

MINISTRY OF FINANCE**NO.35 (APPROPRIATION)****Interest Payments**

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

		<i>(In crores of Rupees)</i>								
Major Head	Budget 2004-2005			Revised 2004-2005			Budget 2005-2006			
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
Revenue	...	129499.86	129499.86	...	125904.80	125904.80	...	133944.86	133944.86	
Capital	...	...	...	...	...	...	...	...	...
Total	...	129499.86	129499.86	...	125904.80	125904.80	...	133944.86	133944.86	
Interest Payments -										
1. <i>Interest on Internal Debt</i>										
1.01 Market Loans	2049	...	73333.00	73333.00	...	68467.37	68467.37	...	75228.09	75228.09
Less accrued interest	0049	...	-4000.00	-4000.00	...	-4250.00	-4250.00	...	-3500.00	-3500.00
			<i>Net</i>	<i>69333.00</i>	<i>69333.00</i>	<i>64217.37</i>	<i>64217.37</i>	<i>71728.09</i>	<i>71728.09</i>	
1.02 Compensation & Other Bonds	2049	...	5100.00	5100.00	...	4180.31	4180.31	...	4845.19	4845.19
1.03 Discount on Treasury Bills	2049	...	1200.00	1200.00	...	791.00	791.00	...	850.00	850.00
1.04 Discount on 364 days Treasury Bills	2049	...	1250.00	1250.00	...	1270.00	1270.00	...	1445.00	1445.00
1.05 182 days Treasury Bills	2049	...	...	...	...	...	...	...	345.00	345.00
1.06 Management of Debt	2049	...	450.00	450.00	...	500.00	500.00	...	500.00	500.00
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	...	7753.07	7753.07	...	7753.07	7753.07	...	7065.87	7065.87
1.09 Market Stabilisation Scheme	2049	...	...	...	...	2968.97	2968.97	...	3338.50	3338.50
			<i>Total</i>	<i>85418.64</i>	<i>85418.64</i>	<i>81740.72</i>	<i>81740.72</i>	<i>90267.65</i>	<i>90267.65</i>	
2. Interest on External Debt	2049	...	2629.84	2629.84	...	2797.41	2797.41	...	3111.91	3111.91
3. <i>Interest on Small Savings, Provident Funds etc.</i>										
3.01 Interest on Small Savings deposits, certificates and PPF and operational expenses	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
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
			<i>Total</i>	<i>39505.95</i>	<i>39505.95</i>	<i>39364.39</i>	<i>39364.39</i>	<i>39045.24</i>	<i>39045.24</i>	
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
Grand Total	...	...	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.