

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

	Actual 2022-2023			Budget 2023-2024			Revised 2023-2024			Budget 2024-2025		
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total
Gross	153406.90	...	153406.90	138205.00	...	138205.00	142095.00	...	142095.00	149205.00	...	149205.00
Recoveries	...	...	...	...	...	...	...	...	...	-8000.00	...	-8000.00
Receipts	...	...	...	...	...	...	...	...	...	...	...	...
<b>Net</b>	<b>153406.90</b>	<b>...</b>	<b>153406.90</b>	<b>138205.00</b>	<b>...</b>	<b>138205.00</b>	<b>142095.00</b>	<b>...</b>	<b>142095.00</b>	<b>141205.00</b>	<b>...</b>	<b>141205.00</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	107967.66	...	107967.66	119300.45	...	119300.45	121191.95	...	121191.95	127636.00	...	127636.00
1.02 Navy	6161.88	...	6161.88	6776.00	...	6776.00	7095.80	...	7095.80	7731.80	...	7731.80
1.03 Air Force	11118.96	...	11118.96	12108.55	...	12108.55	13778.55	...	13778.55	13813.00	...	13813.00
<i>Total- Pensions and other Retirement Benefits</i>	<i>125248.50</i>	<i>...</i>	<i>125248.50</i>	<i>138185.00</i>	<i>...</i>	<i>138185.00</i>	<i>142066.30</i>	<i>...</i>	<i>142066.30</i>	<i>149180.80</i>	<i>...</i>	<i>149180.80</i>
2. Deduct Recovery from Deposit Account	...	...	...	...	...	...	...	...	...	-8000.00	...	-8000.00
3. Service Charges to Banks	0.42	...	0.42	1.00	...	1.00	4.50	...	4.50	2.00	...	2.00
4. Rewards-Army, Navy and Air Force	20.49	...	20.49	19.00	...	19.00	24.20	...	24.20	22.20	...	22.20
5. Transfer to Deposit Account- Arrear component of One Rank One Pension	28137.49	...	28137.49	...	...	...	...	...	...	...	...	...
<b>Total-Establishment Expenditure of the Centre</b>	<b>153406.90</b>	<b>...</b>	<b>153406.90</b>	<b>138205.00</b>	<b>...</b>	<b>138205.00</b>	<b>142095.00</b>	<b>...</b>	<b>142095.00</b>	<b>141205.00</b>	<b>...</b>	<b>141205.00</b>
<b>Grand Total</b>	<b>153406.90</b>	<b>...</b>	<b>153406.90</b>	<b>138205.00</b>	<b>...</b>	<b>138205.00</b>	<b>142095.00</b>	<b>...</b>	<b>142095.00</b>	<b>141205.00</b>	<b>...</b>	<b>141205.00</b>
<b>B. Developmental Heads</b>												
<b>General Services</b>												
1. Pensions and other Retirement Benefits	153406.90	...	153406.90	138205.00	...	138205.00	142095.00	...	142095.00	141205.00	...	141205.00
<b>Total-General Services</b>	<b>153406.90</b>	<b>...</b>	<b>153406.90</b>	<b>138205.00</b>	<b>...</b>	<b>138205.00</b>	<b>142095.00</b>	<b>...</b>	<b>142095.00</b>	<b>141205.00</b>	<b>...</b>	<b>141205.00</b>
<b>Grand Total</b>	<b>153406.90</b>	<b>...</b>	<b>153406.90</b>	<b>138205.00</b>	<b>...</b>	<b>138205.00</b>	<b>142095.00</b>	<b>...</b>	<b>142095.00</b>	<b>141205.00</b>	<b>...</b>	<b>141205.00</b>

NOTE: The total Net allocation for the demand in BE 2024-25 is ₹ 1,49,205 crore (₹1,41,205 crore plus ₹ 8,000 crore). The additional ₹ 8,000 crore in BE 2024-25 to be met from the balances available under Deposit Account.

1. **Pensions and other Retirement Benefits:** The provision is for pensionary charges in respect of retired Defence Personnel (including Defence Civilian employees) of the three services viz. Army, Navy and Air Force and Ordnance Factories etc. It covers payment of service pension (including regular payment of 'One Rank One Pension'), gratuity, family pension, disability pension commuted value of pension, leave encashment etc.

3. **Service Charges to Banks:** The provision is for payment of service charges to banks on account of SPARSH services.