.58	...	3303.58
1.03 Air Force	3773.63	...	3773.63	5085.49	...	5085.49	6421.89	...	6421.89	5295.95	...	5295.95
Total- Pensions and other Retirement Benefits	60200.72	...	60200.72	82299.45	...	82299.45	85592.22	...	85592.22	85705.42	...	85705.42
2. Rewards-Army, Navy and Air Force	36.88	...	36.88	33.21	...	33.21	33.74	...	33.74	34.58	...	34.58
<b>Total-Establishment Expenditure of the Centre</b>	<b>60237.60</b>	<b>...</b>	<b>60237.60</b>	<b>82332.66</b>	<b>...</b>	<b>82332.66</b>	<b>85625.96</b>	<b>...</b>	<b>85625.96</b>	<b>85740.00</b>	<b>...</b>	<b>85740.00</b>
<b>Grand Total</b>	<b>60237.60</b>	<b>...</b>	<b>60237.60</b>	<b>82332.66</b>	<b>...</b>	<b>82332.66</b>	<b>85625.96</b>	<b>...</b>	<b>85625.96</b>	<b>85740.00</b>	<b>...</b>	<b>85740.00</b>
<b>B. Developmental Heads</b>												
<b>General Services</b>												
1. Pensions and other Retirement Benefits	60237.60	...	60237.60	82332.66	...	82332.66	85625.96	...	85625.96	85740.00	...	85740.00
<b>Total-General Services</b>	<b>60237.60</b>	<b>...</b>	<b>60237.60</b>	<b>82332.66</b>	<b>...</b>	<b>82332.66</b>	<b>85625.96</b>	<b>...</b>	<b>85625.96</b>	<b>85740.00</b>	<b>...</b>	<b>85740.00</b>
<b>Grand Total</b>	<b>60237.60</b>	<b>...</b>	<b>60237.60</b>	<b>82332.66</b>	<b>...</b>	<b>82332.66</b>	<b>85625.96</b>	<b>...</b>	<b>85625.96</b>	<b>85740.00</b>	<b>...</b>	<b>85740.00</b>

1. **Pensions and other Retirement Benefits:** Defence Pensions, under Ministry of Defence, provides for Pensionary charges in respect of retired defence personnel (including Defence civilian employees) of the three services viz. Army, Navy and Air Force and also employees of Ordnance Factories etc. It covers payment of Service pension, gratuity, family pension, disability pension, commuted value of pension, leave encashment etc.

The higher requirement is mainly due to increase the number of pensioners, impact of dearness relief and arrears of 'One Rank One Pension'.