

GOVERNMENT OF INDIA  
MINISTRY OF DEFENCE  
DEPARTMENT OF DEFENCE  
**LOK SABHA**

**UNSTARRED QUESTION NO.1075**

TO BE ANSWERED ON THE 4<sup>TH</sup> DECEMBER, 2015

**ALLOCATION OF FUNDS FOR DEFENCE SECTOR**

1075. SHRI DINESH TRIVEDI:

Will the Minister of DEFENCE  
be pleased to state:

- (a) the amounts allocated for defence spending by the Defence Acquisition Committee over the last three years and the current year;
- (b) the actual amount spent out of this allocated amount during the said period;
- (c) whether the actual spending is less than the allocated amount and if so, the details thereof; and
- (d) the process that is followed including the criteria used for fund allocation by the Defence Acquisition Committee?

**A N S W E R**

MINISTER OF DEFENCE  
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(SHRI MANOHAR PARRIKAR)  
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**(a)to(d): A statement is attached.**

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**STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (d) OF LOK SABHA UNSTARRED QUESTION NO. 1075 FOR ANSWER ON 4.12.2015**

**(a) to (c):** Details of the amount allocated for defence spending by Defence Acquisition Council (capital Acquisition budget) and the actual amount spent out of this allocated amount over the last three years and current year are as follows:-

( in crores)

<b>Year</b>	<b>Budget Estimates</b>	<b>Revised Estimates</b>	<b>Actual Expenditure</b>	<b>Savings</b>	<b>Savings as % of Revised Estimates</b>
2012-13	66,032.24	57,395.46	58,768.86	-1,373.40	-2.39
2013-14	73,444.59	66,406.41	66,850.30	-443.89	-0.67
2014-15	75,148.03	66,151.73	65,862.38	289.35	0.44
2015-16	77,406.69	Under process	36,507.48 (upto November 2015)	--	--

No amount remained unspent during 2012-13 and 2013-14, while only a minor sum of ` 289.35 crore (0.44% of allocation) remained unspent during 2014-2015 as a cumulative effect of small savings under various heads of account.

(d) The process followed and criteria used for fund allocation by the Defence Acquisition Council is as follows:-

(i) Provision is first made for Committed Liabilities, as per requirements projected by the Services;

(ii) Balance available is allocated to the Services for New Schemes, in the proportion of requirements projected. This approach is followed as available funds are usually not sufficient to meet the projected requirements of any Service.

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