

MINISTRY OF DEFENCE**DEMAND NO.21****Defence Pensions**

A. The Budget allocations, net of recoveries, are given below:

(In crores of Rupees)

Major Head	Budget 2006-2007			Revised 2006-2007			Budget 2007-2008		
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total
Revenue	...	13224.00	13224.00	...	13806.00	13806.00	...	14649.00	14649.00
Capital
Total	...	13224.00	13224.00	...	13806.00	13806.00	...	14649.00	14649.00
1. Pensions and Other Retirement benefits									
Army 2071	...	12017.67	12017.67	...	12495.68	12495.68	...	13234.92	13234.92
Navy 2071	...	338.85	338.85	...	373.24	373.24	...	413.28	413.28
Air Force 2071	...	861.43	861.43	...	929.03	929.03	...	994.75	994.75
2. Rewards- Army,Navy & Air Force 2071	...	6.05	6.05	...	8.05	8.05	...	6.05	6.05
Grand Total	...	13224.00	13224.00	...	13806.00	13806.00	...	14649.00	14649.00

Defence Pensions provides for pensionary charges in respect of retired Defence personnel (including 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 and

casualty awards such as War-Injury Pay and Gallantry awards like Param Vir Chakra, Mahavir Chakra, etc.

The allocation in BE 2007-08 shows an additional provision of Rs.843 crore over RE 2006-07, mainly on account of growth in number of pensioners.