

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 2008 -2009			Revised 2008 -2009			Budget 2009 -2010		
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total
Revenue	...	15564.00	15564.00	...	20233.20	20233.20	...	21790.00	21790.00
Capital
Total	...	15564.00	15564.00	...	20233.20	20233.20	...	21790.00	21790.00
1. Pensions and Other Retirement benefits									
Army	2071	13994.90	13994.90	...	18243.88	18243.88	...	19660.57	19660.57
Navy	2071	502.94	502.94	...	643.01	643.01	...	689.71	689.71
Air Force	2071	1060.11	1060.11	...	1340.26	1340.26	...	1433.67	1433.67
2. Rewards- Army,Navy & Air Force	2071	6.05	6.05	...	6.05	6.05	...	6.05	6.05
Grand Total	...	15564.00	15564.00	...	20233.20	20233.20	...	21790.00	21790.00

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.

2. The increase in allocation in RE 2008 -09 and BE 2009-10 is mainly towards meeting additional expenditure on pensions on implementation of the recommendations of Sixth Central Pay Commission.