

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

	Actual 2016-2017			Budget 2017-2018			Revised 2017-2018			Budget 2018-2019		
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total
Gross	87825.80	...	87825.80	85740.00	...	85740.00	95000.00	...	95000.00	108853.30	...	108853.30
Recoveries	...	...	...	...	...	...	...	...	...	...	...	...
Receipts	...	...	...	...	...	...	...	...	...	...	...	...
<b>Net</b>	<b>87825.80</b>	<b>...</b>	<b>87825.80</b>	<b>85740.00</b>	<b>...</b>	<b>85740.00</b>	<b>95000.00</b>	<b>...</b>	<b>95000.00</b>	<b>108853.30</b>	<b>...</b>	<b>108853.30</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	77658.02	...	77658.02	77105.89	...	77105.89	83722.47	...	83722.47	95949.01	...	95949.01
1.02 Navy	3575.34	...	3575.34	3303.58	...	3303.58	4171.70	...	4171.70	4836.43	...	4836.43
1.03 Air Force	6580.69	...	6580.69	5295.95	...	5295.95	7070.30	...	7070.30	8032.33	...	8032.33
Total- Pensions and other Retirement Benefits	87814.05	...	87814.05	85705.42	...	85705.42	94964.47	...	94964.47	108817.77	...	108817.77
2. Rewards-Army, Navy and Air Force	11.75	...	11.75	34.58	...	34.58	35.53	...	35.53	35.53	...	35.53
<b>Total-Establishment Expenditure of the Centre</b>	<b>87825.80</b>	<b>...</b>	<b>87825.80</b>	<b>85740.00</b>	<b>...</b>	<b>85740.00</b>	<b>95000.00</b>	<b>...</b>	<b>95000.00</b>	<b>108853.30</b>	<b>...</b>	<b>108853.30</b>
<b>Grand Total</b>	<b>87825.80</b>	<b>...</b>	<b>87825.80</b>	<b>85740.00</b>	<b>...</b>	<b>85740.00</b>	<b>95000.00</b>	<b>...</b>	<b>95000.00</b>	<b>108853.30</b>	<b>...</b>	<b>108853.30</b>
B. Developmental Heads												
General Services												
1. Pensions and other Retirement Benefits	87825.80	...	87825.80	85740.00	...	85740.00	95000.00	...	95000.00	108853.30	...	108853.30
<b>Total-General Services</b>	<b>87825.80</b>	<b>...</b>	<b>87825.80</b>	<b>85740.00</b>	<b>...</b>	<b>85740.00</b>	<b>95000.00</b>	<b>...</b>	<b>95000.00</b>	<b>108853.30</b>	<b>...</b>	<b>108853.30</b>
<b>Grand Total</b>	<b>87825.80</b>	<b>...</b>	<b>87825.80</b>	<b>85740.00</b>	<b>...</b>	<b>85740.00</b>	<b>95000.00</b>	<b>...</b>	<b>95000.00</b>	<b>108853.30</b>	<b>...</b>	<b>108853.30</b>

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, gratuity, family pension, disability pension, commuted value of pension, leave encashment etc.

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