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**REPORT OF THE SENATE STANDING  
COMMITTEE ON DEFENCE**

**“Mid-year Review of Budget of Ministry of  
Defence”**

**Report No. 20  
(Fifteen Parliamentary Year)**

**PRESENTED BY  
(SENATOR MUSHAHID HUSSAIN SAYED)  
CHAIRMAN**

## SENATE SECRETARIAT

### REPORT OF THE SENATE STANDING COMMITTEE ON DEFENCE

I, Senator Mushahid Hussain Sayed, Chairman of the Senate Standing Committee on Defence, have the honour to present the report, on behalf of the Committee under Rule 166 (4) of the Rules of Procedure and Conduct of Business in the Senate 2012.

2. The Agenda before the Committee was as follows:-

#### **"Mid-year Review of Budget of Ministry of Defence"**

3. The composition of the Committee is as under:-

1.	Senator Mushahid Hussain Sayed	Chairman
2.	Senator Ilyas Ahmad Bilour	Member
3.	Senator Hidayat Ullah	Member
4.	Senator Atta Ur Rehman	Member
5.	Senator Col. (R) Syed Tahir Hussain Mashadi	Member
6.	Senator Lt. Gen. (R) Salahuddin Tirmizi	Member
7.	Senator Lt. Gen. (R) Abdul Qayyum	Member
8.	Senator Muhammad Javed Abbasi	Member
9.	Senator Farhatullah Babar	Member
10.	Senator Saleem Mandviwala	Member
11.	Senator Mrs. Sehar Kamran	Member
12.	Senator Brig (R) John Kenneth Williams	Member
13.	Minister for Defence	Ex-Officio Member

4. A meeting of the Senate Standing Committee on Defence was held on 17<sup>th</sup> April, 2017. The following members of the Committee attended the meeting:-

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|----|--|--------|
| 1. | Senator Col. (R) Syed Tahir Hussain Mashhadi | Member |
| 2. | Senator Lt. Gen ( R) Salahuddin Tirmizi      | Member |
| 3. | Senator Lt. Gen. (R) Abdul Qayyum            | Member |
| 4. | Senator Muhammad Javed Abbasi                | Member |
| 5. | Senator Farhatullah Babar                    | Member |
| 6. | Senator Mrs. Sehar Kamran                    | Member |
| 7. | Senator Brig. (R) John Kenneth Williams      | Member |
| 8. | Senator Sardar Muhammad Azam Khan Musakhel   | Mover  |
| 9. | Senator Muhammad Usman Khan Kakar            | Mover  |

5. The Joint Secretary, Ministry of Defence gave a comprehensive brief in respect of "Mid-year review of the budget allocated to Ministry of Defence" and its associated organizations and its status of utilization during first six months of Financial Year 2016-17:-

<b>Mid-Year Exp CFY 2016-17: Civil Grant MoD Main &amp; Attached Deptt.</b>		
<b>Defence Division (Main)</b>		
<b>Head of Account</b>	<b>% Exp upto Dec. 2016</b>	<b>Target % Exp.</b>
Employees Related Exp	46.476%	40%
Operating Expenses	34.150%	
Employees Ret Benefits	36.750%	
Grants Subsidies	0.000%	
Transfers	34.850%	
Physical Assets	6.656%	
Repair & Maintenance	32.909%	
<b>Total</b>	<b>42.414%</b>	
<b>PSMA</b>		
<b>Head of Account</b>	<b>% Exp upto Dec. 2016</b>	<b>Target % Exp.</b>
Employees Related Exp	50.865%	40%
Project Investment	0.000%	
Operating Expenses	48.484%	
Transfers	8.933%	
Physical Assets	4.453%	
Civil Works	0.000%	
Repair & Maintenance	21.062%	
<b>Total</b>	<b>40.104%</b>	

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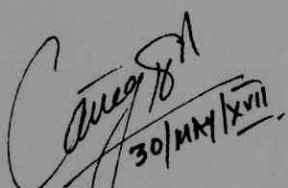
<b>SoP</b>		
<b>Head of Account</b>	<b>% Exp upto Dec. 2016</b>	<b>Target % Exp.</b>
Employees Related Exp	44.768%	40%
Operating Expenses	30.719%	
Employees Ret Benefits	31.209%	
Grants, Subsidies	12.659%	
Transfers	5.500%	
Physical Assets	1.831%	
Repair & Maintenance	30.780%	
<b>Total</b>	<b>40.015%</b>	<b>40%</b>
<b>FGEI</b>		
<b>Head of Account</b>	<b>% Exp upto Dec. 2016</b>	<b>Target % Exp.</b>
Employees Related Exp	51.445%	40%
Operating Expenses	53.310%	
Grants, Subsidies	93.333%	
Transfers	59.119%	
Physical Assets	58.889%	
Civil Works	0.000%	
Repair & Maintenance	78.929%	
<b>Total</b>	<b>52.436%</b>	<b>40%</b>
<b>Mid-Year Exp CFY 2016-17: Def Svcs</b>		
<b>Grant No. 26</b>		
<b>Army</b>		
<b>Army Heads</b>	<b>% Exp. Upto Dec., 2016</b>	
Employees Related Exp	50.247%	
Operating Expenses	40.751%	
Physical Assets	24.873%	
Civil Works	17.897%	
<b>Original Alloc Rs. 409 Bn</b>	<b>34.956%</b>	
<b>PAF</b>		
<b>PAF Heads</b>	<b>% Exp upto Dec., 2016</b>	
Employees Related Exp	49.618%	
Operating Expenses	29.818%	
Physical Assets	28.281%	
Civil Works	32.146%	
<b>Original Alloc Rs. 182.797 Bn</b>	<b>34.076%</b>	
<b>Navy</b>		
<b>Navy Heads</b>	<b>% Exp. Upto Dec., 2016</b>	
Employees Related Exp	50.736%	
Operating Expenses	32.091%	
Physical Assets	37.650%	
Civil Works	20.325%	
<b>Original Alloc Rs. 93.363Bn</b>	<b>37.903%</b>	

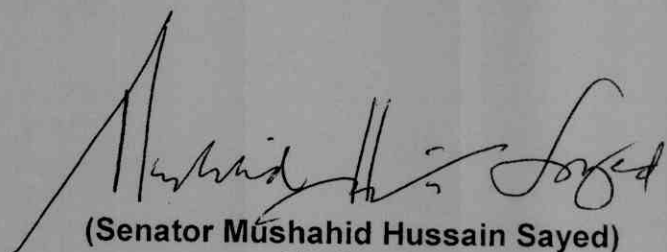
*Caution*

<b>MoDP</b>	
MoDP Heads	% Exp. Upto Dec., 2016
Employees Related Exp	45.353%
Operating Expenses	47.739%
Physical Assets	22.845%
Civil Works	39.956%
<b>Original Alloc Rs. 57.757 Bn</b>	<b>34.956%</b>
<b>ISOs &amp; Accounts</b>	
Heads	% Exp upto Dec., 2016
Employees Related Exp	46.445%
Operating Expenses	44.921%
Physical Assets	0.339%
Civil Works	51.718%
<b>Original Alloc Rs. 31.083 Bn</b>	<b>45.918%</b>
<b>SPD</b>	
Heads	% Exp upto Dec., 2016
All Heads	49.988%
<b>Original Alloc Rs. 86.000 Bn</b>	<b>49.988%</b>

6. Senator Saleem Mandviwala asked about the ten projects like establishment of geo detic detim of Pakistan 70 million allocation, procurement of three latest printing machines, installations of security equipment at Pak Secretariat No. 2, National Electronics Complex of Pakistan and the status of these projects. The Secretary Defence in response apprised the Committee that the improvement of system in the Pak Secretariat No. 2 is also under way, the National Electronics Complex of Pakistan has been shifted to NESCOM.

7. The Chairman DEFCOM & the Senate Standing Committee on Defence adopted this report and approved its laying before the Honourable House.

  
 (Dr. Syed Pervaiz Abbas)  
 AS / Secretary Committee

  
 (Senator Mushahid Hussain Sayed)  
 Chairman