## **MINISTRY OF FINANCE**

## NO.35 (APPROPRIATION)

## **Interest Payments**

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

(In crores of Rupees)

Revenue   Capital   Total   129499.86   129499.86   125904.80   125904.80   133944.86				Budget 2004-2005		Revised 2004-2005			Budget 2005-2006			
Interest Payments -			Major Head	Plan	Non-Plan	Total	Plan			Plan	Non-Plan	Total
Total					129499.86	129499.86		125904.80	125904.80		133944.86	133944.86
Interest Payments -		•										
1. Interest on Internal Debt   1.01 Market Loans					129499.86	129499.86		125904.80	125904.80		133944.86	133944.86
1.01   Market Loans	Interest Payments -											
Less accrued interest   0.049   4000.00   4000.00   4250.00   4250.00   3500.0	1.	Interest on Internal Debt										
Net		1.01 Market Loans	2049		73333.00	73333.00		68467.37	68467.37		75228.09	75228.09
1.02   Compensation & Other Bonds   2049     5100.00   1200.00     4180.31   4180.31     4845.19   4845.19   1.03   Discourt on Treasury Bills   2049     1200.00   1200.00     791.00     791.00     850.00   850.00     1.04   Discourt on 364 days		Less accrued interest	0049		-4000.00	-4000.00		-4250.00	-4250.00		-3500.00	-3500.00
1.03   Discount on Treasury Bills   2049   1200.00   1200.00   791.00   791.00   850.00   850.00   1.00			Net		69333.00	69333.00		64217.37	64217.37		71728.09	71728.09
1.04   Discount on 364 days   Treasury Bills   2049     1250.00   1250.00     1270.00   1270.00     1445.00   1445.00   1445.00   1.05   126   1.05   126   1.05   126   1.05   126   1.05   126   1.05   126   1.05   126   1.05   126   1.05   1.05   126   1.05		1.02 Compensation & Other B	onds 2049		5100.00	5100.00		4180.31	4180.31		4845.19	4845.19
Treasury Bills 2049		1.03 Discount on Treasury Bills	s 2049		1200.00	1200.00		791.00	791.00		850.00	850.00
1.05   182 days Treasury Bills   2049                             345.00   345.00   1.06   Management of Debt   2049     332.57   332.57     500.00		1.04 Discount on 364 days										
1.06 Management of Debt   2049   450.00   450.00   500.		Treasury Bills	2049		1250.00	1250.00		1270.00	1270.00		1445.00	1445.00
1.07   Ways & Means Advances   2049     332.57   332.57     60.00   60.00     150.00   150.00   1.08   Marketable securities issued in conversion of Special Securities   2049                   2968.97   2968.97     3338.50   3		1.05 182 days Treasury Bills 2049									345.00	345.00
1.08 Marketable securities issued in conversion of Special securities 2049 7753.07 7753.07 7753.07 7753.07 7753.07 7753.07 7753.07 7766.87 7065.87 7065.87 7065.87 1.09 Market Stabilisation Scheme 2049 85418.64 85418.64 81740.72 81740.72 90267.65 9		1.06 Management of Debt	2049		450.00	450.00		500.00	500.00		500.00	500.00
Conversion of Special Securities   2049     7753.07   7753.07     2765.87   7065.87   7065.87   1.09   Market Stabilisation Scheme   2049                 2968.97   2968.97   2968.97     3338.50		1.07 Ways & Means Advances	2049		332.57	332.57		60.00	60.00		150.00	150.00
1.09 Market Stablisation Scheme		1.08 Marketable securities issu	ied in									
Total     85418.64   85418.64     81740.72   81740.72     90267.65   90267.65		conversion of Special sec	curities 2049		7753.07	7753.07		7753.07	7753.07		7065.87	7065.87
2.       Interest on External Debt       2049        2629.84       2629.84        2797.41       2797.41        3111.91       3111.91         3.       Interest on Small Savings, Provident Funds etc.       3.01 Interest on Small Savings        18927.96        18927.96        18153.33       18153.33         3.02 State Provident Funds       2049        4012.35       4012.35        4199.68       4199.68        4432.94       4432.94         3.03 Insurance & Pension Funds       2049        3206.66       3206.66        3161.34       3161.34        3639.98       3639.98         3.04 Special Deposits of Non-Govt. Provident Funds etc.       2049        9754.69       9754.69       9754.69       9754.69       9754.69       9754.69       9745.45       9745.45         3.05 Special Deposits of Non-Govt. Provident Funds etc.       2049        9754.69		1.09 Market Stablisation Schei	me 2049					2968.97	2968.97		3338.50	3338.50
3. Interest on Small Savings, Provident Funds etc. 3.01 Interest on Small Savings deposits, certificates and PPF 2049 19201.36 19201.36 18927.96 18927.96 18153.33 18153.33 and operational expenses 3.02 State Provident Funds 2049 4012.35 4012.35 4199.68 4199.68 4432.94 4432.94 3.03 Insurance & Pension Funds 2049 3206.66 3206.66 3161.34 3161.34 3639.98 3639.98 3.04 Special Deposits of Non-Govt. Provident Funds etc. 2049 9754.69 9754.69 9754.69 9754.69 9754.69 9754.69 9745.45 9745.45 3.05 Special Securities issued to Nationalised Banks 2049 1920.63 1920.63 1918.70 1918.70 1918.70 1918.70 3.06 Special Securities issued to UTI 2049 439.29 439.29 470.67 470.67 276.25 276.25 3.07 Special Deposits of LIC, GIC and its subsidiaries 2049 158.16 158.16 80.00 80.00 1.00 1.00 3.08 Other Special Deposits 2049 812.81 812.81 851.35 851.35 877.59 877.59 4. Interest on Reserve Funds 2049 353.01 353.01 357.29 3364.39 39045.24 39045.24 4. Interest on Reserve Funds 2049 684.26 684.26 684.26 684.26 643.83 643.83 5.02 Interest on other obligations 2049 684.26 684.26 684.26 684.26 643.83 643.83 5.02 Interest on other obligations 2049 908.16 908.16 960.73 960.73 506.70			Total		85418.64	85418.64		81740.72	81740.72		90267.65	90267.65
Provident Funds etc.   3.01   Interest on Small Savings deposits, certificates and PPF and operational expenses   19201.36   19201.36   19201.36     18927.96   18927.96     18153.33   1815	2.	Interest on External Debt	2049		2629.84	2629.84		2797.41	2797.41		3111.91	3111.91
3.01   Interest on Small Savings   deposits, certificates and PPF   2049     19201.36   19201.36     18927.96   18927.96     18153.33   18153.33   18153.33   3015   302   302   302   302   303   Insurance & Pension Funds   2049     3206.66   3206.66     3161.34   3161.34     3639.98   3639.98   303   30	3.	Interest on Small Savings,										
deposits, certificates and PPF and operational expenses   3.02   State Provident Funds   2049     4012.35   4012.35     4199.68   4199.68     4432.94   4432.94   3.03   Insurance & Pension Funds   2049     3206.66   3206.66     3161.34   3161.34     3639.98   3639.98   3.04   Special Deposits of Non-Govt. Provident Funds etc.   2049     9754.69		Provident Funds etc.										
and operational expenses 3.02 State Provident Funds 2049 4012.35 4012.35 4199.68 4199.68 4432.94 4432.94 3.03 Insurance & Pension Funds 2049 3206.66 3206.66 3161.34 3161.34 3639.98 3639.98 3.04 Special Deposits of Non-Govt. Provident Funds etc. 2049 9754.69 9754.69 9754.69 9754.69 9745.45 9745.45 3.05 Special Securities issued to Nationalised Banks 2049 1920.63 1920.63 1918.70 1918.70 1918.70 1918.70 3.06 Special Securities issued to UTI 2049 439.29 439.29 470.67 470.67 276.25 276.25 3.07 Special Deposits of LIC, GIC and its subsidiaries 2049 158.16 158.16 80.00 80.00 1.00 1.00 3.08 Other Special Deposits  2049 812.81 812.81 851.35 851.35 877.59 877.59 Total 39505.95 39505.95 39364.39 39364.39 39045.24 39045.24 4. Interest on Reserve Funds 2049 353.01 353.01 357.29 357.29 369.53 369.53 5.01 Special bonds to Oil Companies 2049 684.26 684.26 684.26 684.26 643.83 643.83 5.02 Interest on other obligations 2049 908.16 908.16 960.73 960.73 506.70 506.70		3.01 Interest on Small Savings										
and operational expenses 3.02 State Provident Funds 2049 4012.35 4012.35 4199.68 4199.68 4432.94 4432.94 3.03 Insurance & Pension Funds 2049 3206.66 3206.66 3161.34 3161.34 3639.98 3639.98 3.04 Special Deposits of Non-Govt. Provident Funds etc. 2049 9754.69 9754.69 9754.69 9754.69 9745.45 9745.45 3.05 Special Securities issued to Nationalised Banks 2049 1920.63 1920.63 1918.70 1918.70 1918.70 1918.70 3.06 Special Securities issued to UTI 2049 439.29 439.29 470.67 470.67 276.25 276.25 3.07 Special Deposits of LIC, GIC and its subsidiaries 2049 158.16 158.16 80.00 80.00 1.00 1.00 3.08 Other Special Deposits  2049 812.81 812.81 851.35 851.35 877.59 877.59 Total 39505.95 39505.95 39364.39 39364.39 39045.24 39045.24 4. Interest on Reserve Funds 2049 353.01 353.01 357.29 357.29 369.53 369.53 5.01 Special bonds to Oil Companies 2049 684.26 684.26 684.26 684.26 643.83 643.83 5.02 Interest on other obligations 2049 908.16 908.16 960.73 960.73 506.70 506.70		deposits, certificates and	PPF 2049		19201.36	19201.36		18927.96	18927.96		18153.33	18153.33
3.02 State Provident Funds 2049 4012.35 4012.35 4199.68 4199.68 4432.94 4432.94 3.03 Insurance & Pension Funds 2049 3206.66 3206.66 3161.34 3161.34 3639.98 3639.98 3639.98 3.04 Special Deposits of Non-Govt.  Provident Funds etc. 2049 9754.69 9754.69 9754.69 9754.69 9754.69 9754.69 9745.45 9745												
3.04 Special Deposits of Non-Govt. Provident Funds etc. 2049 9754.69 9754.69 9754.69 9754.69 9754.69 9754.69 9745.45 9745.45  3.05 Special Securities issued to Nationalised Banks 2049 1920.63 1920.63 1918.70 1918.70 1918.70 1918.70  3.06 Special Securities issued to UTI 2049 439.29 439.29 470.67 470.67 276.25 276.25  3.07 Special Deposits of LIC, GIC and its subsidiaries 2049 158.16 158.16 80.00 80.00 1.00 1.00  3.08 Other Special Deposits 2049 812.81 812.81 851.35 851.35 877.59 877.59  Total 39505.95 39505.95 39364.39 39364.39 39045.24  4. Interest on Reserve Funds 2049 353.01 353.01 357.29 357.29 369.53 369.53  5.01 Special bonds to Oil Companies 2049 684.26 684.26 684.26 684.26 684.26 643.83 643.83  5.02 Interest on other obligations 2049 908.16 908.16 960.73 960.73 506.70 506.70		·			4012.35	4012.35		4199.68	4199.68		4432.94	4432.94
Provident Funds etc. 2049 9754.69		3.03 Insurance & Pension Fun	ds 2049		3206.66	3206.66		3161.34	3161.34		3639.98	3639.98
Provident Funds etc. 2049 9754.69		3.04 Special Deposits of Non-O	Govt.									
3.05 Special Securities issued to Nationalised Banks 2049 1920.63 1920.63 1918.70 1918.70 1918.70 1918.70 3.06 Special Securities issued to UTI 2049 439.29 439.29 470.67 470.67 276.25 276.25 3.07 Special Deposits of LIC, GIC and its subsidiaries 2049 158.16 158.16 80.00 80.00 1.00 1.00 3.08 Other Special Deposits 2049 812.81 812.81 851.35 851.35 877.59 877.59 70tal 39505.95 39505.95 39364.39 39364.39 39045.24 39045.24 4. Interest on Reserve Funds 2049 684.26 684.26 684.26 684.26 664.26 643.83 643.83 5.02 Interest on other obligations 2049 908.16 908.16 908.16 960.73 960.73 506.70 506.70					9754.69	9754.69		9754.69	9754.69		9745.45	9745.45
Nationalised Banks 2049 1920.63 1920.63 1918.70 1918.70 1918.70 1918.70 1918.70 3.06 Special Securities issued to UTI 2049 439.29 439.29 470.67 470.67 276.25 276.25 3.07 Special Deposits of LIC, GIC and its subsidiaries 2049 158.16 158.16 80.00 80.00 1.00 1.00 3.08 Other Special Deposits 2049 812.81 812.81 851.35 851.35 877.59 877.59 70tal 39505.95 39505.95 39364.39 39364.39 39045.24 39045.24 4. Interest on Reserve Funds 2049 684.26 684.26 684.26 684.26 643.83 643.83 5.02 Interest on other obligations 2049 908.16 908.16 960.73 960.73 506.70 506.70		3.05 Special Securities issued	to									
3.06 Special Securities issued to UTI 2049 439.29 439.29 470.67 470.67 276.25		•			1920.63	1920.63		1918.70	1918.70		1918.70	1918.70
to UTI 2049 439.29 439.29 470.67 470.67 276.25 276.25 276.25 3.07 Special Deposits of LIC, GIC and its subsidiaries 2049 158.16 158.16 80.00 80.00 1.00 1.00 3.08 Other Special Deposits 2049 812.81 812.81 851.35 851.35 877.59 877.59 70tal 39505.95 39505.95 39364.39 39364.39 39045.24 39045.24 4. Interest on Reserve Funds 2049 353.01 353.01 357.29 357.29 369.53 369.53 5.01 Special bonds to Oil Companies 2049 684.26 684.26 684.26 684.26 684.26 684.26 643.83 643.83 5.02 Interest on other obligations 2049 908.16 908.16 960.73 960.73 506.70 506.70												
3.07 Special Deposits of LIC, GIC and its subsidiaries 2049 158.16 158.16 80.00 80.00 1.00 1.00 3.08 Other Special Deposits 2049 812.81 812.81 851.35 851.35 877.59 877.59 70tal 39505.95 39505.95 39364.39 39364.39 39045.24 39045.24 4. Interest on Reserve Funds 2049 353.01 353.01 357.29 357.29 369.53 369.53 5.01 Special bonds to Oil Companies 2049 684.26 684.26 684.26 684.26 684.26 643.83 643.83 5.02 Interest on other obligations 2049 908.16 908.16 960.73 960.73 506.70 506.70			2049		439.29	439.29		470.67	470.67		276.25	276.25
and its subsidiaries 2049 158.16 158.16 80.00 80.00 1.00 1.00 3.08 Other Special Deposits 2049 812.81 812.81 851.35 851.35 877.59 877.59 70tal 39505.95 39505.95 39364.39 39364.39 39045.24 39045.24 4. Interest on Reserve Funds 2049 353.01 353.01 357.29 357.29 369.53 369.53 5.01 Special bonds to Oil Companies 2049 684.26 684.26 684.26 684.26 684.26 684.26 643.83 643.83 5.02 Interest on other obligations 2049 908.16 908.16 960.73 960.73 506.70 506.70												
3.08       Other Special Deposits       2049        812.81       812.81        851.35        877.59       877.59         7.01al        39505.95       39505.95        39364.39       39364.39        39045.24       39045.24         4.       Interest on Reserve Funds       2049        353.01       353.01        357.29       357.29        369.53       369.53         5.01       Special bonds to Oil Companies       2049        684.26       684.26        684.26       684.26        684.26        684.26        506.70       506.70					158.16	158.16		80.00	80.00		1.00	1.00
Total          39505.95         39505.95          39364.39         39364.39          39045.24         39045.24           4. Interest on Reserve Funds         2049          353.01         353.01          357.29         357.29          369.53         369.53           5.01 Special bonds to Oil Companies         2049          684.26         684.26         684.26          684.26          643.83         643.83           5.02 Interest on other obligations         2049          908.16         908.16          960.73         960.73          506.70         506.70												
4. Interest on Reserve Funds       2049        353.01       353.01        357.29       357.29        369.53         5.01 Special bonds to Oil Companies       2049        684.26       684.26        684.26        643.83       643.83         5.02 Interest on other obligations       2049        908.16       908.16        960.73       960.73        506.70       506.70												
5.01 Special bonds to Oil Companies       2049        684.26        684.26        684.26        643.83       643.83         5.02 Interest on other obligations       2049        908.16       908.16        960.73       960.73        506.70       506.70	4.	Interest on Reserve Funds										
5.02 Interest on other obligations 2049 908.16 908.16 960.73 960.73 506.70 506.70												
		•	•									
	Gr	•	2040		129499.86	129499.86		125904.80	125904.80		133944.86	133944.86

The entire expenditure included in this Appropriation is classified as 'charged' on the Consolidated Fund of India under article 112(3)(c) of the Constitution of India.

2. The Appropriation provides for interest charges on Central Government's debt obligations, both internal and external. It also includes provisions for interest payable on provident funds, special deposits with the Government besides depreciation and other reserve funds of commercial departments, like Railways.

Provisions for management of debt and other liabilities of the Central Government are also included in this Appropriation.

- 3. The provision is for interest/discount payment on dated securities/treasury bills issued under the Market Stabilisation Scheme. Separate depiction of the provision is being made in compliance with the provisions of the MOU on MSS dated March 25, 2004
- 4. The increase in the Budget estimates, 2005-2006 is mainly due to larger requirement for interest on internal debt.

Website: http://indiabudget.nic.in

No.35/Interest Payments