

Right Honorable Speaker,

1. I feel pride and pleasure for being able to present the budget for Fiscal Year 2007/08 to this esteemed House today as a Finance Minister of the interim government which was formed in the successful aftermath of the historic Peoples' Movement and the commencement of the peace process. On this occasion, I offer tribute to all martyrs of the Peoples' Movement and express heartfelt gratitude to all Nepali sisters and brothers.
2. I have already presented to this august House the Economic Survey, 2007 that explains the current trends and features of the country's socio-economic indicators and also their challenges and prospects.
3. It was my estimate that the GDP growth rate would reach 4.5 percent in the current Fiscal Year. Owing to the lack of visible improvement in the law and order situation and investment climate, and also due to the adverse weather, the production of major crops has declined resulting in the estimated GDP growth rate of only 2.5 percent at actual producers' prices. The consumer price rise is expected to stand at 6.6 percent compared to the 8 percent of previous fiscal year.
4. In FY 2005/06, the actual expenditures of the government totaled Rs. 110 billion 889.2 million, of which the recurrent expenditures were Rs. 67 billion 17.8 million, capital expenditures Rs. 29 billion 606.6 million, and repayment of debt principal Rs. 14 billion 264.8 million.
5. The revised estimate of total expenditures for FY 2006/07 is Rs. 131 billion 851 million, of which recurrent expenditures would reach Rs. 80 billion 331.1 million, capital expenditures Rs. 36 billion 379.9 million and repayment of debt principal Rs. 15 billion 140 million.
6. With regard to revenue mobilization, compared to the collected revenue amount of Rs. 72 billion 282.1 million in FY 2005/06, the current year has a revised estimate of collecting the revenue of Rs. 86 billion 135.5 million which is in excess of the original target.

Honorable Speaker,

7. We have a series of notable political achievements to our credit following the historic Peoples' Movement. The historic "Comprehensive Peace Accord" has been concluded on November 21, 2006 to resolve peacefully the decade-long armed conflict. The Interim Constitution of Nepal has been enforced based on eight-party consensus. A culture has developed to bring to conclusion all problems through dialogue and negotiation. A tendency has evolved to engage in mutually consulted and shared decision making among political parties. The Constitution itself has guaranteed the representation of women, Dalits, indigenous and ethnic communities, Madhesis, and the people from backward regions in the proportional elections for Constituent Assembly. November 22, 2007 has been declared as the date for the Constituent Assembly elections. Necessary laws have been enacted to conduct the election. Citizenship certificates have been distributed to those over 2.615 million people who were deprived of citizenship. Verification of Maoist combatants has commenced. Programs such as honoring and supporting the martyrs' families and providing relief to those affected by conflict are being launched. The access to road transportation has expanded to various parts of the country including in the headquarters of Jumla and Kalikot districts of Karnali zone, releasing new hope and energy among the local people. A new wind of development is thus seen blowing for some time in the countryside.
8. Still a few significant promises made in the current year remain undelivered. The problems on law and order are still there, due mainly to the country's passing through a transitional phase. The tasks such as bringing Maoist cantonment management to a completion, returning the seized properties and rehabilitating the internally displaced people remain still incomplete.
9. It feels like the issues relating to economic development have been sidestepped by the political issues which have received a prime space in the national agenda. Incidents causing industrial unrest have often been noticed. Industrial climate has not improved. Export has declined because of the loss of competitiveness due to high cost of production. Problems of unemployment have not been rightly addressed. An inclusive and judiciously balanced economic

growth through increased investment in the rural and backward areas has been long overdue. The dividend that we should have reaped from the immense economic growth our neighbors have achieved has evaded our courtyard.

10. Problems long suppressed and put aside since centuries are now unfolding one by one. Challenges that the new generation needs to confront are piling up. Demands for the right to development are becoming increasingly vocal. With the democracy restored, villages are competing to claim for more and more infrastructure development such as schools, health services irrigation, motorable roads and electricity for a quickly visible economic prosperity. In a number of villages, huge amounts of local donations have funded road constructions. Millions of rupees have been raised for accessing electricity by the local communities, now awaiting the government assistance. The government should come forward to help such movements of community pro-activism in all possible way.
11. We can build a well-developed Nepal if we can transform people's growing awareness and aspirations for their rights into a creative energy and unleash each Nepali's potential to an optimal extent. If we fail to move towards economic development utilizing the open moment with enormous potential and pursuing a positive disciplined and all-inclusive attitude and commitment, we will risk falling from the height of freedom, self-respect and political feat that were so hardly won by the sacrifice of the countless of martyrs, and end up with despair, dejection and deprivation instead.

Hon'ble Speaker,

Now, I would like to present the objectives, policies and programs of the next fiscal year's budget.

12. While formulating the budget for the next fiscal year, I have made an attempt to address the serious challenges currently being faced by the democratic government that was formed after the last year's Peoples' Movement. In doing so, care has been taken to protect the gains achieved by the government during this period. I have undertaken as the principal guideline of the budget the spirit of the

Peoples' Movement expressed in the prime goal of building a "prosperous, modern, federal, inclusive and just Nepal", the Interim Constitution and the common minimum programs agreed among eight parties. I have adopted a policy of according priority to the programs that would promote the peoples' rights to education, health and employment enshrined in the Constitution, distribute economic outcomes judiciously, enhance native, cooperative, private and public entrepreneurship to reduce economic inequality, and uplift the underprivileged regions, classes, gender, castes, and communities. Following are the objectives of the budget for the coming fiscal year:

- a) **Sustainable Peace, Stability and Strengthening of the Democratic System,**
- b) **Poverty Alleviation and Economic Prosperity,**
- c) **Investment Promotion,**
- d) **Human Development,**
- e) **Reconstruction, Rehabilitation and Relief.**
- f) **Sustainable Peace, Stability and Strengthening of the Democratic System**

13. A day rarely downs in a nation's history that would change its course in an unprecedented way. We all Nepalese are now awaiting the arrival of that epoch-making day. That day is going to gift us democratic rights and privileges for which we will not have to struggle again and again. On November 22, 2007, Constituent Assembly elections will be held ensuring a free, impartial and fearless atmosphere. With the objective of building a conducive climate for fearless voting by the people of all regions, gender, caste, class, and ethnic communities and conducting elections in a free and fair manner, all necessary cooperation will be extended to the Election Commission. I have appropriated Rs. 3.5 billion for elections and election related security. The money for this purpose will be made available from the Peace Trust Fund as well.

14. Security agencies will be mobilized so as to ensure free movement and safety of the lives and properties of the common people. All those violating the law will be punished by bringing them under the purview of law. With a view to making the police forces competent and strong by raising the morale of the police personnel, these organizations will be modernized and equipped

with adequate resources. I have allocated Rs. 9.56 billion for police forces.

15. A State Restructuring Commission will be formed which will recommend on the inclusive and federal structure of the state to find its place in the Constitution to be drafted by the newly formed Constituent Assembly. The participation and representation will be ensured of Madhesis, Dalits, women, indigenous and ethnic communities, and people from all classes and groups in all apparatuses of the state structure on an inclusive basis.
16. The Draft Three-Year Interim Plan will be finalized on the basis of the recommendations of the recently-concluded meeting of the National Development Council as well as in keeping with the development strategy exclusively suited for Himal, hills and Madhes regions of the country. The Plan will be brought to implementation effective next fiscal year.
17. The government policies relating to the management of cantonments for Maoist combatants, reintegration and rehabilitation of the Maoist combatants, democratization of the Nepal Army, utilization of the properties of the late king Birendra and his families, in the national interest, and nationalization of the properties of the Royal Palace will be implemented on a time-bound basis.
18. In order to avoid a situation of representational deficit at the local level, necessary institutional arrangements will be made, and local self governance bodies will also be formed thorough consensus.
19. Community participation will be emphasized in the local level development activities. In this respect, I have continued the Village Development Committee block grant of Rs. 1 million for the construction of economic infrastructure such as irrigation, drinking water, road, bridge, and school construction and rural electrification. In addition to this, necessary fund will be provided from Rural Reconstruction and Rehabilitation Project for economic infrastructure development. This new program will create additional employment opportunities for the marginalized rural communities. The Constituency Development Program will be continued.

20. All government agencies, NGOs and INGOs implementing development projects and programs at the district level will be made accountable to the District Development Committees by strengthening the involvement of the local bodies in all phases of development including in the formulation, implementation, monitoring, evaluation and sustenance of the District Level plans and programs.
21. Activities like agriculture, livestock services, cooperatives, health, education and infrastructure development to be implemented at the local level will be devolved to the local bodies. Ministry of Local Development will prepare necessary guidelines and procedures by mid August of the next Fiscal Year. Monitoring to be carried out from the centre will also be strengthened. A sum of Rs. 13 billion and 80 million has been allocated for the Ministry of Local Development.
22. Detailed engineering works for the construction of the Legislature-Parliament building will be commenced. Necessary budget has also been allocated, among others, for strengthening the parliament.

(b) Poverty Alleviation and Economic Prosperity

Agriculture and Rural Infrastructure: Foundation of the Economy

23. It has been realized that agriculture is the mainstay of poverty alleviation. Hence, commercialization and increasing productivity of this sector will be emphasized. In addition to increasing investment for the rural roads, irrigation and market promotion activities, direct allocation of Rs. 5 billion and 820 million has been made for the development of agriculture sector. Compared to the allocation made in the current Fiscal Year, proposed allocation has been increased by 47.3 percent. Increased allocation for the agriculture sector is expected to contribute to commercialization and diversification, advanced technology and availability of the fertilizer and seeds. It is also expected that generous allocation in the agriculture sector will ensure other facilities including availability of agricultural credits, and further promote research

activities and expansion of the markets for the agriculture products.

24. Plantation of tea in the Eastern hill districts will be expanded aiming at increasing the income of the farmers by focusing on high-value cash crops and off-season agro products. Coffee plantation will be expanded in the Western hilly districts. By expanding onion cultivation in the additional 2400 hectares of Saptari, Siraha, Bara, Sarlahi, Dhanusha, and Rupandehi, attempts will be made to substitute import of onions. Under 'One Village One Product' scheme farming of trout fish as well as production of *Lapsi*, Sweet Orange (Junar), and *Bel* will be continued in the coming Fiscal Year. More emphasis will be given to orange production in the mid hill districts. Fish farming will be implemented as a campaign to meet ever increasing demand for the fresh water fish. In order to facilitate export of organic products, necessary arrangements will be made for the issuance of the certificate that will meet international standard.
25. To meet the growing need for the installation of necessary equipment and to establish tea processing factory particularly in Ilam and Jhapa districts of the Eastern Development Region, a capital subsidy equivalent to 25 percent of the total cost of the machinery equipment or an interest subsidy equivalent to 80 percent of the interest to be paid for the loan borrowed will be made available for five years. Cooperatives willing to establish processing factories will have an option to opt for any one category of subsidy, and such subsidy will be provided for five years. Subsidies facility similar to that to be provided to tea producers who will be establishing processing factory with participation of the cooperatives will also be extended to cooperatives producing milk so as to avoid milk holiday.
26. Interest subsidy will be continued for tea, cardamom, and coffee farming. This subsidy will also be continued for the construction of cold storage, to meet the electricity charges of the chilling centre operated by the cooperatives centre, and to meet the demand charges of the electricity consumed by the swallow tube wells and floriculture. Existing limit of Rs. 10 thousand with interest subsidy for the agriculture credit has been increased to 15 thousand.

Subsidy will also be provided for the transportation of agriculture inputs and chemical fertilizer in 26 districts.

27. For the purpose of conducting research on sugarcane farming, working as resource centre for enhancing capacity of the sugar factories and coordinating the sugarcane farmers and factories, a Sugarcane and Sugar Board will be established with the representation from among sugarcane producers and sugar factory owners.
28. An arrangement will be made to provide unused public land to the landless people on the long-term lease to utilize it on commercial and cooperatives farming.
29. In order to expand the wholesale and retail markets for the collection of the agricultural products, the agro-markets infrastructure will be developed in various places of Dhading, Chitwan, Bara, Sindhuli, Sunsari, Rautahat, Sarlahi, Solukhumbu, Siraha and Mahottari districts .
30. Agriculture research will be emphasized and a Gene Bank will be established for the long term protection of biodiversity.
31. A decade has elapsed since the implementation of Agriculture Perspective Plan. A mid term evaluation of its implementation will be carried out. An integrated development of agriculture sector will be initiated by consolidating its strengths and correcting its weaknesses as indicated by the evaluation.

Land Reforms

32. Service delivery will be made effective by computerizing the records, land ownership certificates and other documents available in the Land Revenue Offices and Survey Offices through Geo-Information System. Beginning from the next Fiscal Year, land ownership certificates will be provided through computer system in five Land Revenue Offices of the Kathmandu Valley and six Land Revenue Offices of Kaski district. There will be gradual extension and expansion of computerized system in other Land Revenue Offices as well.

33. A passbook will be made available to the landowners from the VDCs as a proof of revenue payment to free them from the problem of double payment of revenue in case of their failure to keep safe receipts of their earlier payments.
34. Necessary infrastructure to implement scientific land reform programs will be developed by ending the feudal land ownership system. Efforts will be made to incorporate an integrated record of the landholding of a landlord in a single certificate of land ownership. The pending tasks will be completed to end the dual land ownership. Necessary amendments will be made in the relevant laws to ensure the participation of the landless people. The rehabilitation program for the Free *Kamaiyas* (bonded land labourers) will be given continuity.
35. Under the national land utilization project, land utilization maps of 36 districts including Kirtipur and Lekhnath municipalities have been already prepared. Formulating the law for environmental balance and sustainable development, and to increase agriculture production, land utilization project will be implemented in the districts for which a land utilization map has been already prepared. I have allocated Rs. 970 million for the Ministry of Land Reforms and Management.

Irrigation Facility and Water Induced Disaster Control

36. Necessary allocation has been made to expand surface irrigation and ground water irrigation facilities including irrigation system by introducing newer technology in 30 thousand hector in the coming Fiscal Year. A sum of Rs. 3.99 billion has been allocated for the expansion of such irrigation facilities. Groups of water user farmers will be encouraged to operate and maintain small and medium sized irrigation facilities while the government will be responsible more on the operation and maintenance of the large scaled irrigation schemes.
37. Headwork construction of the Sikata Irrigation Project will be continued, and construction of the main canal will also start.
38. Implementation of the Irrigation and Water Resources Management Project will start in various districts of the Western

part of the country. Under this project, construction of 51 surface irrigation projects, and 7 cluster irrigation systems that would provide irrigation facilities in 300 hectares in a cluster of 100 shallow tube-wells extending from Nawalparasi to Kanchanpur will be started. The handover process of the irrigation management of 24 thousand hectare area under Kankai, Sunsari-Morang, and Narayani Irrigation System will be started. The construction work of 147 medium scale projects including Singikhola, Mallaj, Singhat, Khopijangha, Lalbakaiya of Terai, hills, and mountain region, will be conducted.

39. Additional 4 thousand shallow tube-wells will be constructed in 20 Terai districts. For this, government will provide subsidies during the construction phase on the basis of geographical situation, and farmers' demand. In addition to this, the construction work of 25 deep tube-wells will be completed.
40. I have made necessary allocation to encourage for the construction and maintenance of irrigation projects according to the farmers' demand. To this end, and also based on the participation of concerning farmers, I have proposed to provide subsidy in small irrigation projects for farmers' cooperatives up to Rs 300 thousand, and for farmers users groups up to Rs 100 thousand.
41. Hundreds of demands have been received from the public for river training projects on a spontaneous basis. Given the limited resources, all of these demands can not be met. Thus, it has been realized that projects should be selected on the basis of disaster victim groups' participation, and with identifying the genuine demands to achieve maximum benefit from the available resources. Therefore, arrangement has been made that from the coming fiscal year, for river training control, government will provide inputs such as Gabion wires, nylon nets, empty bags as well as the technical support whereas, the earth work should be done through public participation. For the natural river training control, plantations of cane, bamboo, and reed at the river bank will be encouraged.

Local Infrastructure Development

42. While constructing the agricultural and local roads, policy that encourages the economic utility of such roads and promotes the market for agricultural productions will be adopted. In the rural area, in coming fiscal year, 706 K.M. earthen road including the agricultural and local level roads, and 580 K.M. gravel road will be constructed through implementing the rural road projects. Upgrading and regular maintenance of 405 K.M, and 3700 K.M. road respectively will be carried out. I have allocated Rs 3.35 billion for this purpose.
43. In the coming fiscal year, construction of 249 new, and 311 ongoing suspension bridges will be carried out. Among the on going, 215 suspension bridges, and 5 concrete bridges will be completed.

Expansion of Alternate Energy

44. Electricity will be generated through construction of 3250 K. W. small scale and micro hydropower projects in places where such facility is not available from the national grid system. In addition to this, 20 thousand domestic solar electricity system, and 25 thousand small capacity solar lamps will be distributed. Through alternate energy, 32 thousand biogas plants will be constructed in the potential areas. In addition to this, 500 solar dryer cooker, 1255 improved water mills, and 50 thousand improved ovens will be installed. I have allocated Rs. 1.05 billion in these programs which will be run with coordination and cooperation of non-governmental organizations through the Alternate Energy Promotion Centre.

Forest, Vegetation, Wildlife and Watershed Preservation

45. Government investment in the forestry sector has been declining for the past few years. In the coming fiscal year, with a significant increase in the capital expenditure, I have allocated Rs 2.30 billion for the forestry sector. Through this, programs such as forestry, vegetation, wildlife, watershed preservation and promotion, and tree plantation will be conducted which will contribute to poverty reduction through the increase in forest based productions and environmental preservation.

46. Tree plantation will be conducted producing 5 million seedlings of a cane, bamboo and herbs, etc. both in the public and private lands in order to extend the forestry area, minimize current pressure on government owned forest, improve the supply, and increase the income opportunity. Emphasis will be given to intensive development of herbs such as *Pipla*, *Timmur*, *Sajyoon* which carry commercial potential.
47. Additional 482 community forest user groups will be formed giving priority to leasehold forestry within the community forestry. Priority will be given to the preservation of forest and environment of the *Churiya* area.
48. A compatible forest management policy will be adhered to for making the block forest of 5 districts of the Terai and inner Terai commercially productive. Likewise, identifying the treeless national forests, a policy measure will be taken to hand over 5 such forests to private entrepreneurs on the long term contract basis for commercial plantation.
49. With the contribution of forest entrepreneurs, a separate ‘Forest Development Fund’ will be established. From the coming fiscal year, the forest entrepreneurs will contribute additional Rs 5 per cubic feet while purchasing the timber, and a corresponding amount will be deposited in the Fund from government’s part as well. The deposited amount in the Fund will be spent in tree plantation and forest preservation. The Ministry of Forestry and Soil Conservation will prepare a Fund manual by mid -September 2007.

Infrastructure development: Road, electricity, and communication

Road

50. Expected economic activities could not be carried out in certain areas of the country due to the lack of road facilities. That road transportation results in multiple benefits is self evident. The recent road connection in two districts of Karnali and its positive impact on economic activities is a burning example. Therefore, I have allocated Rs 9.34 billion to develop road connectivity throughout the country to increase opportunities of economic gains, and subsequently, to improve the livelihood of the people. This amount is higher by Rs 1.59 billion and Rs. 2.48 billion,

compared to last year's appropriation and this year's revised estimation of the expenditure respectively.

51. Under the Terai Road Development Program, construction work of 591 K.M road, including the *Hulaki* and feeder road in Jhapa, Morang, Saptari, Siraha, Dhanusha, Mahottari, Sarlahi, Bara, Rupandehi, Kapilbastu, Banke, Bardiya, and Kailali districts will be started in the first phase from the coming fiscal year.
52. It has been aimed to provide roads facilities within three years to the district head quarters having no road access. According to this, Jajarkot will have road access within 3 months to come. The district headquarters of Sankhuwasabha, Bhojpur, Khotang, Solukhumbu and Mustang will have roads access within the next fiscal year. The on-going roads construction work of Bajura, Manang and Humla will be continued. Similarly, construction of the road connecting Dolpa and Mugu district headquarters will be launched.
53. A national transportation network will be expanded by developing the roads which signify the regional values in different geographical regions of the country. The construction and up-grading of Ranke-Ravi- Budhabare-Bhedetaar roads of Eastern Mahabharat region and Chatara-Gaighat-Katari-Sindhuli-Hetauda roads of Chure region will be initiated. The construction and up-grading work of Galchi-Trishuli-Safrubeshi-Rasuwadhi roads will be initiated. Construction work of Gorkha-Barpak and Bhachhek-Sirandanda sector will be started. Mapping and construction work of Kaligandaki Corridor which can link the important valleys and cultural regions of Western regions will be undertaken. Baglung-Burtibang road will be up-graded. Mapping and track opening of Karnali corridor will be started for the additional infrastructure development of Karnali region. Similarly, I have allocated budget to promote further the work of Ghorahi-Nuwagaun-Tila-Ghartigaun-Mushikot portion. Construction of the remaining portion of Brmhadevmandi-Jogbudha-Darchula-Tinker roads of Far Western region will be given continuity.
54. Extended mapping and construction work will be continued in the next fiscal year so as to complete the remaining portion of the mid-hilly- highways connecting Jhulaghat of Baitadi district in the west from Chyangthapu of Panchthar district in the east within five

years on a phase-wise basis. This work will be accomplished on a campaign scale by mobilizing people's participation.

55. Under the roads up-grading program, blacktopping of Chandranighapur-Gaur, Belbari-Choharwa, Biratnagar-Rangeli, Bardanga-Urlabari, Damak-Gauriganj, Bhaluwang-Peuthan, Sanfebagar-Mangalsen, Aamilia-Tulsipur-Salyan and Chakchake-Liwang roads will be launched. The up-grading work of Fidim-Taplejung, Tamakoshi-Manthali-Khurkot, Dhalkeber-Janakpur, Khodpe-Bajhang, Surkhet-Kalikot, Batadi-Satbanjh-Gokuleshwar, Sunkoshi-Okhaldhunga and Basantpur-Terathum (Manglung) roads will be commenced.
56. In order to cope with the traffic challenges of the high-traffic areas inside Kathmandu valley, Soalteemode- Kalankee-Nagdhunga road will be widened. Ringroad-(Gulf Course)-Bagmati road will be constructed for coping with Kalankee bi-pass and Chabahil bi-pass. The construction of Bagmati corridor, Dhobikhola corridor and Bishnumati corridor roads will be given priority.
57. With the purpose of constructing short-distance alternative highways connecting Kathmandu and minimizing the cost of transportation, feasibility study and mapping work of short distance fast track roads connecting Kathmandu valley with Terai will be accomplished.
58. The construction work of the industrial corridor of Pathlaiya-Birgunj-Dry Port and Sunauli-Parasi road portion will be continued.
59. I have provisioned more than double increment in the budget of Roads Board to ensure resources required for the regular, occasional and periodic maintenance of already constructed roads.
60. The construction works of 30 bridges under erection in the main highways and sub-highways will be completed and the construction of remaining bridges will be continued. After necessary study, preliminary work for the construction of Mechi and Rajapur bridges will be launched.

Hydro-power

61. Despite abundant reserve of water resources, the country is unfortunately facing the problem of load shedding every day and

electricity worth billions of rupees has to be imported. In order to end this situation quickly, it is essential to attract domestic and foreign investment. Entrepreneurs are attracted for investments in this sector due to the growing domestic and external demand for energy. This is the opportune time to gain national prosperity by utilizing the hydro power of Nepal. Therefore, programs will be operated so as to mobilize domestic resources for small and medium scale and foreign investment for large scale hydro power projects with the aim of producing 5000 MW hydroelectricity within next 10 year's period. I have allocated Rs. 7.65 billion in the hydro electricity sector next year.

62. The production of Middle Marsyangdi hydro electricity project, which is going to be completed next year, will be connected to the central grid, resulting enhancement in the supply of electricity to some extent.
63. With the aim of accomplishing 30MW Chamelia hydro electricity project by 2011, the ongoing construction work will be given continuity. Access road for the Kulekhani-III hydro electricity project is under construction. To complete this project by 2010, the construction work of tunnel and power house will be started.
64. Construction work of the hydro electricity projects like Kabeli "A"(30 MW) and Riddi Khola (2.4 MW) will be further accelerated. The construction of hydro electricity projects like Rahughat hydro power project, Trishuli-3 A (60 MW) and Upper Trishuli-B (40 MW) will be expedited by mobilizing financial resources. The construction of access road and works on detailed engineering of Upper Tamakoshi will be completed and construction work will be started next fiscal year by mobilizing financial resources.
65. The large hydro power projects like West Seti, Arun III and Upper Karnali will be implemented shortly with foreign investments.
66. Rural level electricity distribution system will be managed to serve additional 35 areas next year through community electricity distributing agencies under the community rural electrification and distribution management program. If any private electricity generating company wishes to run/operate electrification program, arrangement of cost sharing will be provisioned on the basis of the proposal. Next year, some 185 thousand households will be

benefited from entire program of rural electrification. Besides this, additional Rs. 1 billion has been already made available to complete the unfinished rural electrification projects which can immediately generate electricity to the people. This additional investment would help complete the unfinished electrification program in the entire districts of Terai and 587 VDCs of 37 other districts like Sindhuli, Palpa, Dailekh, Kaski, Tanahu, Gulmi, Ilam, Arghakhanchi and Gorkha. Additional 415 thousand people will be benefited with this scheme.

67. In order to attract private sector in the electricity generation business, the law related to survey license, power generation, and power purchase agreement etc. will be simplified and arrangement will be made to grant permission within a short span of time. "Electricity bond" will be issued for the purpose of securing necessary capital for the generation of electricity.
68. The tendency of holding for long and not initiating the trade even after receiving the license to produce hydro electricity projects has created hindrances to the power development. The individuals or companies who do not initiate their work even after receiving license will be charged with increased rate of annual renewal fees to discourage this temperament. Arrangements will be made to cancel the license if the works are not carried out within specific period.

Information and Communication

69. Programs will be carried out with the goal of “telephone at each village, mobile phone in everybody’s hand and internet in each house” with a view to making communication available at people’s doorsteps and in everybody’s hands. Program will be initiated to provide at least two telephone lines in each of the 1007 Village Development Committees which still lack telephone facilities. I have reduced the telephone ownership fee by 33% in order to facilitate the general public’s access to telephone service.
70. With the full utilization of existing optical fiber, microwave and satellite link, a program of installing tele-centers will be initiated for providing citizen’s access to modern information technology. Initiatives will be taken to expand the network of Broadband Internet service down to the village level. Information and communication technology will be expanded down to the rural

areas by making the postal service fast, smooth, reliable, commercial and diversified.

71. Law related to right to information will be formulated in order to ensure the citizen's right to information. Necessary amendments will be made in law with a view to protect the rights and benefits of the working journalists.
72. New transmission centers will be installed in Terathum, Namche of Dhankuta and Chamere of Surkhet to expand the transmission of Nepal Television. A sub-station of Radio Nepal will be installed in order to cover its broadcasting in the various districts and areas of Karnali Zone. I have allocated a sum of Rs. 2.13 billion for the Ministry of Information and Communication.

Urban Development

73. National Housing Policy, 1996 will be refined with a view of promoting planned housing development and promotion of private sector investment in the areas of housing and land development. The provision of land holding ceiling will be waived for the planned housing construction companies with the condition that the land will be utilized for the same purpose within five years. Necessary policy will be formulated to facilitate leasehold property transaction.
74. Program related to infrastructure works will be initiated to develop cluster housing areas in some places of Humla and Kalikot districts where the study related to providing physical facility by integrating scattered settlements was concluded this year. Feasibility study on developing cluster housing area will be carried out in Pyuthan and Myagdi districts next year.
75. The unplanned urbanization has made it difficult to acquire land for additional physical infrastructure development in such unplanned areas. The government cannot afford the infrastructure development costs like road and sewerage by providing compensation for land from its own resources. Hence, a Land Development and Acquisition Policy will be formulated for urban development, which will make a provision of beneficiaries' contribution to the infrastructure development.
76. I have allocated necessary amount for the physical infrastructure development for Integrated Urban Development in Itahari of

Sunsari and Attaria of Kailali. In addition to the initiation of construction of a ring road in Biratnagar, planned urban development work will also be carried out. The preliminary work on the construction of outer ring road in Kathmandu will be completed.

77. The role of the Solid Waste Management and Resource Mobilization Center will be directed towards the field of technical assistance, while the local bodies will be made fully responsible for solid waste management. As “Rivers can not be the destination of sewerage”, necessary policy will be followed to prevent contamination of river water in urban areas including Kathmandu Valley. I have set aside a sum of Rs. 1.27 billion for the urban development program.

Targeted Programs for Poverty Alleviation

78. The impacts and effectiveness of the programs already implemented aiming at alleviating poverty will be reviewed, and a policy will be followed to uplift the living standards of the deprived community, class and area through affirmative actions and targeted programs. A sum of Rs. 51 billion has been allocated for the programmes such as rural infrastructure, capacity development, grant to local bodies, programmes based on people’s participation, and social security that would directly contribute to poverty reduction,.
79. Intensive program on poverty alleviation will be carried out in 40 districts including districts of Karnali Zone, which are considered backward on the basis of Human Development Index, and also in all the Village Development Committees of southern Madhesh bordering with India. Income generating programs like promotion of traditional skills and innovation led enterprise; community infrastructure like roads, bridge, drinking water and irrigation; and capacity development programs like education, health and training will be carried out by directly targeting the ultra poor, women, Dalits, indigenous people, Janajatis and backward Madhesi communities. As many as 80 thousand households will be benefited from the implementation of 3 thousand 500 projects in the next Fiscal Year. I have allocated a sum of Rs. 1.77 billion for this program in the Poverty Alleviation Fund.
80. Maternal and Infant Care Fund will be established in 25 poor districts considered to be backward on Human Development Index. Essential health services related to emergency and indoor

services will be provided free of cost from the district hospitals having a maximum of 25 beds and the primary health centers.

81. Various programs will be implemented with a view to raising the income earning of the poor and backward class through agriculture. These programs include off-season vegetable growing in plastic sheds, goat exchange program in 38 districts, fisheries by women's group at the highway side of Kailali and Kanchanpur districts, Parwar farming extension in 11 districts of Madhesh, potato farming in 20 districts and ultra poor targeted program in 10 districts. Community livestock development program will be implemented in 22 districts having a high population density of Dalits and freed bonded labor. Program on commercial farming of 12 priority herbs will be implemented in 12 poor districts.
82. The "One family One job" program in Karnali being implemented since this Fiscal Year will also be continued effectively.
83. I have given continuity to the day meal and cooking oil distribution program in 11 districts having food shortage, very low accessibility to the education and low enrollment rate of girls. Additionally, the day meal program is continuing in Karnali zone.
84. A scholarship at the rate of Rs. 350 annually will be provided to the girls students for all Dalits studying in primary level, all girls students of Karnali Zone and fifty percent girls students among the talented and deprived of each schools in other districts. Scholarship at the rate of Rs. 1700 annually will be provided for 40 thousand talented girls students and 20 thousand talented boys students in secondary and lower secondary level. An annual scholarship of Rs. 600 at the primary level and Rs. 1700 at the lower-secondary and secondary levels will be provided to all students from marginalized cast groups namely Chepang, Raute, Mushahar, Dom, Dushad, and Badi.
85. I have allocated budget for the programs to be implemented by National Commission for Upliftment of Indegeneous Janajatis; Deprived, Suppressed and Dalit Upliftment Development Committee; National Dalit Commission and Gumba Management and Development Committee. From these programs, various programs including preservation of endangered languages and scripts, preparation of dictionary and grammar in mother languages, literacy program and scholarship in higher and

vocational education, maintenance of ancient Gumbas will be conducted.

86. I have made provision of 20 percent rebate on land registration fee for Dalits. Dalit related programs will be effectively monitored by National commission for Dalits.
87. I have allocated some amount for the preservation of lakes situated in Madesh. Necessary budget provision has been already made in this fiscal year for the operation of Janakpur Railway, which is the only railway service in Nepal. Provision has been made for its development and other improvements in the next year.

Women Empowerment

88. Women are significantly contributing to national economy. In the next year, the programs which support gender equality will be conducted by ascertaining their participation in economic, social and political process for women empowerment. I have brought into effect the concept of gender responsive budget. According to this, I have allocated an amount of Rs. 19.09 billion in the next fiscal year for programs directly benefiting the women.
89. The Women Development Program related to poverty alleviation, gender equality and social mobilization, which is being implemented in 1624 village development committees, will be expanded to additional 54 village development committees.
90. I have given continuity to the provision of 20 percent rebate in registration fee on land ownership transfer to women.
91. Women's Participation will be increased for the posts such as volunteer, development organizer/co-planner and social mobilizer.
92. I have given continuity to the programs related to economic, social and legal empowerment and institutional development which are being implemented in 15 districts including Baitadi, Bajura, Bajhang, Achham, Doti, Kalikot, Jumla, Mugu, Ramechhap, Sindhuli, Dhanusha, Sarlahi, Mahottari, Rautahat and Bara.
93. I have continued the incentive allowances for mothers during their delivery period. A Women Health Volunteer Fund and a Motherhood and Infant Care Fund will be established. Furthermore, programs related to motherhood and infant health will also be broadcasted in local language.

94. Housing development plan will be implemented under immediate relief program for economic and social upliftment of women in 10 districts seriously affected by conflicts.
95. Special programs will be conducted in 40 districts for economic self-sufficiency of deprived, ultra-poor, landless, Dalits, Janajatis and Madhasi women. Special programs will be launched for upliftment of Badi women.
96. Senior citizens' health care program will be launched in all districts by extending health services and facilities to senior citizens in order to provide solid contribution for their social security. A free treatment provision has been made through Shahid Gangalal Heart Foundation for the treatment of serious heart patients over the age of 75 and the children below 15 years with poor economic condition.
97. I have given continuity to the Allowances to be received by senior citizens, disabled, weak and helpless widows. Additionally, an amount of 10 percent of the monthly pension amount as medical allowances will be added to the pension for government pension holders over the age of 75 by the next fiscal year. I have allocated Rs. 950 million for the senior citizens' program.
98. The social security situation of senior citizens is being complicated due to a shift to nucleus family oriented structure from joint family structure. Thus, a law will be prepared to implement a contributory pension system for reliable security of labor, workers and self employed senior people apart from government employees.

(C) Investment Promotion

Industry and Export

99. Industrialization is not possible without the development of organized private sector with an enterprising and risk-bearing ability. It is necessary to raise the morale of private sector decreased for the last few years. To address this situation, a policy has been undertaken in the next year's budget to guarantee industrial and investment security, reform in legal and organization structure for creation of investment climate, procedural simplification, additional provision for sick industry rehabilitation and opportunities for foreign, non-resident Nepalis and private sector investment.

100. It is necessary to free industries from incidents such as *bandha*, strikes, *gherao* and lock-up. For this, new measures will be adopted by finding the basis of compromise among the management and laborers. Due to the almost daily obstructions in highways, consumers are bound to purchase high priced goods in the internal market, supplies are interrupted and exports are down. A law will be enacted to stop obstructions in national highways and feeder roads and impose penalty for violators. A separate Industrial Security Force will be established to guarantee security in industrial corridor.
101. A Special Economic Zone related law will be enacted for development and management of industrial estates, export processing zones, tourism and recreational spots and special commercial areas. Rajbiraj Industrial Estate will be transformed to Special Economic Zone. A Garment Processing Centre, covering 150 bighas, will be established in Simara, Bara. A preliminary study for the construction of Special Economic Zone will be started in Nepalgunj of Mid-Western region and in appropriate place of Kailali or Kanchanpur of Far Western Region.
102. An Investment Board with full authority will be set up for industrial investment promotion. It will have a separate office and all the facilities to investors will be provided through this Board.
103. The financial accessibility is not easy at the present financial market for technical and skillful youth entrepreneurs to transform their vision into successful economic transaction. An appropriate policy will be made public soon to address the situation including the provision of covering the risk insurance by Government of Nepal on entrepreneurial capital fund invested by operating company.
104. Strict policy will be adopted to discourage all forms of carteling and syndicate systems which increase the business cost, hit the consumers and exert negative impact on efficiency of the economy.
105. There is a negative effect on exports and credibility of Nepali products in international market due to the competition with fake goods for the products such as Carpet and Pashmina using Nepali arts and skills. To correct this situation, a special label of Nepali Carpet and Pashmina will be developed and provision will be made to put such labels compulsorily in Carpets and Pashminas exported from Nepal. A provision will be made to bear 70% of the

cost of first registration of such labels and trademarks in imported countries by Government of Nepal and remaining by related producer's unions. The Government of Nepal will help related producer's unions in creating necessary infrastructure for regulation of labels.

106. Arrangement will be made to clear by mid January 2008 all applications pending with One Window Committee for the customs duty draw-back facilities under the Industrial Enterprises Act
107. If sold to permitted export houses, tax as per the law will be refunded to concerned industries, assuming that such sales are equivalent to export. Customs facility will be provided at the premises of export house and goods will not be inspected again at export customs point if goods are delivered in a sealed container from export house to export points.
108. To encourage exports, a provision will be made to provide facility of bank guarantee for all the taxes levied on imports of raw materials imported by those industries which have exported more than 60% during the period of last 12 months. Provision will be made to release such bank guarantee from the related customs point. Likewise, provision will be implemented to refund the tax on flat rate from customs point to export oriented industries at the time of export.
109. For trade facilitation, the construction work will continue to expand multimodal system at Mechi Customs point next year. Feasibility study will be carried out for construction of dry port in Kavre-Sindhupalchok and Rasuwa- Nuwakot area considering the existing weak physical facilities for trade through Chinese border.
110. The commercial banks can not provide long term loans easily for hydropower production and infrastructure related industries which need long period for commercial production. In addition, single obligor limit is also a hindrance for investment in such sectors. To improve the situation from next year, Nepal Rastra Bank will issue necessary directives. Banking sector will be encouraged to establish Infrastructure Bank.
111. Private sector will be encouraged to establish two cement industries in Dang and Surkhet considering increasing consumption and demand of cement. For this, road and electricity services, as

infrastructures facility, will be provided in concerned industries' areas. The lime stone mines, consumed by Udayapur Cement Factory, will be open also for private sector by not limiting the scope of necessity for the Factory.

112. "Industrial Rehabilitation Fund" related procedures have already been approved for rehabilitation of sick industries from internal conflicts. A provision will be made to contribute in the Fund by Nepal Rastra Bank and Commercial Banks. I have allocated Rs.500 million from Government of Nepal.
113. With the long term vision of developing infrastructure for medical tourism and teaching in higher education, the foreign investors including private sector will be encouraged to develop and operate the infrastructure of universities and specialized hospitals. The government will assist in land acquisition to build such infrastructures in the regions excluding Kathmandu Valley.
114. An appropriate arrangement will be made for removing the obstacles seen in the course of ensuring the Non Resident Nepalis participation in the country's development by utilizing their knowledge, skill, capital, and technology.
115. The carpet and garment industries will be provided 75 percent income tax rebate for five years effective from the transfer year if such industries relocate themselves outside the Kathmandu Valley. The Government will build infrastructure like, road, electricity, and sewerage in those areas if two or more industries have been transferred to a single location with a provision of retaining one thousand or more workers there.
116. In order to increase the employment opportunities through the development and promotion of Small and Cottage Industries, a Micro Enterprise Policy will be implemented. A separate fund will be established under the micro credit program in order to increase self employment through such programs for the trained human resources.
117. In order to enhance the competitive capacity by taking advantage of the available opportunities in the world market, it is necessary to seek a way out to facilitate Nepalese entrepreneurs for investing abroad. With this measure, there will be an increase in the national income as well the international credibility of the Nepalese

entrepreneurs and national capitalists in the long run. By acknowledging this fact, a legal provision will be made stipulating certain conditions to make the foreign investment open for those industries which transfer technology from Nepal, establish an auxiliary subsidiary company abroad by the Nepalese holding company under operation as a public limited company in Nepal, and the mutual fund investing in portfolios instruments of foreign capital market. Nepal Rastra Bank will prepare other procedures in this regard.

Tourism Development

118. A new Tourism Policy, 2007 will be formulated by incorporating the long term vision and broad-based reform agenda of the tourism sector. In order to increase the quality and quantity of tourists under the Special Tourism Promotion Program next year, Non Resident Nepalese (NRNs), Nepalese diplomats, residential and honorary consulates, Nepalese students and worker communities abroad will be mobilized to implement “ Send Home a Friend” program. Likewise, the renowned Nepalese mountaineers, athletes, and others will be involved by awarding the brand ambassador to promote "Nepal For All Seasons" program.
119. Necessary infrastructure building works will be started in order to construct second International Airport which is feasible in Nijgarh of Bara district. The Government will attract foreign investment by building necessary infrastructures including land acquisition for the construction of international airport of regional level in Bhairahawa and Pokhara.
120. Modern equipment will be installed in Tribhuvan International Airport to make airlines flights well managed and more reliable.
121. The sick hotel industries are now passing through a revival stage. As the arrival of tourists is being increased, hoteliers are required to increase their investment to maintain the standard of hotels as per the guests' expectations. The Government will provide hoteliers some concession on customs duties on the import of furniture and fixtures in order to minimize the investment cost to some extent. The customs exemption will also be provided to the hoteliers for the importation of the vehicle for the use of tourist as well.

122. The national heritages of cultural significance will be preserved. A budget is allocated for the development and preservation of the Lumbini Area Development, Greater Janakpur Area Development, and Pashupati Area including other culturally and archeologically important sites. A provision has been made for deducting the expenses of upto Rs. 1 million for the income tax purpose if such amount is invested by Nepali firms and companies in schemes devoted to preservation of national religious and cultural heritage sites and development of sports infrastructure.

Financial Sector Reform

123. Insolvency Administration Office and Secured Transaction Registrar's Office will be established next year. Anti Money Laundering Act and Banking Fraud Control Law will be promulgated to control financial crimes. Likewise, a separate Commercial Bench in 6 different Courts will be established to expedite the hearing and decision of the cases related to the financial sector.
124. Small depositors have not been attracted to the capital markets due to the lack of Mutual Investment Fund. Due to this, on the one hand, the investment has not been competitive and on the other, the liquidity position has been rising. A trust law will be formulated to allow the commercial banks with certain standard to manage the mutual fund. An arrangement will be made to establish a regulatory body for the regulation and supervision of the Pension and Mutual Investment Fund related transaction.
125. An arrangement will be made to allow the Non Resident Nepalis and organized foreign investors to invest in the secondary securities market.
126. The foundation for reinsurance market has been built up due to the expansion in the size of life and non life insurance business. The Insurance Committee will be made active next year to start reinsurance business. The cost of insurance will be reduced by reviewing the fees payable to Insurance Committee by the Insurance Companies.
127. The supervision, monitoring and evaluation work by Nepal Rastra Bank will further be strengthened to maintain financial health of the banks and financial institutions. Actions against the willful defaulters of the banks and financial institutions will be continued.

The Priority has been given to strengthen the institutional capability of the Loan Recovery Tribunal.

128. The micro credit program will be made available to the doorstep of the poor and deprived people to ensure their access to the financial services. A micro credit policy will be brought next year. A responsible institution will be set up at the central level to strengthen and supervise the micro credit institutions.
129. In order to develop Nepal Stock Exchange an autonomous body by divesting the government ownership, an arrangement will be made to sell its ownership to the listed companies, employees of the Nepal Stock Exchange and the public.

Public Enterprises Reform

130. Government's share investment in the Public Enterprises has reached more than Rs. 68 billion until FY 2006/07. Out of this investment, less than RS. 40 billion only has remained as government investment showing 42 percent capital loss. The total accumulated loss is more than Rs. 47 billion. In order to manage government investment in public enterprises by considering such a severe economic mismanagement, institutional reform will be implemented and the Privatization Act will also be amended.

Labor and Foreign Employment

131. The labor pact has been concluded recently with United Arab Emirates for the protection of rights of the labors going to foreign employment. Similarly, the works of concluding labor pact are in the final stage with Malaysia and South Korea. The labor pacts will continue with other countries also. Necessary arrangement will be made for the insurance scheme of Rs.500,000 to every person going to foreign employment for the period of agreement. The provision of Labor Attache will be made gradually in the countries where the Nepalese labors are high in number. The access and capacity of Nepalese Embassy will be increased in other countries. A foreign employment rehabilitation fund will be established for recuing those victimized in course of foreign employment.
132. Skills development training programs will be launched considering the demand of national and international labor market. Priority shall be given to martyrs' families, peoples injured in People's Movement, handicapped, blind, women, conflict affected people

and under privileged community including very poor for the training programs which promote the industries based on local raw materials. In the coming year, I have arranged a budget to provide training opportunities for 33,000 people from the government agencies.

133. A significant amount has been deposited in the National Welfare Fund established under the Bonus Act. To utilize this Fund for the larger benefits of laborers, a separate working manual will be issued soon.

Economic Diplomacy

134. With an emphasis on economic diplomacy, Nepalese embassies will be mobilized for economic co-operation, tourism promotion, trade expansion and diversification, promotion of foreign employment and promotion of foreign investment. Machine readable passport system will be initiated to comply with the international standard. A sum of Rs. 1 billion 140 million has been allocated for the Ministry of Foreign Affairs.

(d) Human Development

Education

135. I have allocated Rs. 28.39 billion for the Ministry of Education and Sports. This is an increase of Rs. 5.38 billion as compared to the allocation of the last year's budget.
136. A serious shortfall of teachers has been noticed in schools where the proportion of student to teacher is high, as the number of teacher could not increase in proportion to the students. To address this problem, following arrangement will be made in the next fiscal year:

An additional grant will be provided for hiring 12000 teachers in those primary, lower secondary, and secondary schools where student-teacher ratio is high. The teacher grant scheme will be initiated on trial basis. The grant will have to be utilized by the School Management Committee for hiring teachers with priority from among women, *dalits*, and the disabled holding teacher's

license. It is believed that pressure on the financial resources will be less with the use of about 3800 teachers from this policy.

137. A grant of to Rs. 450 thousand per school will be provided to School Management Committee for the construction of classroom and physical facility on the basis of the design and map approved by the Committee. The grant will be provided to schools for the construction of school buildings which have their own income sources on the basis of cost sharing. Ministry of Education and Sports will issue directives related to the grant before mid August 2007. More than 6000 class rooms and 1500 toilets for girls of more than 2500 schools will be constructed out of the amount of Rs 1.50 billion allocated to the Ministry.
138. At least 2500 schools will be handed over to the community in the coming year as there has been seen considerable improvement in the quality of education of schools already handed over to the community.
139. With view to publishing and distributing cost free text books in time on a cost-effective basis, the priority of all textbooks of the primary level will be arranged through the private sector by mid-November 2007.
140. *Madarasa, Gumba and Gurukul* will be expanded up to lower Secondary and Secondary level by continuing its mainstreaming into the primary education. I have given continuity to Samahit education program to increase the access to education for the handicapped and those children who have special educational need.
141. A grant worth Rs. 50 thousand each will be provided under the "Village Education Program" to those 300 Village Development Committees of 30 districts, where the literacy rate is less than 40 percent, by setting up Community Learning Centres to conduct the literacy related activities. With this scheme, 104 thousand people will be literate, 50 thousand people will get literacy education and 8 thousand two hundred eighty women, *Dalits*, and indigenious,

- Janajati*, will participate in literacy education and income generation program.
142. The primary level teachers totaling 25 thousand and lower secondary level teachers numbering 15 thousand will be offered in-service training. In addition to this, 490 deprived and *dalits* women will be provided pre-service training with subsistence allowance.
 143. Agriculture and Forestry University will be established in Rampur, Chitwan by merging both the institutes of Agriculture and Forestry under the Tribhuvan University. Actions shall be initiated in cooperation of local people and Tribhuvan University to build a regional university by amalgamating the constituent campus of the Far Western and Mid-Western region.
 144. Arrangements will be made to institutionalize sports from the school level. In view of helping the Nepalese people earn a distinct identity in international competition, the government investment will be increased for the development of cricket, Tae-kwondo and football.
 145. I have proposed to earmark Rs. 12 billion and 180 million in health sector. This figure is Rs. 2 billion and 870 million more as compared to the previous year. I hope, the proposed budget will contribute to the prompt and qualitative delivery of basic health services. The implementation of this budget, I hope, shall contribute to curb the population growth rate, reduce child and maternity mortality rate, improve the physical facilities in hospitals and hence to increase the average life expectancy.
 146. The number of beds in hospitals shall be increased. Construction of hospitals and health centers shall be given continuity. Budgetary provision has been made to upgrade 25 sub health posts into health centers on the basis of population and geographical location. Concessions shall be made available to the students of community schools while providing medical services in government hospitals and primary health centers. Additional budget has been earmarked to improve the supply of medicines and equipment in the hospitals and

- health centers. Mandatory provision has been made to explicitly mention an indication "For free distribution and not for sale" in the external cover of the medicines that are meant for free distribution.
147. Integrated child disease management program will be implemented in 64 districts with additional 16 districts to reduce infant mortality rate. 10 million vitamin tablets and 80 million Iron tablets will be distributed. School vaccines program will be implemented in 44 districts as well as administering polio drops program will be continued.
 148. Vaccines will be provided against encephalitis. Spraying medicines will be launched in a broader scale to control *kalajar*.
 149. A program will be launched establishing a permanent fund in every village development committee to encourage women volunteers who are under the family planning and secured maternity program. Thirty five (concerning the eradication of *Prolapse* 25, ENT 5 and specialist 5) free mobile health camp will be launched. Nepal Medical Association and Non-Governmental Organizations will be mobilized to operationalize the camp.
 150. The policy taken by the Government of Nepal in current year to send doctors, who have completed M.B.B.S. under the scholarship program of the Government of Nepal to provide their services in remote and rural area health centers, will be continued.

Drinking Water

151. Diarrheal disease has taking toll of several lives due mainly to non availability of safe drinking water. The incident related to contamination of drinking water has shadowed the achievements made so far in drinking water distribution. In this context, basic rights of the people will be protected by ensuring them with the availability of safe water. Similarly, drinking water projects will be constructed in areas with no drinking water facilities, and water distribution system will also be improved where facilities already exist. Communities' participation will be emphasized in the drinking water sector. A sum of Rs. 5 billion and 330 million has been

- allocated for the drinking water sector. Some 1.95 million people are expected to be benefitted with basic water facilities after the implementation of this budget.
152. Amongst ongoing drinking water and sanitary projects, 126 will be completed in the coming Fiscal Year. Similarly, some 449 drinking water projects under phases five and six will also be completed through rural water and sanitary fund.
 153. Under the Small Town Drinking Water and Sanitation Project, 18 projects of Ratnagar, Lekhanath, Birendranagar, Sunwal, Tribhuvannagar, Tulsipur, Budhabare, Birtamod, Belbari, Bardhaghat, Lamahi including other places will be completed.
 154. The implementation of Melamchi Drinking Water Project will be carried forward.
 155. Necessary allocation has been made for the maintenance of the drinking water supply system in Biratnagar, and for supplying additional water from new sources.
 156. Arsenic test will be completed in 350 thousand shallow tubewell drinking water scheme in Jhapa, Morang, Mahottari, Chitwan, Banke, Bardiya and Dhang districts.

(E) Reconstruction, Rehabilitation and Relief

157. A guaranteed environment will be made to all internally displaced people (IDPs) to return to their homes. The relief package will be provided to rehabilitate IDPs, which includes expenses for transportation, educational relief, house repairs and construction, and foods. Similarly, an interest free agriculture credit of for five years will be provided to enable to them cultivate first crops.
158. Social reunion and security program will be launched for rehabilitation of conflict victims such as orphans and single women. Assistance will be provided for transplanting artificial limbs to those who were physically deformed during conflict.
159. Agriculture Development Bank will exempt payment of interest to those borrowers who pay principal amount within fiscal year 2007/08 for the loan amount up to Rs 50 thousand that was lent

during fiscal years 2000/01 - 20054/06. Those qualifying for this exemption will be a person or one of his family members who were killed in the conflict, internally displaced people and people who were physically deformed during conflict. For other conflict victims, an interest rebate of 50 percent will be provided to those who manage to pay full principal amount and 50 percent interest for the loan amount up to Rs 50 thousand. Besides these, concessions will also be provided to other borrowers.

160. Reconstruction of Village Development Committees' buildings, communication repeater stations, health posts, police posts, bridges, power houses, which were destroyed during the conflict, will be carried out. In order to complete reconstruction works within stipulated time, cost and design based on new thinking, the Ministry of Peace and Reconstruction will prepare and implement long, medium and short term plans. I have earmarked a sum of Rs. 1 billion and 80 million from the internal resources for the next fiscal year for this purpose.
161. Monthly subsistence allowances and free education up to bachelor level being provided to martyrs' family will be continued. An arrangement will also be made for providing monthly subsistence allowances to completely disabled and free treatment facilities to martyrs' family members in the public hospitals.
162. A 100 percent rebate will be provided in all kinds of registration fees and duties while transferring ownership titles to the family members such as husband, wife, son and daughter of martyrs who lost their lives during Peoples' Movement.

Peace Fund

163. A separate Peace Fund is in operation and will be continued for next three years to carry out activities such as Cantonment Management of Maoist Combatants, Maintenance of Law and Order, Election for Constituent Assembly and Management of Internally Displaced People. Necessary arrangements have been made for both Government and donors to contribute to this Fund. I have earmarked Rs 1 billion from the Government to this Fund. I expect that donors will provide additional fund to this Fund. The monthly income and expenditures of the Fund will be made public in a monthly basis.

Similarly, the income and expenditures of the Fund will be audited by the Office of the Auditor General of Nepal.

Hon'ble Speaker,

Improvement in Service Delivery and Effective Implementation Arrangement

164. A policy of respecting free judiciary, rule of law and human rights will be given continuity. National Human Right Commission will be made operational and activated for human rights protection and promotion. I have allocated additional budget for all levels of courts to assist in rendering justice and to improve operations of Office of the Attorney General and Government Advocate Office. I believe, this will further contribute in the effective performing of justice. I have allocated Rs 969.9 million for courts.
165. Existing laws related to civil service, police service, military service and other government services will be reformed in order to make these services inclusive, service oriented and responsible.
166. In order to make public service delivery more effective and prompt, a Master Plan of E-Governance Working Procedure will be implemented. For this, I have allocated necessary budget.
167. The records on citizenship and passport distribution will linked to the computer network and thus service delivery will carried forward.
168. The Notary Public Council has been established in order to perform the functions like attesting the documents, certifying the copies of the original documents and issuing affidavits, for travelling abroad. In order to minimize the compulsion of the people to come to the center to get such documents, the deserving people who can perform these functions in the district level will be authorized by providing notary public certificate.
169. It is necessary to review pay scale of government employees from time to time to help maintain ethics and promote work efficiency and for sustaining their livelihood. In line with this, to ensure that the recommendations of High Level Pay Commission, 2061 could be fully implemented with a new action plan in the beginning of FY 2009/10, I have increased a total of 27% on basic pay scale including converting the existing 10% allowances. The new pay

scale for the government employees will be implemented from the 17th of July 2007.

170. From the viewpoint of controlling corruption, corruption sensitive agencies and sectors will identified and an island of integrity will be identified and in addition to the work of converting such sectors into an Island of Integrity, the investigation and prosecution relating to corruption and irregularities will be made efficient and realistic. A Campaign of zero tolerance against the corruption shall be launched with the support and participation of the civil society and non-governmental organization.
171. A sum of Rs. 10 billion and 890 million has been allocated fir Nepal Army's regular operation. Necessary amounts required for Nepal Army to be involved in the protection of National Parks and Wildlife Conservation, and for development works to be implemented by Nepal Army, has been provisioned in concerned ministries' allocation.
172. National interest will be given topmost priority on foreign aid mobilization. Mobilization of bilateral and multilateral assistance related to development and construction work contributing in sustainable peace process will be arranged.
173. Effective implementation of policy and program in the current fiscal year will be continued in the coming fiscal year. For this, an arrangement has been made to have progress review meeting on the 7th day of each month under the chairmanship of Minister and a bimonthly meeting will be organized at the concerned Ministry for effective monitoring and evaluation of the program.
174. An arrangement has been made wherein all ministries and constitutional bodies will make public their annual programs and plans within mid July. Such programs will be approved and necessary work instructions will be issued within first quarter of the year. The annual progress report and financial statement by all ministries will be made public compulsorily within first four months of a fiscal year.

175. The system of delivering approved programs and authorization to concerned entities within mid-August will be observed compulsorily. The authorization for unconditional block grants to local bodies will be issued directly by the Ministry of Finance within 23rd July of a fiscal year. And capital expenditures allocated for Karanali Zone and Bajura District will be freezed only in mid November of next fiscal year.

Hon'ble Speaker,

176. To implement policies and programs as stated above, I have allocated a total expenditure of Rs. 168 billion and 995.6 million. Of which, Rs. 98 billion 172.4 million and 91 thousand has been estimated for recurrent expenditure; Rs. 55 billion 261.6 million and 82 thousand for capital expenditure, and Rs. 15 billion 561.4 million and 27 thousand for repayment of principal amount. This estimate is higher by 17.4 percent as compared to total allocation of fiscal year 2006/07 and 28.2 higher than the revised estimate of the same period. The revised expenditure as compared to estimate is 22.2 higher in recurrent expenditure, 51.9 in capital expenditure, and 2.8 in repayment of principal.
177. Of the total expenditure, Rs. 93 billion 743 million and 45 thousand has been earmarked for general administration, and Rs. 75 billion 252.5 million and 55 thousand for development programs.
178. Out of the total expenditure, Rs. 99 billion 605.9 million and 56 thousand will be borne from current source of revenue; Rs. 27 billion 460.9 million and 14 thousand from foreign grant, and Rs. 17 billion 367.4 million and 30 thousand from foreign loan. Thus, a total of Rs. 44 billion 828.3 million 44 thousand will be mobilized from foreign aid. However, despite resource mobilization from these two sources, there will be a deficit of Rs. 24 billion 561.3 million..

Revenue Policy and Programs

Hon'ble Speaker,

179. While formulating revenue policies, I have taken main basis of the suggestion received from Revenue Advisory Committee, other trade organizations, professionals and experts. I have accorded high importance to the areas of helping to revitalize export, industries based on domestic raw materials and reforming investment climate. I have adjusted revenue policy and rates in accordance with commitments to the bilateral and multilateral treaties and agreements for which Nepal is a signatory.
180. I have already expressed in the preceding paragraphs about the extended facility to carry over the losses for income tax purpose by the industries, customs rebate to cut down the cost of the tourism industries, and income tax rebate for the infrastructure industries. I have also mentioned earlier the reform in the customs refund process to reduce the cost of exporters. Now, I present other revenue policies and reform programs.
181. In view of the recent depression in export trade, export duty has been reduced in corrugated sheet, synthetic yarn, galvanized iron pipe, plastic products, rice bran and molasses. Similarly, export duty levied on veritable ghee has been reduced by 50 percent.
182. Bonded warehouse and cash guarantee facilities have been provisioned for exporting industries for their import of packaging materials that are not produced in Nepal.
183. A facility of bank guarantee shall be extended to air service operator while importing engine of the aircraft temporarily in lieu of sending its own engine abroad for repair.
184. Fifty percent rebate on imports tariff will be given to micro bus and mini bus to be imported by the private and government hospitals as

- per the beds capacity. In addition, I have proposed only one percent duty on the import of ambulance and dead body carrying vehicle under certain provision for the private hospitals.
185. Considering the situation of price escalation and to give some relief to those having been able to live with marginal income, I have increased the tax exemption limit to Rs. 115 thousand for an individual and Rs. 140 thousand for the couple.
 186. Arrangement has been made to allow loss carry forward system of one income year up to 12 income years in case of infrastructure industry and 7 income years in case of other enterprises.
 187. Individuals having income from house rent until Fiscal Year 2005/06 but failing to pay tax in accordance with the Income Tax Act, 2001 (BS 2058) shall be allowed amnesty of remaining fees and interests provided 15 percent of such house rent income is paid before mid January, 2008.
 188. Except tax exempted agencies, non filers as well as cooperatives, association or agencies who submit their returns and pay their unpaid income tax before mid December 2007 will be given rebate on fees and the interest.
 189. The provision for unexpected risk set aside in the reserve fund by individuals doing general insurance business in accordance with Insurance Act and Rules shall be allowed as expenses for deduction; and the fees and interest due to such expenses not allowed earlier shall be exempted.
 190. In order to make Value Added Tax refund process faster, arrangements have been made to provide refund within 30 days from the date of application in case of regular exporter.
 191. In order to provide relief to the people of the areas where the electricity has not reached and to promote solar energy, arrangements have been made to provide Value Added Tax exemption on the batteries used in the machinery and equipments producing power from solar energy on the recommendation of Alternative Energy Conservation Center. Zero rate facility shall be provided to local industries which produce and sell such batteries.

192. Provision of refund has been made for the amount payable as tax derived from deducting input tax from output tax collected by the clothes, tyre tube and match factories using wooden stick. Sugar Mills and Wheat Flour Mills shall be provided the refund of 50 percent of the amount to be derived as above.
193. Existing bank guarantee or cash deposit system has been removed for the export of excisable goods under self removal system. From this, it is expected to minimize the shortage of current capital in the industries and help to encourage export.
194. Keeping in view of the highest interest of taxpayers and make tax administration easy, the deadline for the submission of excise tax return under self-removal system has been changed to 25th day instead of existing 7th day of the month after the transaction occurred.
195. For the purpose of providing relief to the brick industries being affected due to unusual situation in the past, exemption shall be provided on arrears including interest, penalty and late fee up to mid July 2006, if they pay all excise duty arrears before mid January 2008.
196. There is a slight increase on the excise duty being levied on cigarette, liquor and cement. Excise duty shall be levied on the imports and domestic production of all types of paints.
197. Legal arrangements for administrative procedure have been made so as to complete necessary formalities for submitting tax returns and making tax payments through electronic devices within this Fiscal Year in order to facilitate the taxpayer.
198. Registration fee for the transaction of land purchase and sale with value exceeding Rs. 25000 has been reduced to 33 percent.
199. Arrangement has been made not to impose any fee for the registration of the mortgage made against the loan provided by co-operatives authorized by Nepal Rastra Bank to deal in financial transactions.

200. In order to provide relief and encourage conflict-stricken and sick cinema halls, arrangements have been made to provide the rebate in penalty on the arrear of cinema development fee up to mid July 2006 if they settle unpaid cinema development fee before mid January 2008.
201. I have provided rebate to Nepali newspapers on fee payable under “Hulak Darta Samachar Patrapatrika”. Nepal Government has highly acknowledged the contribution made by Frequency Modulation Radios in rural area for disseminating information. Accordingly, the rebates on renewal fee and royalty given in the current year will be continued in the coming year as well. In order to minimize their operation cost, I have made the arrangement of providing complete rebate on annual renewal fee and 50 percent on royalty. Likewise, rebate being provided to television agencies will also be continued.
202. From the revenue policies reforms, and from the adjustments and changes made in the tax rates and administrative reforms, additional Rs. 4 billion and 61.3 million revenue is expected to be mobilized. However, there will be a net budget deficit of Rs. 20 billion and 500 million.
203. The net budget deficit of Rs. 20 billion and 500 million equivalent even after the mobilization of additional revenue as proposed above will therefore be financed from domestic borrowing. It is hoped that domestic borrowing proposed to be mobilized will have no effects on macroeconomic balance and stability. Nor will it be inhibiting private sector’s borrowing. Alternatively, in addition to making it active and effective it will also help contribute to short term and long term government securities’ related transactions.

Hon’ble Speaker,

204. At the end of Fiscal Year 2007/08, that is, from the implementation of the proposed budget, Gross Domestic Product growth rate is estimated to be at 5 percent. Inflation will be around 5 percent.
205. Nepal Rastra Bank will announce monetary policy soon in order to make positive effects on macro economic indicators including price situation in the course of proposed budget implementation and

enhance sustainably country's international trade and balance of payment situation.

206. I take this opportunity to express my gratitude to my fellow ministers, members of the Interim Legislature - Parliament, Finance Committee, Members of the National Planning Commission, and leaders of the political parties for their kind cooperation and suggestions through various means during the preparation of this budget. Also, I would like to express my appreciation to Nepal Chamber of Commerce and Industries including representatives of other industrial and business communities, professional, economists and respected Nepalese sisters and brothers.
207. On behalf of the Government of Nepal, I would like to express my sincere appreciation to the friendly countries and donors' communities for their continued assistance in the socio economic development endeavors. At the same time, I am also confident that donors' communities will continue to extend such support for the development of the country.

Right Hon'ble Speaker,

208. Every possible effort has been made to meeting and accommodating the increasing demand for, and aspirations of the members of the Interim Legislature-Parliament, political parties, various organizations, and members of the civil society. I regret however and also render my sincere apology for not being able to accommodate all the aspirations due mainly to resources constraints and current economic situation.
209. I have annexed more categorized details about the proposed estimate of revenue and expenditure. Also, progress reviews of the ministry-wise policies and programmes of the current Fiscal Year budget, progress report of the public enterprises, statements of technical and other assistance, expenditure details under various budget heads and sub-heads, and the source book have been separately submitted.
210. Finally, I am confident that implementation of this budget would definitely contribute to poverty reduction and help in making investment-friendly climate in the country. This budget will help creating favorable situation to boost the economic activities like social and physical infrastructure development, income generation in local levels, and employment. In addition, I expect that it will

provide opportunities to live with dignity and freedom utilizing our own rights and sovereignty which we all Nepalese seek continuously. Also, I am hopeful that I get all support from the political parties, and Nepalese sisters and brothers in the implementation of this budget. Thank you !

Jai Nepal !

Summary of Income and Expenditure

Annex -1
(Rs. In '000)

Description	Actual Expenditure of 2005/06	Revised Estimate of 2006/07	Estimate of 2007/08
Revenue	72,282,085	86,135,467	103,667,256
Tax Revenue	57,426,995	70,046,185	80,962,200
Existing Sources			77,281,400
Tariff Adjustments and Administrative Reforms			3,680,800
Non Tax Revenue	13,341,473	14,843,968	21,349,600
Existing Sources			20,969,100
Tariff Adjustments and Administrative Reforms			380,500
Principal Refund	1,513,617	1,245,314	1,355,456
Total Expenditure	110,889,158	131,851,000	168,995,600
Recurrent	67,017,778	80,331,068	98,172,491
Capital	29,606,604	36,379,932	55,261,682
Principal Repayment	14,264,776	15,140,000	15,561,427
Surplus (+) Deficit (-) Before Foreign Grant	-38,607,073	-45,715,533	-65,328,344
Foreign Grant	13,827,498	15,946,000	27,460,914
Bilateral	7,617,844	9,039,420	12,954,669
Multilateral	6,209,654	6,906,580	14,506,245
Surplus (+) Deficit (-) After Foreign Grant	-24,779,575	-29,769,533	-37,867,430
Sources of Deficit Financing			
Foreign Loan	8,214,305	10,331,000	17,367,430
Bilateral	40,627	1,622,250	1,617,000
Multilateral	8,173,678	8,708,750	15,750,430
Domestic Borrowings	11,834,200	17,900,000	20,500,000
Cash Balance Surplus (+) Deficit (-)	-4,731,070	-1,538,533	

Estimates Of Government Revenue
Fiscal Year 2007/08

Annex-2
(Rs. in '000)

Code No.	Head	Existing Sources	Tariff Adjustments and Administrative Reforms	Total
1.1.01.00	Commodity Tax based on Foreign Trade	18,964,100	525,200	19,489,300
1.1.01.10	Import Duties	15,068,100	525,200	15,593,300
1.1.01.30	Indian Excise Refund	2,700,000	0	2,700,000
1.1.01.40	Export Duties	726,000	0	726,000
1.1.01.60	Other Income of Customs	70,000	0	70,000
1.1.01.70	Agriculture Improvement Duties	400,000	0	400,000
1.1.02.00	Internal Commodity Tax based on Goods and Services	38,431,900	1,743,200	40,175,100
1.1.02.10	Value Added Tax	28,762,000	889,900	29,651,900
1.1.02.11	Production	3,617,800	110,900	3,728,700
1.1.02.12	Imports	17,900,500	511,500	18,412,000
1.1.02.13	Sales and Distribution	1,869,800	55,800	1,925,600
1.1.02.14	Contract and Consultancy	1,406,600	65,800	1,472,400
1.1.02.15	Tourism Industries	621,500	21,000	642,500
1.1.02.19	Other Services	3,345,800	124,900	3,470,700
1.1.02.20	Excise Duties	9,669,900	853,300	10,523,200
1.1.02.21	Cigarettes	3,276,200	225,500	3,501,700
1.1.02.22	Bidi	1,900	0	1,900
1.1.02.23	Liquor	1,733,600	281,500	2,015,100
1.1.02.25	Beer	1,385,300	175,900	1,561,200
1.1.02.26	Other Industrial Production	907,100	138,900	1,046,000
1.1.02.27	Excise on Import	2,291,000	26,500	2,317,500
1.1.02.29	Health Service	74,800	5,000	79,800
Indirect Tax Total		57,396,000	2,268,400	59,664,400
1.1.03.00	Income Tax	15,529,700	1,339,500	16,869,200
1.1.03.10	Corporate Income Tax	10,375,100	985,500	11,360,600
1.1.03.11	Government Corporations	712,200	64,300	776,500
1.1.03.12	Public Limited Companies	4,493,000	628,100	5,121,100
1.1.03.13	Private Limited Companies	2,230,200	69,500	2,299,700
1.1.03.14	Personal or Sole Trading Firm	2,707,500	212,800	2,920,300
1.1.03.19	Other Institutions	232,200	10,800	243,000
1.1.03.20	Remuneration Tax	2,346,000	181,700	2,527,700
1.1.03.21	Remuneration Tax	2,346,000	181,700	2,527,700
1.1.03.50	Income Tax on Investment	2,773,700	172,300	2,946,000
1.1.03.51	Lease or Rent	755,500	98,600	854,100
1.1.03.52	Interest	1,354,300	35,300	1,389,600
1.1.03.53	Capital Gains	100	0	100
1.1.03.54	Dividends	663,200	38,400	701,600
1.1.03.59	Other Income from Investment	600	0	600
1.1.03.60	Tax on Windfall Gain	11,600	0	11,600
1.1.03.90	Others	23,300	0	23,300
1.1.04.00	Tax on House, Land and Other Property	4,355,700	72,900	4,428,600

Estimates Of Government Revenue
Fiscal Year 2007/08

Annex-2
(Rs. in '000)

Code No.	Head	Existing Sources	Tariff Adjustments and Administrative Reforms	Total
1.1.04.30	House and Land Registration	3,346,000	100	3,346,100
1.1.04.50	Vehicle Tax	1,009,700	72,800	1,082,500
	Direct Tax Total	19,885,400	1,412,400	21,297,800
	Tax Revenue Total	77,281,400	3,680,800	80,962,200
1.1.05.00	Duty and Fees	4,787,100	380,000	5,167,100
1.1.05.10	Firm Registration	172,200	39,800	212,000
1.1.05.20	Agency Registration	16,200	0	16,200
1.1.05.30	Arms Registration	5,700	0	5,700
1.1.05.40	Transportation Sector Fee	866,000	340,000	1,206,000
1.1.05.41	Vehicle Licence fee	348,000	0	348,000
1.1.05.42	Road Improvement Fee	268,000	270,000	538,000
1.1.05.43	Urban Road Construction and Maintenance Fee	250,000	70,000	320,000
1.1.05.50	Export Import Licence Fees	33,200	0	33,200
1.1.05.60	Examination Fees	22,400	200	22,600
1.1.05.70	Passport Fees	2,322,500	0	2,322,500
1.1.05.80	Tourism Fees	758,000	0	758,000
1.1.05.81	Visa Fees	568,700	0	568,700
1.1.05.82	Mountaineering and Trekking Fees	187,200	0	187,200
1.1.05.83	Other Fees	2,100	0	2,100
1.1.05.90	Other Administrative Fees	590,900	0	590,900
1.1.05.95	Telephone Ownership and Service Fees	439,900	0	439,900
1.1.05.99	Others	151,000	0	151,000
1.1.06.00	Penalty, Fines and Forfeitures	209,100	500	209,600
1.1.06.10	Judicial Duties, Penalty, Fines and Forfeiture	130,000	500	130,500
1.1.06.20	Administrative Penalty, Fines and Forfeiture	79,100	0	79,100
1.1.07.00	Receipt from Sales and Rent of Government Property, Services and Commodities	1,272,500	0	1,272,500
1.1.07.10	Receipt From Water Resources	4,000	0	4,000
1.1.07.11	Drinking Water	2,800	0	2,800
1.1.07.12	Irrigation	1,100	0	1,100
1.1.07.13	Electricity	100	0	100
1.1.07.20	Postal Services	201,100	0	201,100
1.1.07.30	Food and Agriculture	39,300	0	39,300
1.1.07.40	Education	220,700	0	220,700
1.1.07.50	Forest	465,700	0	465,700
1.1.07.60	Transport	98,800	0	98,800
1.1.07.70	Others	242,900	0	242,900
1.1.08.00	Dividends	5,557,800	0	5,557,800
1.1.08.10	Financial Institutions	3,505,500	0	3,505,500
1.1.08.20	Trading Concerns	800	0	800
1.1.08.30	Industrial Undertakings	7,000	0	7,000

Estimates Of Government Revenue
Fiscal Year 2007/08

Annex-2
(Rs. in '000)

Code No.	Head	Existing Sources	Tariff Adjustments and Administrative Reforms	Total
1.1.08.40	Service oriented Institutions	2,044,500	0	2,044,500
1.1.09.00	Interests	1,485,200	0	1,485,200
1.1.09.10	Financial Institutions	60,000	0	60,000
1.1.09.30	Industrial Undertakings	121,200	0	121,200
1.1.09.40	Services Oriented Institutions	1,200,000	0	1,200,000
1.1.09.50	Others	104,000	0	104,000
1.1.10.00	Royalty and Sales of Government Property	6,553,700	0	6,553,700
1.1.10.10	Royalty	2,034,500	0	2,034,500
1.1.10.11	Royalty From Mining	16,400	0	16,400
1.1.10.12	Royalty Related to Water Resource	1,395,000	0	1,395,000
1.1.10.13	Casino Royalties	142,300	0	142,300
1.1.10.19	Other Royalties	480,800	0	480,800
1.1.10.20	Sales	4,519,200	0	4,519,200
1.1.10.21	Sales of Government Land and Buildings	4,300	0	4,300
1.1.10.22	Sales of Government Goods	14,900	0	14,900
1.1.10.23	Other Sales	4,500,000	0	4,500,000
1.1.12.00	Donation, Gift and Miscellaneous Income	1,103,700	0	1,103,700
1.1.12.10	Donations and Gift	200	0	200
1.1.12.20	Miscellaneous	1,103,500	0	1,103,500
Non Tax Revenue Total		20,969,100	380,500	21,349,600
1.1.11.00	Principal Repayment	1,355,456	0	1,355,456
1.1.11.10	Financial Institutions	30,000	0	30,000
1.1.11.30	Industrial Undertakings	121,456	0	121,456
1.1.11.40	Service Oriented Institutions	1,100,000	0	1,100,000
1.1.11.50	Others	104,000	0	104,000
Principal Refund		1,355,456	0	1,355,456
Revenue Total		99,605,956	4,061,300	103,667,256

Summary of Budget Estimate 2007/08

Annex - 3
(Rs. In '000)

Description	Actual Expenditure of 2005/06	Revised Estimate of 2006/07	Estimate of 2007/08
Total Expenditure	1,10,88,91,58	1,31,85,10,00	1,68,99,56,00
Recurrent	67,01,77,78	80,33,10,68	98,17,24,91
Capital	29,60,66,04	36,37,99,32	55,26,16,82
Principal Repayment	14,26,47,76	15,14,00,00	15,56,14,27
Central Recurrent	60,51,50,39	71,79,11,97	88,79,63,36
Central Capital	23,45,52,69	27,37,08,33	41,04,25,51
Central Principal Repayment	14,26,47,76	15,14,00,00	15,56,14,27
Central Total	98,23,50,84	1,14,30,20,30	1,45,40,03,14
District Recurrent	6,50,27,39	8,53,98,71	9,37,61,55
District Capital	6,15,13,35	9,00,90,99	14,21,91,31
District Total	12,65,40,74	17,54,89,70	23,59,52,86
Chargeable	20,76,20,77	21,44,07,58	23,48,89,98
Recurrent	6,49,73,01	6,30,07,58	7,92,75,71
Principal Repayment	14,26,47,76	15,14,00,00	15,56,14,27
Appropriated	90,12,70,81	1,10,41,02,42	1,45,50,66,02
Recurrent	60,52,04,77	74,03,03,10	90,24,49,20
Capital	29,60,66,04	36,37,99,32	55,26,16,82
Regular	70,85,11,20	78,11,98,68	93,74,30,45
Development	40,03,80,38	53,73,11,32	75,25,25,55

Constitutional Organ/Ministry-Wise Estimate of Expenditure for Fiscal Year 2007/08

Annex 4

(Rs. in '000')

Code	Description	Capital and Principal Repayment			Cash			Direct Payment and Commodity Grant
		Recurrent		Total	Cash Total	GoN	Foreign Cash	
13	Parliament	327,710	27,150	354,860	354,860	354,860	0	0
14	Court	701,448	268,452	969,900	956,283	956,283	0	13,617
15	Commission for Investigation of Abuse of Authority	76,335	3,000	79,335	79,335	79,335	0	0
16	Office of the Auditor General	93,222	9,875	103,097	103,097	103,097	0	0
17	Public Service Commission	83,230	57,000	140,230	140,230	140,230	0	0
18	Election Commission	1,649,903	8,700	1,658,603	1,658,603	978,603	680,000	0
19	Office of the Attorney General	151,626	34,740	186,366	179,976	179,976	0	6,390
20	Council of Justice	6,764	1,220	7,984	7,984	7,984	0	0
21	National Human Rights Commission	67,200	600	67,800	30,600	30,600	0	37,200
27	National Vigilance Center	31,369	625	31,994	31,994	31,994	0	0
30	Prime Minister and Council of Minister's Office	196,366	1,846,114	2,042,480	2,042,480	287,767	1,754,713	0
35	Ministry of Finance	832,800	528,505	1,361,305	1,338,805	1,154,385	184,420	22,500
38	Ministry of Industry, Commerce & Supply	957,273	336,094	1,293,367	1,229,913	1,199,913	30,000	63,454
39	Ministry of Law, Justice and Parliamentary Affairs	37,714	10,795	48,509	48,509	48,509	0	0
40	Ministry of Agriculture & Cooperatives	3,584,226	592,627	4,176,853	3,714,635	2,721,361	993,274	462,218
45	Ministry of Home	9,973,825	673,824	10,647,649	10,647,649	10,637,649	10,000	0
47	Ministry of Water Resources	598,187	3,654,921	4,253,108	4,101,252	2,765,091	1,336,161	151,856
48	Ministry of Physical Planning and Works	1,216,377	13,390,004	14,606,381	12,373,230	7,604,254	4,768,976	2,233,151
49	Ministry of Culture, Tourism and Civil Aviation	293,143	302,387	595,530	595,530	595,530	0	0
50	Ministry of Foreign Affairs	1,101,957	42,982	1,144,939	1,144,939	1,144,939	0	0
55	Ministry of Land Reform and Management	815,721	162,330	978,051	909,151	909,151	0	68,900
56	Ministry of Women, Children & Social Welfare	493,972	61,624	555,596	555,596	374,790	180,806	0
58	Ministry of Defence	10,190,238	726,316	10,916,554	10,916,554	10,916,554	0	0
59	Ministry of Forest and Soil Conservation	2,003,879	312,340	2,316,219	2,191,929	2,068,321	123,608	124,290
61	Ministry of Environment, Science & Technology	278,843	1,156,485	1,435,328	618,012	515,679	102,333	817,316
62	Ministry of Peace & Reconstruction	191,080	1,003,300	1,194,380	1,194,380	544,380	650,000	0
65	Ministry of Education & Sports	25,744,519	2,645,481	28,390,000	27,754,216	20,635,910	7,118,306	635,784
66	Ministry of General Administration	162,050	7,325	169,375	169,375	169,375	0	0
67	Ministry of Information and Communications	1,360,679	768,620	2,129,299	1,564,299	1,510,319	53,980	565,000
69	Ministry of Local Development	3,171,402	9,912,554	13,083,956	11,731,947	7,172,057	4,559,890	1,352,009
70	Ministry of Health and Population	9,171,913	2,926,670	12,098,583	9,830,884	5,915,085	3,915,799	2,267,699
71	Ministry of Labour & Transport Management	202,442	39,388	241,830	241,830	241,830	0	0
72	National Planning Commission Secretariat	318,516	111,484	430,000	407,336	305,656	101,680	22,664

Code	Description	Capital and Principal			Cash			Direct Payment and Commodity Grant
		Recurrent	Repayment	Total	Cash Total	GoN	Foreign Cash	
81	Ministry of Finance - Repayment of Domestic Debt	4,665,889	7,281,627	11,947,516	11,947,516	11,947,516	0	0
82	Ministry of Finance - Repayment of Foreign Debt - Multilateral	2,338,200	5,818,100	8,156,300	8,156,300	8,156,300	0	0
83	Ministry of Finance - Repayment of Foreign Debt - Bilateral	379,100	2,461,700	2,840,800	2,840,800	2,840,800	0	0
87	Ministry of Finance - Investments - Public Enterprises	0	10,510,987	10,510,987	6,017,000	1,847,800	4,169,200	4,493,987
90	Ministry of Finance - Retirement Facilities & Staff Facilities	11,257,500	0	11,257,500	11,257,500	11,257,500	0	0
95	Ministry of Finance - Miscellaneous	3,445,873	3,127,163	6,573,036	6,385,873	5,815,873	570,000	187,163
Total		98,172,491	70,823,109	168,995,600	155,470,402	124,167,256	31,303,146	13,525,198

Summary of Revenue Collection

Annex5
(Rs. in '000')

Code No.	Head	2005/06 Actual	2006/07 Revised Estimate
1.1.01.00	Commodity Tax based on Foreign Trade	15,343,676	16,911,189
1.1.01.10	Import Duties	11,744,519	13,574,999
1.1.01.30	Indian Excise Refund	2,314,432	2,176,100
1.1.01.40	Export Duties	625,174	692,816
1.1.01.50	Export Service Charge	110	0
1.1.01.60	Other Income of Customs	120,479	62,688
1.1.01.70	Agriculture Improvement Duties	538,762	404,586
1.1.01.90	Other Duties	200	0
1.1.02.00	Internal Commodity Tax based on Goods and Services	28,121,843	34,741,209
1.1.02.10	Value Added Tax	21,613,043	26,055,001
1.1.02.11	Production	2,899,862	3,257,795
1.1.02.12	Imports	13,462,541	16,286,983
1.1.02.13	Sales and Distribution	1,357,367	1,669,009
1.1.02.14	Contract and Consultancy	1,166,847	1,276,201
1.1.02.15	Tourism Industries	450,880	556,848
1.1.02.19	Other Services	2,275,546	3,008,165
1.1.02.20	Excise Duties	6,506,940	8,686,208
1.1.02.21	Cigarettes	2,405,394	2,740,730
1.1.02.22	Bidi	3,679	1,695
1.1.02.23	Liquor	1,626,982	1,784,647
1.1.02.25	Beer	1,050,344	1,382,674
1.1.02.26	Other Industrial Production	330,220	926,361
1.1.02.27	Excise on Import	1,089,831	1,745,519
1.1.02.28	Foreign Employment Service Fee	490	38,330
1.1.02.29	Health Service	0	66,252
1.1.02.70	Air flight Tax	1,860	0
1.1.02.71	Internal Air Flight Tax	1,860	0
Indirect Tax Total		43,465,519	51,652,398
1.1.03.00	Income Tax	10,933,520	14,607,448
1.1.03.10	Corporate Income Tax	7,576,530	9,722,312
1.1.03.11	Government Corporations	195,774	664,487
1.1.03.12	Public Limited Companies	3,405,582	4,382,619
1.1.03.13	Private Limited Companies	1,703,027	1,968,090
1.1.03.14	Personal or Sole Trading Firm	1,958,791	2,499,127
1.1.03.19	Other Institutions	313,356	207,989
1.1.03.20	Remuneration Tax	1,771,129	2,162,854
1.1.03.21	Remuneration Tax	1,771,129	2,162,854
1.1.03.50	Income Tax on Investment	1,546,555	2,692,390
1.1.03.51	Lease or Rent	528,457	730,908
1.1.03.52	Interest	774,820	1,360,391
1.1.03.53	Capital Gains	657	95
1.1.03.54	Dividends	242,585	600,455
1.1.03.59	Other Income from Investment	36	541
1.1.03.60	Tax on Windfall Gain	8,810	9,963

Summary of Revenue Collection

Annex5
(Rs. in '000')

Code No.	Head	2005/06 Actual	2006/07 Revised Estimate
1.1.03.90	Others	30,496	19,929
1.1.04.00	Tax on House, Land and Other Property	3,027,956	3,786,339
1.1.04.30	House and Land Registration	2,180,312	2,863,537
1.1.04.40	House and Land tax	4	0
1.1.04.50	Vehicle Tax	847,640	922,802
Direct Tax Total		13,961,476	18,393,787
Tax Revenue Total		57,426,995	70,046,185
1.1.05.00	Duty and Fees	4,153,849	4,460,902
1.1.05.10	Firm Registration	139,486	176,831
1.1.05.20	Agency Registration	8,218	11,976
1.1.05.30	Arms Registration	3,758	4,632
1.1.05.40	Transportation Sector Fee	676,986	759,658
1.1.05.41	Vehicle Licence fee	286,271	305,271
1.1.05.42	Road Improvement Fee	227,658	235,050
1.1.05.43	Urban Road Construction and Maintenance Fee	163,057	219,337
1.1.05.50	Export Import Licence Fees	25,622	31,510
1.1.05.60	Examination Fees	23,765	20,513
1.1.05.70	Passport Fees	2,239,037	2,280,374
1.1.05.80	Tourism Fees	542,666	679,657
1.1.05.81	Visa Fees	510,739	521,702
1.1.05.82	Mountaineering and Trekking Fees	31,180	155,976
1.1.05.83	Other Fees	747	1,979
1.1.05.90	Other Administrative Fees	494,311	495,751
1.1.05.95	Telephone Ownership and Service Fees	290,741	351,918
1.1.05.99	Others	203,570	143,833
1.1.06.00	Penalty, Fines and Forfeitures	551,649	179,578
1.1.06.10	Judicial Duties, Penalty, Fines and Forfeiture	506,793	120,000
1.1.06.20	Administrative Penalty, Fines and Forfeiture	44,856	59,578
1.1.07.00	Receipt from Sales and Rent of Government Property, Services and Commodities	1,150,653	1,140,595
1.1.07.10	Receipt From Water Resources	5,018	3,885
1.1.07.11	Drinking Water	3,755	2,800
1.1.07.12	Irrigation	1,256	1,075
1.1.07.13	Electricity	7	10
1.1.07.20	Postal Services	246,217	182,800
1.1.07.30	Food and Agriculture	57,294	37,759
1.1.07.40	Education	143,579	178,024
1.1.07.50	Forest	409,867	436,902
1.1.07.60	Transport	116,798	96,898
1.1.07.70	Others	171,880	204,327
1.1.08.00	Dividends	3,394,770	4,287,831
1.1.08.10	Financial Institutions	1,313,887	2,501,404
1.1.08.20	Trading Concerns	4,651	579
1.1.08.30	Industrial Undertakings	3,232	7,910

Summary of Revenue Collection

Annex5
(Rs. in '000')

Code No.	Head	2005/06 Actual	2006/07 Revised Estimate
1.1.08.40	Service oriented Institutions	2,073,000	1,777,938
1.1.09.00	Interests	1,734,554	1,741,423
1.1.09.10	Financial Institutions	397,831	60,861
1.1.09.20	Trading Concerns	0	1,000
1.1.09.30	Industrial Undertakings	35,751	131,641
1.1.09.40	Services Oriented Institutions	1,299,339	1,534,728
1.1.09.50	Others	1,633	13,193
1.1.10.00	Royalty and Sales of Government Property	1,195,560	1,543,238
1.1.10.10	Royalty	945,969	1,469,448
1.1.10.11	Royalty From Mining	13,589	14,581
1.1.10.12	Royalty Related to Water Resource	456,635	900,000
1.1.10.13	Casino Royalties	68,214	126,720
1.1.10.19	Other Royalties	407,531	428,147
1.1.10.20	Sales	249,591	73,790
1.1.10.21	Sales of Government Land and Buildings	194,443	3,835
1.1.10.22	Sales of Government Goods	12,894	13,247
1.1.10.23	Other Sales	42,254	56,708
1.1.12.00	Donation, Gift and Miscellaneous Income	1,160,438	1,490,401
1.1.12.10	Donations and Gift	42	160
1.1.12.20	Miscellaneous	1,160,396	1,490,241
Non Tax Revenue Total		13,341,473	14,843,968
1.1.11.00	Principal Repayment	1,513,617	1,245,314
1.1.11.10	Financial Institutions	36,890	24,305
1.1.11.20	Trading Concerns	1,600	1,130
1.1.11.30	Industrial Undertakings	35,950	161,950
1.1.11.40	Service Oriented Institutions	1,432,915	1,032,850
1.1.11.50	Others	6,262	25,079
Principal Refund		1,513,617	1,245,314
Revenue Total		72,282,085	86,135,467

Constitutional Organ/Ministry-wise Actual Expenditure and Revised Estimate

Annex - 6
(Rs. In '000)

Code	Description	Actual Expenditure of 2005/06			Revised Estimate of 2006/07		
		Capital and Principal Recurrent	Capital and Principal Repayment	Total	Capital and Principal Recurrent	Capital and Principal Repayment	Total
13	Parliament	91,055	1,396	92,451	285,122	14,560	299,682
14	Court	556,153	175,242	731,395	657,400	267,980	925,380
15	Commission for Investigation of Abuse of Authority	54,252	73,790	128,042	76,528	3,000	79,528
16	Office of the Auditor General	91,295	1,927	93,222	83,655	11,575	95,230
17	Public Service Commission	74,044	3,713	77,757	73,837	4,900	78,737
18	Election Commission	214,148	11,926	226,074	329,829	14,750	344,579
19	Office of the Attorney General	101,474	3,460	104,934	128,365	7,996	136,361
20	Council of Justice	4,753		4,753	5,328	200	5,528
26	Deputy Prime Minister's Office			0	2,083	400	2,483
27	National Vigilance Center	18,692	607	19,299	30,147	645	30,792
30	Prime Minister and Council of Minister's Office	111,692	476,178	587,870	297,871	1,214,893	1,512,764
35	Ministry of Finance	1,026,252	161,318	1,187,570	1,234,683	772,509	2,007,192
38	Ministry of Industry, Commerce & Supply	770,813	75,359	846,172	916,222	200,566	1,116,788
39	Ministry of Law, Justice and Parliamentary Affairs	28,804	797	29,601	33,950	6,940	40,890
40	Ministry of Agriculture & Cooperatives	2,495,973	305,677	2,801,650	3,135,665	361,358	3,497,023
45	Ministry of Home	8,698,261	709,401	9,407,662	9,860,976	918,489	10,779,465
47	Ministry of Water Resources	399,960	2,622,323	3,022,283	549,390	2,987,918	3,537,308
48	Ministry of Physical Planning and Works	949,904	6,047,075	6,996,979	1,190,616	10,076,171	11,266,787
49	Ministry of Culture, Tourism and Civil Aviation	239,667	242,198	481,865	286,898	285,528	572,426
50	Ministry of Foreign Affairs	896,407	14,921	911,328	1,033,243	41,446	1,074,689
55	Ministry of Land Reform and Management	636,039	101,055	737,094	731,248	72,009	803,257
56	Ministry of Women, Children & Social Welfare	290,079	4,517	294,596	279,316	15,136	294,452
58	Ministry of Defence	9,712,421	2,033,705	11,746,126	10,149,397	922,102	11,071,499
59	Ministry of Forest and Soil Conservation	1,688,845	148,128	1,836,973	1,816,204	187,148	2,003,352
61	Ministry of Environment, Science & Technology	217,324	437,200	654,524	238,460	808,319	1,046,779
65	Ministry of Education & Sports	17,801,269	1,619,370	19,420,639	21,738,375	1,350,523	23,088,898
66	Ministry of General Administration	75,006	5,352	80,358	93,298	4,419	97,717
67	Ministry of Information and Communications	1,105,850	225,728	1,331,578	1,231,152	344,417	1,575,569
69	Ministry of Local Development	2,405,000	4,643,353	7,048,353	3,162,152	6,871,723	10,033,875
70	Ministry of Health and Population	4,796,998	948,187	5,745,185	7,669,169	1,201,257	8,870,426
71	Ministry of Labour & Transport Management	150,658	13,496	164,154	186,987	10,925	197,912
72	National Planning Commission Secretariat	194,121	7,062	201,183	338,469	29,057	367,526

Code	Description	Actual Expenditure of 2005/06			Revised Estimate of 2006/07		
		Capital and Principal Recurrent	Capital and Principal Repayment	Total	Capital and Principal Recurrent	Capital and Principal Repayment	Total
81	Ministry of Finance - Repayment of Domestic Debt	3,994,799	7,277,326	11,272,125	3,695,000	7,700,000	11,395,000
82	Ministry of Finance - Repayment of Foreign Debt - Multilateral	1,744,666	4,583,533	6,328,199	1,605,629	5,509,041	7,114,670
83	Ministry of Finance - Repayment of Foreign Debt - Bilateral	419,234	2,403,917	2,823,151	559,371	1,930,959	2,490,330
86	Ministry of Finance - Investments in Foreign Institutions			0	361		361
87	Ministry of Finance - Investments - Public Enterprises		7,735,248	7,735,248		6,437,869	6,437,869
95	Ministry of Finance - Miscellaneous	4,961,870	756,895	5,718,765	6,624,672	933,204	7,557,876
	Total	67,017,778	43,871,380	110,889,158	80,331,068	51,519,932	131,851,000

Fiscal Year 2007/08 Sectoral and Ministry Detail

Annex 7
(Rs. in '000')

Description	Fiscal Year 2007/08 Allocation			Distrib. %
	Total	Recurrent	Capital and Principal Repayment	
Constitutional Bodies	3,533,196	3,130,161	403,035	2.09
102 Constitutional Bodies	3,533,196	3,130,161	403,035	2.09
13 Parliament	354,860	327,710	27,150	0.21
14 Court	934,921	674,171	260,750	0.55
15 Commission for Investigation of Abuse of Authority	79,335	76,335	3,000	0.05
16 Office of the Auditor General	103,097	93,222	9,875	0.06
17 Public Service Commission	140,230	83,230	57,000	0.08
18 Election Commission	1,658,603	1,649,903	8,700	0.98
19 Office of the Attorney General	186,366	151,626	34,740	0.11
20 Council of Justice	7,984	6,764	1,220	0.00
21 National Human Rights Commission	67,800	67,200	600	0.04
General Administration	14,356,147	13,004,039	1,352,108	8.49
103 General Administration	3,612,952	3,101,378	511,574	2.14
14 Court	34,979	27,277	7,702	0.02
27 National Vigilance Center	31,994	31,369	625	0.02
30 Prime Minister and Council of Minister's Office	271,757	116,318	155,439	0.16
35 Ministry of Finance	75,380	52,480	22,900	0.04
38 Ministry of Industry, Commerce & Supply	32,779	29,499	3,280	0.02
39 Ministry of Law, Justice and Parliamentary Affairs	48,509	37,714	10,795	0.03
40 Ministry of Agriculture & Cooperatives	25,685	23,325	2,360	0.02
45 Ministry of Home	1,077,904	971,359	106,545	0.64
47 Ministry of Water Resources	14,646	13,866	780	0.01
48 Ministry of Physical Planning and Works	35,731	34,731	1,000	0.02
49 Ministry of Culture, Tourism and Civil Aviation	56,900	51,100	5,800	0.03
50 Ministry of Foreign Affairs	1,144,939	1,101,957	42,982	0.68
55 Ministry of Land Reform and Management	16,755	14,935	1,820	0.01
56 Ministry of Women, Children & Social Welfare	43,664	23,564	20,100	0.03
58 Ministry of Defence	17,014	6,814	10,200	0.01
59 Ministry of Forest and Soil Conservation	17,539	16,614	925	0.01
61 Ministry of Environment, Science & Technology	65,035	50,675	14,360	0.04
62 Ministry of Peace & Reconstruction	70,460	69,460	1,000	0.04
65 Ministry of Education & Sports	114,974	90,324	24,650	0.07
66 Ministry of General Administration	169,375	162,050	7,325	0.10
67 Ministry of Information and Communications	49,211	43,291	5,920	0.03
69 Ministry of Local Development	71,426	66,076	5,350	0.04
70 Ministry of Health and Population	25,855	25,855	0	0.02
71 Ministry of Labour & Transport Management	13,065	13,065	0	0.01
72 National Planning Commission Secretariat	87,376	27,660	59,716	0.05
104 Police	9,561,989	8,994,710	567,279	5.66
45 Ministry of Home	9,561,989	8,994,710	567,279	5.66
105 Revenue & Financial Administration	1,011,148	764,013	247,135	0.60
35 Ministry of Finance	1,011,148	764,013	247,135	0.60
106 Planning & Statistics	170,058	143,938	26,120	0.10
72 National Planning Commission Secretariat	170,058	143,938	26,120	0.10
Defence	10,899,540	10,183,424	716,116	6.45
107 Defence	10,899,540	10,183,424	716,116	6.45
58 Ministry of Defence	10,899,540	10,183,424	716,116	6.45

Description	Fiscal Year 2007/08 Allocation			Distrib. %
	Total	Recurrent	Capital and Principal Repayment	
Social Services	63,465,794	39,797,598	23,668,196	37.55
108 Education	28,072,026	25,456,195	2,615,831	16.61
65 Ministry of Education & Sports	28,072,026	25,456,195	2,615,831	16.61
109 Health	12,178,520	9,251,950	2,926,570	7.21
38 Ministry of Industry, Commerce & Supply	70,000	70,000	0	0.04
69 Ministry of Local Development	46,200	46,200	0	0.03
70 Ministry of Health and Population	12,062,320	9,135,750	2,926,570	7.14
110 Drinking Water	5,327,817	553,851	4,773,966	3.15
48 Ministry of Physical Planning and Works	4,270,234	524,068	3,746,166	2.53
69 Ministry of Local Development	596,083	29,783	566,300	0.35
87 Ministry of Finance - Investments - Public Enterprises	461,500	0	461,500	0.27
111 Local Development	11,130,578	2,096,112	9,034,466	6.59
69 Ministry of Local Development	11,030,578	2,066,112	8,964,466	6.53
95 Ministry of Finance - Miscellaneous	100,000	30,000	70,000	0.06
Other Social Services	6,756,853	2,439,490	4,317,363	4.00
112 Population & Environment	10,408	10,308	100	0.01
70 Ministry of Health and Population	10,408	10,308	100	0.01
113 Women, Children & Social Welfare	511,932	470,408	41,524	0.30
56 Ministry of Women, Children & Social Welfare	511,932	470,408	41,524	0.30
114 Youth, Sports & Culture	654,680	388,883	265,797	0.39
49 Ministry of Culture, Tourism and Civil Aviation	451,680	190,883	260,797	0.27
65 Ministry of Education & Sports	203,000	198,000	5,000	0.12
115 Housing	1,483,540	269,999	1,213,541	0.88
48 Ministry of Physical Planning and Works	1,463,540	264,499	1,199,041	0.87
49 Ministry of Culture, Tourism and Civil Aviation	20,000	5,500	14,500	0.01
116 Others - Social	4,096,293	1,299,892	2,796,401	2.42
30 Prime Minister and Council of Minister's Office	1,770,723	80,048	1,690,675	1.05
45 Ministry of Home	7,756	7,756	0	0.00
61 Ministry of Environment, Science & Technology	169,528	66,177	103,351	0.10
62 Ministry of Peace & Reconstruction	1,123,920	121,620	1,002,300	0.67
69 Ministry of Local Development	951,800	951,800	0	0.56
72 National Planning Commission Secretariat	72,566	72,491	75	0.04
Economic Services	37,766,387	10,214,610	27,551,777	22.35
117 Agriculture	5,824,568	3,515,901	2,308,667	3.45
35 Ministry of Finance	93,400	0	93,400	0.06
40 Ministry of Agriculture & Cooperatives	3,981,168	3,515,901	465,267	2.36
87 Ministry of Finance - Investments - Public Enterprises	1,750,000	0	1,750,000	1.04
118 Irrigation	3,991,451	584,408	3,407,043	2.36
35 Ministry of Finance	2,200	0	2,200	0.00
40 Ministry of Agriculture & Cooperatives	170,000	45,000	125,000	0.10
47 Ministry of Water Resources	3,819,251	539,408	3,279,843	2.26
119 Land Reform & Survey	961,296	800,786	160,510	0.57
55 Ministry of Land Reform and Management	961,296	800,786	160,510	0.57
120 Forest	2,298,680	1,987,265	311,415	1.36
59 Ministry of Forest and Soil Conservation	2,298,680	1,987,265	311,415	1.36
121 Industry	1,161,864	555,635	606,229	0.69
38 Ministry of Industry, Commerce & Supply	632,784	536,455	96,329	0.37

Description	Fiscal Year 2007/08 Allocation			Distrib. %
	Total	Recurrent	Capital and Principal Repayment	
61 Ministry of Environment, Science & Technology	29,080	19,180	9,900	0.02
87 Ministry of Finance - Investments - Public Enterprises	500,000	0	500,000	0.30
122 Communications	2,143,341	1,329,531	813,810	1.27
61 Ministry of Environment, Science & Technology	43,253	12,143	31,110	0.03
67 Ministry of Information and Communications	2,080,088	1,317,388	762,700	1.23
87 Ministry of Finance - Investments - Public Enterprises	20,000	0	20,000	0.01
Transportation	9,473,261	483,726	8,989,535	5.61
123 Road Transportation	9,335,861	480,126	8,855,735	5.52
48 Ministry of Physical Planning and Works	8,836,876	393,079	8,443,797	5.23
69 Ministry of Local Development	387,869	11,431	376,438	0.23
71 Ministry of Labour & Transport Management	111,116	75,616	35,500	0.07
124 Air Transportation	137,400	3,600	133,800	0.08
49 Ministry of Culture, Tourism and Civil Aviation	3,800	3,600	200	0.00
87 Ministry of Finance - Investments - Public Enterprises	133,600	0	133,600	0.08
125 Electricity	7,649,525	124,396	7,525,129	4.53
47 Ministry of Water Resources	419,211	44,913	374,298	0.25
61 Ministry of Environment, Science & Technology	1,052,152	79,483	972,669	0.62
87 Ministry of Finance - Investments - Public Enterprises	6,178,162	0	6,178,162	3.66
Other Economic Services	4,262,401	832,962	3,429,439	2.52
126 Tourism	63,150	42,060	21,090	0.04
49 Ministry of Culture, Tourism and Civil Aviation	63,150	42,060	21,090	0.04
127 Metereology	76,280	51,185	25,095	0.05
61 Ministry of Environment, Science & Technology	76,280	51,185	25,095	0.05
128 Supply	390,000	260,000	130,000	0.23
38 Ministry of Industry, Commerce & Supply	390,000	260,000	130,000	0.23
129 Commerce	167,804	61,319	106,485	0.10
38 Ministry of Industry, Commerce & Supply	167,804	61,319	106,485	0.10
130 Labour	117,649	113,761	3,888	0.07
71 Ministry of Labour & Transport Management	117,649	113,761	3,888	0.07
131 Others - Economic	3,447,518	304,637	3,142,881	2.04
35 Ministry of Finance	174,757	12,337	162,420	0.10
72 National Planning Commission Secretariat	100,000	74,427	25,573	0.06
87 Ministry of Finance - Investments - Public Enterprises	1,467,725	0	1,467,725	0.87
95 Ministry of Finance - Miscellaneous	1,705,036	217,873	1,487,163	1.01
Loan Payment	22,944,616	7,383,189	15,561,427	13.58
132 Internal Loan Payment	11,947,516	4,665,889	7,281,627	7.07
81 Ministry of Finance - Repayment of Domestic Debt	11,947,516	4,665,889	7,281,627	7.07
133 External Loan Payment	10,997,100	2,717,300	8,279,800	6.51
82 Ministry of Finance - Repayment of Foreign Debt - Multilateral	8,156,300	2,338,200	5,818,100	4.83
83 Ministry of Finance - Repayment of Foreign Debt - Bilateral	2,840,800	379,100	2,461,700	1.68
Miscellaneous	16,029,920	14,459,470	1,570,450	9.49
134 Miscellaneous	16,029,920	14,459,470	1,570,450	9.49
35 Ministry of Finance	4,420	3,970	450	0.00
90 Ministry of Finance - Retirement Facilities & Staff Facilities	11,257,500	11,257,500	0	6.66
95 Ministry of Finance - Miscellaneous	4,768,000	3,198,000	1,570,000	2.82
Grand Total	168,995,600	98,172,491	70,823,109	1,00.00

Constitutional Organ/Ministry-wise Budget of Fiscal Year 2007/08

Annex 7 A

(Rs. in '000')

Ministry/Sector	Fiscal year 2007/08 Allocation			Distrib. %t
	Total	Recurrent	Capital and Principal Repayment	
13 Parliament	35,48,60	32,77,10	2,71,50	0.21
102 Constitutional Bodies	35,48,60	32,77,10	2,71,50	0.21
14 Court	96,99,00	70,14,48	26,84,52	0.57
102 Constitutional Bodies	93,49,21	67,41,71	26,07,50	0.55
103 General Administration	3,49,79	2,72,77	77,02	0.02
15 Commission for Investigation of Abuse of Authority	7,93,35	7,63,35	30,00	0.05
102 Constitutional Bodies	7,93,35	7,63,35	30,00	0.05
16 Office of the Auditor General	10,30,97	9,32,22	98,75	0.06
102 Constitutional Bodies	10,30,97	9,32,22	98,75	0.06
17 Public Service Commission	14,02,30	8,32,30	5,70,00	0.08
102 Constitutional Bodies	14,02,30	8,32,30	5,70,00	0.08
18 Election Commission	1,65,86,03	1,64,99,03	87,00	0.98
102 Constitutional Bodies	1,65,86,03	1,64,99,03	87,00	0.98
19 Office of the Attorney General	18,63,66	15,16,26	3,47,40	0.11
102 Constitutional Bodies	18,63,66	15,16,26	3,47,40	0.11
20 Council of Justice	79,84	67,64	12,20	0.00
102 Constitutional Bodies	79,84	67,64	12,20	0.00
21 National Human Rights Commission	6,78,00	6,72,00	6,00	0.04
102 Constitutional Bodies	6,78,00	6,72,00	6,00	0.04
27 National Vigilance Center	3,19,94	3,13,69	6,25	0.02
103 General Administration	3,19,94	3,13,69	6,25	0.02
30 Prime Minister and Council of Minister's Office	2,04,24,80	19,63,66	1,84,61,14	1.21
103 General Administration	27,17,57	11,63,18	15,54,39	0.16
116 Others - Social	1,77,07,23	8,00,48	1,69,06,75	1.05
35 Ministry of Finance	1,36,13,05	83,28,00	52,85,05	0.81
103 General Administration	7,53,80	5,24,80	2,29,00	0.04
105 Revenue & Financial Administration	1,01,11,48	76,40,13	24,71,35	0.60
117 Agriculture	9,34,00	0	9,34,00	0.06
118 Irrigation	22,00	0	22,00	0.00
131 Others - Economic	17,47,57	1,23,37	16,24,20	0.10
134 Miscellaneous	44,20	39,70	4,50	0.00
38 Ministry of Industry, Commerce & Supply	1,29,33,67	95,72,73	33,60,94	0.77
103 General Administration	3,27,79	2,94,99	32,80	0.02
109 Health	7,00,00	7,00,00	0	0.04
121 Industry	63,27,84	53,64,55	9,63,29	0.37
128 Supply	39,00,00	26,00,00	13,00,00	0.23
129 Commerce	16,78,04	6,13,19	10,64,85	0.10
39 Ministry of Law, Justice and Parliamentary Affairs	4,85,09	3,77,14	1,07,95	0.03
103 General Administration	4,85,09	3,77,14	1,07,95	0.03
40 Ministry of Agriculture & Cooperatives	4,17,68,53	3,58,42,26	59,26,27	2.47
103 General Administration	2,56,85	2,33,25	23,60	0.02
117 Agriculture	3,98,11,68	3,51,59,01	46,52,67	2.36

Ministry/Sector	Fiscal year 2007/08 Allocation			Distrib. %t
	Total	Recurrent	Capital and Principal Repayment	
118 Irrigation	17,00,00	4,50,00	12,50,00	0.10
45 Ministry of Home	10,64,76,49	9,97,38,25	67,38,24	6.30
103 General Administration	1,07,79,04	97,13,59	10,65,45	0.64
104 Police	9,56,19,89	8,99,47,10	56,72,79	5.66
116 Others - Social	77,56	77,56	0	0.00
47 Ministry of Water Resources	4,25,31,08	59,81,87	3,65,49,21	2.52
103 General Administration	1,46,46	1,38,66	7,80	0.01
118 Irrigation	3,81,92,51	53,94,08	3,27,98,43	2.26
125 Electricity	41,92,11	4,49,13	37,42,98	0.25
48 Ministry of Physical Planning and Works	14,60,63,81	1,21,63,77	13,39,00,04	8.64
103 General Administration	3,57,31	3,47,31	10,00	0.02
110 Drinking Water	4,27,02,34	52,40,68	3,74,61,66	2.53
115 Housing	1,46,35,40	26,44,99	1,19,90,41	0.87
123 Road Transportation	8,83,68,76	39,30,79	8,44,37,97	5.23
49 Ministry of Culture, Tourism and Civil Aviation	59,55,30	29,31,43	30,23,87	0.35
103 General Administration	5,69,00	5,11,00	58,00	0.03
114 Youth, Sports & Culture	45,16,80	19,08,83	26,07,97	0.27
115 Housing	2,00,00	55,00	1,45,00	0.01
124 Air Transportation	38,00	36,00	2,00	0.00
126 Tourism	6,31,50	4,20,60	2,10,90	0.04
50 Ministry of Foreign Affairs	1,14,49,39	1,10,19,57	4,29,82	0.68
103 General Administration	1,14,49,39	1,10,19,57	4,29,82	0.68
55 Ministry of Land Reform and Management	97,80,51	81,57,21	16,23,30	0.58
103 General Administration	1,67,55	1,49,35	18,20	0.01
119 Land Reform & Survey	96,12,96	80,07,86	16,05,10	0.57
56 Ministry of Women, Children & Social Welfare	55,55,96	49,39,72	6,16,24	0.33
103 General Administration	4,36,64	2,35,64	2,01,00	0.03
113 Women, Children & Social Welfare	51,19,32	47,04,08	4,15,24	0.30
58 Ministry of Defence	10,91,65,54	10,19,02,38	72,63,16	6.46
103 General Administration	1,70,14	68,14	1,02,00	0.01
107 Defence	10,89,95,40	10,18,34,24	71,61,16	6.45
59 Ministry of Forest and Soil Conservation	2,31,62,19	2,00,38,79	31,23,40	1.37
103 General Administration	1,75,39	1,66,14	9,25	0.01
120 Forest	2,29,86,80	1,98,72,65	31,14,15	1.36
61 Ministry of Environment, Science & Technology	1,43,53,28	27,88,43	1,15,64,85	0.85
103 General Administration	6,50,35	5,06,75	1,43,60	0.04
116 Others - Social	16,95,28	6,61,77	10,33,51	0.10
121 Industry	2,90,80	1,91,80	99,00	0.02
122 Communications	4,32,53	1,21,43	3,11,10	0.03
125 Electricity	1,05,21,52	7,94,83	97,26,69	0.62
127 Meteorology	7,62,80	5,11,85	2,50,95	0.05
62 Ministry of Peace & Reconstruction	1,19,43,80	19,10,80	1,00,33,00	0.71

Ministry/Sector	Fiscal year 2007/08 Allocation			Distrib. %t
	Total	Recurrent	Capital and Principal Repayment	
103 General Administration	7,04,60	6,94,60	10,00	0.04
116 Others - Social	1,12,39,20	12,16,20	1,00,23,00	0.67
65 Ministry of Education & Sports	28,39,00,00	25,74,45,19	2,64,54,81	16.80
103 General Administration	11,49,74	9,03,24	2,46,50	0.07
108 Education	28,07,20,26	25,45,61,95	2,61,58,31	16.61
114 Youth, Sports & Culture	20,30,00	19,80,00	50,00	0.12
66 Ministry of General Administration	16,93,75	16,20,50	73,25	0.10
103 General Administration	16,93,75	16,20,50	73,25	0.10
67 Ministry of Information and Communications	2,12,92,99	1,36,06,79	76,86,20	1.26
103 General Administration	4,92,11	4,32,91	59,20	0.03
122 Communications	2,08,00,88	1,31,73,88	76,27,00	1.23
69 Ministry of Local Development	13,08,39,56	3,17,14,02	9,91,25,54	7.74
103 General Administration	7,14,26	6,60,76	53,50	0.04
109 Health	4,62,00	4,62,00	0	0.03
110 Drinking Water	59,60,83	2,97,83	56,63,00	0.35
111 Local Development	11,03,05,78	2,06,61,12	8,96,44,66	6.53
116 Others - Social	95,18,00	95,18,00	0	0.56
123 Road Transportation	38,78,69	1,14,31	37,64,38	0.23
70 Ministry of Health and Population	12,09,85,83	9,17,19,13	2,92,66,70	7.16
103 General Administration	2,58,55	2,58,55	0	0.02
109 Health	12,06,23,20	9,13,57,50	2,92,65,70	7.14
112 Population & Environment	1,04,08	1,03,08	1,00	0.01
71 Ministry of Labour & Transport Management	24,18,30	20,24,42	3,93,88	0.14
103 General Administration	1,30,65	1,30,65	0	0.01
123 Road Transportation	11,11,16	7,56,16	3,55,00	0.07
130 Labour	11,76,49	11,37,61	38,88	0.07
72 National Planning Commission Secretariat	43,00,00	31,85,16	11,14,84	0.25
103 General Administration	8,73,76	2,76,60	5,97,16	0.05
106 Planning & Statistics	17,00,58	14,39,38	2,61,20	0.10
116 Others - Social	7,25,66	7,24,91	75	0.04
131 Others - Economic	10,00,00	7,44,27	2,55,73	0.06
81 Ministry of Finance - Repayment of Domestic Debt	11,94,75,16	4,66,58,89	7,28,16,27	7.07
132 Internal Loan Payment	11,94,75,16	4,66,58,89	7,28,16,27	7.07
82 Ministry of Finance - Repayment of Foreign Debt - Multilateral	8,15,63,00	2,33,82,00	5,81,81,00	4.83
133 External Loan Payment	8,15,63,00	2,33,82,00	5,81,81,00	4.83
83 Ministry of Finance - Repayment of Foreign Debt - Bilateral	2,84,08,00	37,91,00	2,46,17,00	1.68
133 External Loan Payment	2,84,08,00	37,91,00	2,46,17,00	1.68
87 Ministry of Finance - Investments - Public Enterprises	10,51,09,87	0	10,51,09,87	6.22
110 Drinking Water	46,15,00	0	46,15,00	0.27
117 Agriculture	1,75,00,00	0	1,75,00,00	1.04
121 Industry	50,00,00	0	50,00,00	0.30
122 Communications	2,00,00	0	2,00,00	0.01

Ministry/Sector	Fiscal year2007/08 Allocation			Distrib. %t
	Total	Recurrent	Capital and Principal Repayment	
124 Air Transportation	13,36,00	0	13,36,00	0.08
125 Electricity	6,17,81,62	0	6,17,81,62	3.66
131 Others - Economic	1,46,77,25	0	1,46,77,25	0.87
90 Ministry of Finance - Retirement Facilities & Staff Facilities	11,25,75,00	11,25,75,00	0	6.66
134 Miscellaneous	11,25,75,00	11,25,75,00	0	6.66
95 Ministry of Finance - Miscellaneous	6,57,30,36	3,44,58,73	3,12,71,63	3.89
111 Local Development	10,00,00	3,00,00	7,00,00	0.06
131 Others - Economic	1,70,50,36	21,78,73	1,48,71,63	1.01
134 Miscellaneous	4,76,80,00	3,19,80,00	1,57,00,00	2.82
Grand Total	1,68,99,56,00	98,17,24,91	70,82,31,09	100.00

Constitutional Organ/Ministry-wise Three Years Budget

Annex - 7 B
(Rs. In '000)

Ministry/Sector	Fiscal year 2007/08			Fiscal year 2008/09			Fiscal year 2009/010		
	Total	Recurrent	Capital and Principal Repayment	Total	Recurrent	Capital and Principal Repayment	Total	Recurrent	Capital and Principal Repayment
13 Parliament	354,860	327,710	27,150	0	0	0	0	0	0
102 Constitutional Bodies	354,860	327,710	27,150	0	0	0	0	0	0
14 Court	969,900	701,448	268,452	0	0	0	0	0	0
102 Constitutional Bodies	934,921	674,171	260,750	0	0	0	0	0	0
103 General Administration	34,979	27,277	7,702	0	0	0	0	0	0
15 Commission for Investigation of Abuse of Authority	79,335	76,335	3,000	0	0	0	0	0	0
102 Constitutional Bodies	79,335	76,335	3,000	0	0	0	0	0	0
16 Office of the Auditor General	103,097	93,222	9,875	0	0	0	0	0	0
102 Constitutional Bodies	103,097	93,222	9,875	0	0	0	0	0	0
17 Public Service Commission	140,230	83,230	57,000	0	0	0	0	0	0
102 Constitutional Bodies	140,230	83,230	57,000	0	0	0	0	0	0
18 Election Commission	1,658,603	1,649,903	8,700	0	0	0	0	0	0
102 Constitutional Bodies	1,658,603	1,649,903	8,700	0	0	0	0	0	0
19 Office of the Attorney General	186,366	151,626	34,740	0	0	0	0	0	0
102 Constitutional Bodies	186,366	151,626	34,740	0	0	0	0	0	0
20 Council of Justice	7,984	6,764	1,220	0	0	0	0	0	0
102 Constitutional Bodies	7,984	6,764	1,220	0	0	0	0	0	0
21 National Human Rights Commission	67,800	67,200	600	0	0	0	0	0	0
102 Constitutional Bodies	67,800	67,200	600	0	0	0	0	0	0
27 National Vigilance Center	31,994	31,369	625	0	0	0	0	0	0
103 General Administration	31,994	31,369	625	0	0	0	0	0	0
30 Prime Minister and Council of Minister's Office	2,042,480	196,366	1,846,114	0	0	0	0	0	0
103 General Administration	271,757	116,318	155,439	0	0	0	0	0	0
116 Others - Social	1,770,723	80,048	1,690,675	0	0	0	0	0	0
35 Ministry of Finance	1,361,305	832,800	528,505	0	0	0	0	0	0
103 General Administration	75,380	52,480	22,900	0	0	0	0	0	0
105 Revenue & Financial Administration	1,011,148	764,013	247,135	0	0	0	0	0	0
117 Agriculture	93,400	0	93,400	0	0	0	0	0	0
118 Irrigation	2,200	0	2,200	0	0	0	0	0	0
131 Others - Economic	174,757	12,337	162,420	0	0	0	0	0	0

Ministry/Sector	Fiscal year 2007/08			Fiscal year 2008/09			Fiscal year 2009/010		
	Total	Recurrent	Capital and Principal Repayment	Total	Recurrent	Capital and Principal Repayment	Total	Recurrent	Capital and Principal Repayment
134 Miscellaneous	4,420	3,970	450	0	0	0	0	0	0
38 Ministry of Industry, Commerce & Supply	1,293,367	957,273	336,094	0	0	0	0	0	0
103 General Administration	32,779	29,499	3,280	0	0	0	0	0	0
109 Health	70,000	70,000	0	0	0	0	0	0	0
121 Industry	632,784	536,455	96,329	0	0	0	0	0	0
128 Supply	390,000	260,000	130,000	0	0	0	0	0	0
129 Commerce	167,804	61,319	106,485	0	0	0	0	0	0
39 Ministry of Law, Justice and Parliamentary Affairs	48,509	37,714	10,795	0	0	0	0	0	0
103 General Administration	48,509	37,714	10,795	0	0	0	0	0	0
40 Ministry of Agriculture & Cooperatives	4,176,853	3,584,226	592,627	0	0	0	0	0	0
103 General Administration	25,685	23,325	2,360	0	0	0	0	0	0
117 Agriculture	3,981,168	3,515,901	465,267	0	0	0	0	0	0
118 Irrigation	170,000	45,000	125,000	0	0	0	0	0	0
45 Ministry of Home	10,647,649	9,973,825	673,824	0	0	0	0	0	0
103 General Administration	1,077,904	971,359	106,545	0	0	0	0	0	0
104 Police	9,561,989	8,994,710	567,279	0	0	0	0	0	0
116 Others - Social	7,756	7,756	0	0	0	0	0	0	0
47 Ministry of Water Resources	4,253,108	598,187	3,654,921	0	0	0	0	0	0
103 General Administration	14,646	13,866	780	0	0	0	0	0	0
118 Irrigation	3,819,251	539,408	3,279,843	0	0	0	0	0	0
125 Electricity	419,211	44,913	374,298	0	0	0	0	0	0
48 Ministry of Physical Planning and Works	14,606,381	1,216,377	13,390,004	0	0	0	0	0	0
103 General Administration	35,731	34,731	1,000	0	0	0	0	0	0
110 Drinking Water	4,270,234	524,068	3,746,166	0	0	0	0	0	0
115 Housing	1,463,540	264,499	1,199,041	0	0	0	0	0	0
123 Road Transportation	8,836,876	393,079	8,443,797	0	0	0	0	0	0
49 Ministry of Culture, Tourism and Civil Aviation	595,530	293,143	302,387	0	0	0	0	0	0
103 General Administration	56,900	51,100	5,800	0	0	0	0	0	0
114 Youth, Sports & Culture	451,680	190,883	260,797	0	0	0	0	0	0
115 Housing	20,000	5,500	14,500	0	0	0	0	0	0

Ministry/Sector	Fiscal year 2007/08			Fiscal year 2008/09			Fiscal year 2009/010		
	Total	Recurrent	Capital and Principal Repayment	Total	Recurrent	Capital and Principal Repayment	Total	Recurrent	Capital and Principal Repayment
124 Air Transportation	3,800	3,600	200	0	0	0	0	0	0
126 Tourism	63,150	42,060	21,090	0	0	0	0	0	0
50 Ministry of Foreign Affairs	1,144,939	1,101,957	42,982	0	0	0	0	0	0
103 General Administration	1,144,939	1,101,957	42,982	0	0	0	0	0	0
55 Ministry of Land Reform and Management	978,051	815,721	162,330	0	0	0	0	0	0
103 General Administration	16,755	14,935	1,820	0	0	0	0	0	0
119 Land Reform & Survey	961,296	800,786	160,510	0	0	0	0	0	0
56 Ministry of Women, Children & Social Welfare	555,596	493,972	61,624	0	0	0	0	0	0
103 General Administration	43,664	23,564	20,100	0	0	0	0	0	0
113 Women, Children & Social Welfare	511,932	470,408	41,524	0	0	0	0	0	0
58 Ministry of Defence	10,916,554	10,190,238	726,316	0	0	0	0	0	0
103 General Administration	17,014	6,814	10,200	0	0	0	0	0	0
107 Defence	10,899,540	10,183,424	716,116	0	0	0	0	0	0
59 Ministry of Forest and Soil Conservation	2,316,219	2,003,879	312,340	0	0	0	0	0	0
103 General Administration	17,539	16,614	925	0	0	0	0	0	0
120 Forest	2,298,680	1,987,265	311,415	0	0	0	0	0	0
61 Ministry of Environment, Science & Technology	1,435,328	278,843	1,156,485	0	0	0	0	0	0
103 General Administration	65,035	50,675	14,360	0	0	0	0	0	0
116 Others - Social	169,528	66,177	103,351	0	0	0	0	0	0
121 Industry	29,080	19,180	9,900	0	0	0	0	0	0
122 Communications	43,253	12,143	31,110	0	0	0	0	0	0
125 Electricity	1,052,152	79,483	972,669	0	0	0	0	0	0
127 Metereology	76,280	51,185	25,095	0	0	0	0	0	0
62 Ministry of Peace & Reconstruction	1,194,380	191,080	1,003,300	0	0	0	0	0	0
103 General Administration	70,460	69,460	1,000	0	0	0	0	0	0
116 Others - Social	1,123,920	121,620	1,002,300	0	0	0	0	0	0
65 Ministry of Education & Sports	28,390,000	25,744,519	2,645,481	0	0	0	0	0	0
103 General Administration	114,974	90,324	24,650	0	0	0	0	0	0
108 Education	28,072,026	25,456,195	2,615,831	0	0	0	0	0	0
114 Youth, Sports & Culture	203,000	198,000	5,000	0	0	0	0	0	0

Ministry/Sector	Fiscal year 2007/08			Fiscal year 2008/09			Fiscal year 2009/010		
	Total	Recurrent	Capital and Principal Repayment	Total	Recurrent	Capital and Principal Repayment	Total	Recurrent	Capital and Principal Repayment
66 Ministry of General Administration	169,375	162,050	7,325	0	0	0	0	0	0
103 General Administration	169,375	162,050	7,325	0	0	0	0	0	0
67 Ministry of Information and Communications	2,129,299	1,360,679	768,620	0	0	0	0	0	0
103 General Administration	49,211	43,291	5,920	0	0	0	0	0	0
122 Communications	2,080,088	1,317,388	762,700	0	0	0	0	0	0
69 Ministry of Local Development	13,083,956	3,171,402	9,912,554	0	0	0	0	0	0
103 General Administration	71,426	66,076	5,350	0	0	0	0	0	0
109 Health	46,200	46,200	0	0	0	0	0	0	0
110 Drinking Water	596,083	29,783	566,300	0	0	0	0	0	0
111 Local Development	11,030,578	2,066,112	8,964,466	0	0	0	0	0	0
116 Others - Social	951,800	951,800	0	0	0	0	0	0	0
123 Road Transportation	387,869	11,431	376,438	0	0	0	0	0	0
70 Ministry of Health and Population	12,098,583	9,171,913	2,926,670	0	0	0	0	0	0
103 General Administration	25,855	25,855	0	0	0	0	0	0	0
109 Health	12,062,320	9,135,750	2,926,570	0	0	0	0	0	0
112 Population & Environment	10,408	10,308	100	0	0	0	0	0	0
71 Ministry of Labour & Transport Management	241,830	202,442	39,388	0	0	0	0	0	0
103 General Administration	13,065	13,065	0	0	0	0	0	0	0
123 Road Transportation	111,116	75,616	35,500	0	0	0	0	0	0
130 Labour	117,649	113,761	3,888	0	0	0	0	0	0
72 National Planning Commission Secretariat	430,000	318,516	111,484	0	0	0	0	0	0
103 General Administration	87,376	27,660	59,716	0	0	0	0	0	0
106 Planning & Statistics	170,058	143,938	26,120	0	0	0	0	0	0
116 Others - Social	72,566	72,491	75	0	0	0	0	0	0
131 Others - Economic	100,000	74,427	25,573	0	0	0	0	0	0
81 Ministry of Finance - Repayment of Domestic Debt	11,947,516	4,665,889	7,281,627	0	0	0	0	0	0
132 Internal Loan Payment	11,947,516	4,665,889	7,281,627	0	0	0	0	0	0
82 Ministry of Finance - Repayment of Foreign Debt - Multilateral	8,156,300	2,338,200	5,818,100	0	0	0	0	0	0
133 External Loan Payment	8,156,300	2,338,200	5,818,100	0	0	0	0	0	0
83 Ministry of Finance - Repayment of Foreign Debt - Bilateral	2,840,800	379,100	2,461,700	0	0	0	0	0	0

Ministry/Sector	Fiscal year 2007/08			Fiscal year 2008/09			Fiscal year 2009/010		
	Total	Recurrent	Capital and Principal Repayment	Total	Recurrent	Capital and Principal Repayment	Total	Recurrent	Capital and Principal Repayment
133 External Loan Payment	2,840,800	379,100	2,461,700	0	0	0	0	0	0
87 Ministry of Finance - Investments - Public Enterprises	10,510,987	0	10,510,987	0	0	0	0	0	0
110 Drinking Water	461,500	0	461,500	0	0	0	0	0	0
117 Agriculture	1,750,000	0	1,750,000	0	0	0	0	0	0
121 Industry	500,000	0	500,000	0	0	0	0	0	0
122 Communications	20,000	0	20,000	0	0	0	0	0	0
124 Air Transportation	133,600	0	133,600	0	0	0	0	0	0
125 Electricity	6,178,162	0	6,178,162	0	0	0	0	0	0
131 Others - Economic	1,467,725	0	1,467,725	0	0	0	0	0	0
90 Ministry of Finance - Retirement Facilities & Staff Facilities	11,257,500	11,257,500	0	0	0	0	0	0	0
134 Miscellaneous	11,257,500	11,257,500	0	0	0	0	0	0	0
95 Ministry of Finance - Miscellaneous	6,573,036	3,445,873	3,127,163	0	0	0	0	0	0
111 Local Development	100,000	30,000	70,000	0	0	0	0	0	0
131 Others - Economic	1,705,036	217,873	1,487,163	0	0	0	0	0	0
134 Miscellaneous	4,768,000	3,198,000	1,570,000	0	0	0	0	0	0
Gtand Total	168,995,600	98,172,491	70,823,109	0	0	0	0	0	0

Sector-wise Prioritization of Budget, Fiscal Year 2007/08

Annex 8
(Rs. in '000')

Sector/Ministry	1st Priority		2nd Priority		3rd Priority		Total
	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	
Constitutional Bodies	3,092,961	403,035	37,200	0	0	0	3,533,196
11 Constitutional Bodies	3,092,961	403,035	37,200	0	0	0	3,533,196
13 Parliament	327,710	27,150	0	0	0	0	354,860
14 Court	674,171	260,750	0	0	0	0	934,921
15 Commission for Investigation of Abuse of Authority	76,335	3,000	0	0	0	0	79,335
16 Office of the Auditor General	93,222	9,875	0	0	0	0	103,097
17 Public Service Commission	83,230	57,000	0	0	0	0	140,230
18 Election Commission	1,649,903	8,700	0	0	0	0	1,658,603
19 Office of the Attorney General	151,626	34,740	0	0	0	0	186,366
20 Council of Justice	6,764	1,220	0	0	0	0	7,984
21 National Human Rights Commission	30,000	600	37,200	0	0	0	67,800
General Administration	12,718,099	1,252,593	263,656	53,240	22,284	46,275	14,356,147
12 General Administration	2,965,319	456,264	118,695	9,310	17,364	46,000	3,612,952
14 Court	27,277	7,702	0	0	0	0	34,979
27 National Vigilance Center	31,369	625	0	0	0	0	31,994
30 Prime Minister and Council of Minister's Office	116,318	155,439	0	0	0	0	271,757
35 Ministry of Finance	52,480	22,900	0	0	0	0	75,380
38 Ministry of Industry, Commerce & Supply	29,499	3,280	0	0	0	0	32,779
39 Ministry of Law, Justice and Parliamentary Affairs	37,714	10,795	0	0	0	0	48,509
40 Ministry of Agriculture & Cooperatives	23,325	2,360	0	0	0	0	25,685
45 Ministry of Home	942,545	60,095	11,450	450	17,364	46,000	1,077,904
47 Ministry of Water Resources	13,866	780	0	0	0	0	14,646
48 Ministry of Physical Planning and Works	34,731	1,000	0	0	0	0	35,731
49 Ministry of Culture, Tourism and Civil Aviation	51,100	5,800	0	0	0	0	56,900
50 Ministry of Foreign Affairs	1,101,957	42,982	0	0	0	0	1,144,939
55 Ministry of Land Reform and Management	14,935	1,820	0	0	0	0	16,755
56 Ministry of Women, Children & Social Welfare	23,564	20,100	0	0	0	0	43,664
58 Ministry of Defence	6,814	10,200	0	0	0	0	17,014
59 Ministry of Forest and Soil Conservation	16,614	925	0	0	0	0	17,539
61 Ministry of Environment, Science & Technology	42,490	5,500	8,185	8,860	0	0	65,035

Sector/Ministry	1st Priority		2nd Priority		3rd Priority		Total
	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	
62 Ministry of Peace & Reconstruction	69,460	1,000	0	0	0	0	70,460
65 Ministry of Education & Sports	90,324	24,650	0	0	0	0	114,974
66 Ministry of General Administration	72,050	7,325	90,000	0	0	0	169,375
67 Ministry of Information and Communications	43,291	5,920	0	0	0	0	49,211
69 Ministry of Local Development	57,016	5,350	9,060	0	0	0	71,426
70 Ministry of Health and Population	25,855	0	0	0	0	0	25,855
71 Ministry of Labour & Transport Management	13,065	0	0	0	0	0	13,065
72 National Planning Commission Secretariat	27,660	59,716	0	0	0	0	87,376
13 Police	8,994,710	567,279	0	0	0	0	9,561,989
45 Ministry of Home	8,994,710	567,279	0	0	0	0	9,561,989
14 Revenue & Financial Administration	686,155	229,050	72,938	17,810	4,920	275	1,011,148
35 Ministry of Finance	686,155	229,050	72,938	17,810	4,920	275	1,011,148
15 Planning & Statistics	71,915	0	72,023	26,120	0	0	170,058
72 National Planning Commission Secretariat	71,915	0	72,023	26,120	0	0	170,058
Defence	10,164,989	715,921	12,325	50	6,110	145	10,899,540
21 Defence	10,164,989	715,921	12,325	50	6,110	145	10,899,540
58 Ministry of Defence	10,164,989	715,921	12,325	50	6,110	145	10,899,540
Social Services	35,391,425	21,338,026	4,259,053	2,256,520	147,120	73,650	63,465,794
31 Education	22,061,188	2,405,021	3,360,607	210,810	34,400	0	28,072,026
65 Ministry of Education & Sports	22,061,188	2,405,021	3,360,607	210,810	34,400	0	28,072,026
69 Ministry of Local Development	0	0	0	0	0	0	0
32 Health	8,704,061	2,622,300	525,889	302,270	22,000	2,000	12,178,520
38 Ministry of Industry, Commerce & Supply	70,000	0	0	0	0	0	70,000
69 Ministry of Local Development	0	0	46,200	0	0	0	46,200
70 Ministry of Health and Population	8,634,061	2,622,300	479,689	302,270	22,000	2,000	12,062,320
33 Drinking Water	545,026	4,635,501	8,825	138,465	0	0	5,327,817
48 Ministry of Physical Planning and Works	515,243	3,737,701	8,825	8,465	0	0	4,270,234
69 Ministry of Local Development	29,783	566,300	0	0	0	0	596,083
87 Ministry of Finance - Investments - Public Enterprises	0	331,500	0	130,000	0	0	461,500
34 Local Development	2,012,629	7,572,176	52,263	1,450,340	31,220	11,950	11,130,578

Sector/Ministry	1st Priority		2nd Priority		3rd Priority		Total
	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	
69 Ministry of Local Development	1,982,629	7,502,176	52,263	1,450,340	31,220	11,950	11,030,578
95 Ministry of Finance - Miscellaneous	30,000	70,000	0	0	0	0	100,000
35 Other Social Services	2,068,521	4,103,028	311,469	154,635	59,500	59,700	6,756,853
112 Population & Environment	10,308	0	0	0	0	0	10,408
70 Ministry of Health and Population	10,308	100	0	0	0	0	10,408
113 Women, Children & Social Welfare	466,408	0	4,000	0	0	0	511,932
56 Ministry of Women, Children & Social Welfare	466,408	41,524	4,000	0	0	0	511,932
114 Youth, Sports & Culture	120,048	17,000	211,835	17,000	57,000	32,200	654,680
49 Ministry of Culture, Tourism and Civil Aviation	120,048	216,597	13,835	12,000	57,000	32,200	451,680
65 Ministry of Education & Sports	0	0	198,000	5,000	0	0	203,000
115 Housing	213,281	114,635	54,218	114,635	2,500	27,500	1,483,540
45 Ministry of Home	0	0	0	0	0	0	0
48 Ministry of Physical Planning and Works	207,781	1,056,906	54,218	114,635	2,500	27,500	1,463,540
49 Ministry of Culture, Tourism and Civil Aviation	5,500	14,500	0	0	0	0	20,000
116 Others - Social	1,258,476	23,000	41,416	23,000	0	0	4,096,293
30 Prime Minister and Council of Minister's Office	80,048	1,690,675	0	0	0	0	1,770,723
45 Ministry of Home	7,756	0	0	0	0	0	7,756
61 Ministry of Environment, Science & Technology	24,761	80,351	41,416	23,000	0	0	169,528
62 Ministry of Peace & Reconstruction	121,620	1,002,300	0	0	0	0	1,123,920
69 Ministry of Local Development	951,800	0	0	0	0	0	951,800
72 National Planning Commission Secretariat	72,491	75	0	0	0	0	72,566
Economic Services	8,254,749	19,291,764	1,891,562	8,194,263	68,299	65,750	37,766,387
41 Agriculture	2,974,987	435,597	540,914	1,873,070	0	0	5,824,568
35 Ministry of Finance	0	84,700	0	8,700	0	0	93,400
40 Ministry of Agriculture & Cooperatives	2,974,987	350,897	540,914	114,370	0	0	3,981,168
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	1,750,000	0	0	1,750,000
42 Irrigation	515,990	3,133,968	33,985	267,075	34,433	6,000	3,991,451
35 Ministry of Finance	0	2,200	0	0	0	0	2,200
40 Ministry of Agriculture & Cooperatives	45,000	125,000	0	0	0	0	170,000
47 Ministry of Water Resources	470,990	3,006,768	33,985	267,075	34,433	6,000	3,819,251

Sector/Ministry	1st Priority		2nd Priority		3rd Priority		Total
	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	
43 Land Reform & Survey	800,786	160,510	0	0	0	0	961,296
55 Ministry of Land Reform and Management	800,786	160,510	0	0	0	0	961,296
44 Forest	1,267,461	278,306	719,804	33,109	0	0	2,298,680
59 Ministry of Forest and Soil Conservation	1,267,461	278,306	719,804	33,109	0	0	2,298,680
45 Industry	528,804	103,650	26,831	502,579	0	0	1,161,864
38 Ministry of Industry, Commerce & Supply	509,624	93,750	26,831	2,579	0	0	632,784
61 Ministry of Environment, Science & Technology	19,180	9,900	0	0	0	0	29,080
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	500,000	0	0	500,000
46 Communications	1,133,316	772,475	196,215	41,335	0	0	2,143,341
61 Ministry of Environment, Science & Technology	0	0	12,143	31,110	0	0	43,253
67 Ministry of Information and Communications	1,133,316	752,475	184,072	10,225	0	0	2,080,088
87 Ministry of Finance - Investments - Public Enterprises	0	20,000	0	0	0	0	20,000
47 Transportation	346,601	6,568,635	133,525	2,380,700	3,600	40,200	9,473,261
123 Road Transportation	346,601	2,380,700	133,525	2,380,700	0	40,000	9,335,861
48 Ministry of Physical Planning and Works	272,448	6,058,597	120,631	2,345,200	0	40,000	8,836,876
69 Ministry of Local Development	11,431	376,438	0	0	0	0	387,869
71 Ministry of Labour & Transport Management	62,722	0	12,894	35,500	0	0	111,116
124 Air Transportation	0	0	0	0	3,600	200	137,400
49 Ministry of Culture, Tourism and Civil Aviation	0	0	0	0	3,600	200	3,800
87 Ministry of Finance - Investments - Public Enterprises	0	133,600	0	0	0	0	133,600
48 Electricity	107,865	6,099,829	13,080	1,421,800	3,451	3,500	7,649,525
47 Ministry of Water Resources	28,382	156,198	13,080	214,600	3,451	3,500	419,211
61 Ministry of Environment, Science & Technology	79,483	972,669	0	0	0	0	1,052,152
87 Ministry of Finance - Investments - Public Enterprises	0	4,970,962	0	1,207,200	0	0	6,178,162
49 Other Economic Services	578,939	1,738,794	227,208	1,674,595	26,815	16,050	4,262,401
126 Tourism	15,245	0	0	0	26,815	6,050	63,150
49 Ministry of Culture, Tourism and Civil Aviation	15,245	15,040	0	0	26,815	6,050	63,150
127 Metereology	46,447	5,850	4,738	5,850	0	0	76,280
61 Ministry of Environment, Science & Technology	46,447	19,245	4,738	5,850	0	0	76,280
128 Supply	260,000	0	0	0	0	0	390,000

Sector/Ministry	1st Priority		2nd Priority		3rd Priority		Total
	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	
38 Ministry of Industry, Commerce & Supply	260,000	130,000	0	0	0	0	390,000
129 Commerce	52,936	350	8,383	350	0	0	167,804
38 Ministry of Industry, Commerce & Supply	52,936	106,135	8,383	350	0	0	167,804
130 Labour	99,674	670	14,087	670	0	0	117,649
71 Ministry of Labour & Transport Management	99,674	3,218	14,087	670	0	0	117,649
131 Others - Economic	104,637	1,667,725	200,000	1,667,725	0	10,000	3,447,518
35 Ministry of Finance	12,337	152,420	0	0	0	10,000	174,757
72 National Planning Commission Secretariat	74,427	25,573	0	0	0	0	100,000
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	1,467,725	0	0	1,467,725
95 Ministry of Finance - Miscellaneous	17,873	1,287,163	200,000	200,000	0	0	1,705,036
Loan Payment	7,383,189	15,561,427	0	0	0	0	22,944,616
73 Internal Loan Payment	4,665,889	7,281,627	0	0	0	0	11,947,516
81 Ministry of Finance - Repayment of Domestic Debt	4,665,889	7,281,627	0	0	0	0	11,947,516
74 External Loan Payment	2,717,300	8,279,800	0	0	0	0	10,997,100
82 Ministry of Finance - Repayment of Foreign Debt - Multilateral	2,338,200	5,818,100	0	0	0	0	8,156,300
83 Ministry of Finance - Repayment of Foreign Debt - Bilateral	379,100	2,461,700	0	0	0	0	2,840,800
Miscellaneous	13,360,500	0	353,970	1,570,450	745,000	0	16,029,920
80 Miscellaneous	13,360,500	0	353,970	1,570,450	745,000	0	16,029,920
35 Ministry of Finance	0	0	3,970	450	0	0	4,420
90 Ministry of Finance - Retirement Facilities & Staff Facilities	11,257,500	0	0	0	0	0	11,257,500
95 Ministry of Finance - Miscellaneous	2,103,000	0	350,000	1,570,000	745,000	0	4,768,000
Grand Total	90,365,912	58,562,766	6,817,766	12,074,523	988,813	185,820	168,995,600
Priority Total	148,928,678		18,892,289		1,174,633		

Sector-wise Strategic Allocation ,Fiscal Year -2007/08

Annex-8 A
(Rs. in '000)

Sector/Ministry	01-Relief, Reconstruction and Reintegration		02-Employment oriented, Pro-poor and Broad Based Economic Growth		03-Good Governance and Effective Service Delivery		04-Physical Infrastructure Development		05-Inclusive Development and Targeted Programs		07-General Administration		Total
	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	
Constitutional Bodies	0	0	0	0	84,506	366,965	0	0	0	0	0	0	3,5
11 Constitutional Bodies	0	0	0	0	84,506	366,965	0	0	0	0	0	0	3,5
13 Parliament	0	0	0	0	0	0	0	0	0	0	327,710	27,150	3
14 Court	0	0	0	0	12,000	260,250	0	0	0	0	662,171	500	9
15 Commission for Investigation of Abuse of Authority	0	0	0	0	11,760	3,000	0	0	0	0	64,575	0	
16 Office of the Auditor General	0	0	0	0	7,200	9,875	0	0	0	0	86,022	0	1
17 Public Service Commission	0	0	0	0	6,250	57,000	0	0	0	0	76,980	0	1
18 Election Commission	0	0	0	0	0	5,000	0	0	0	0	1,649,903	3,700	1,6
19 Office of the Attorney General	0	0	0	0	10,096	31,840	0	0	0	0	141,530	2,900	1
20 Council of Justice	0	0	0	0	0	0	0	0	0	0	6,764	1,220	
21 National Human Rights Commission	0	0	0	0	37,200	0	0	0	0	0	30,000	600	
General Administration	0	0	0	0	147,820	78,620	0	0	0	0	0	0	14,3
12 General Administration	0	0	0	0	23,417	50,000	0	0	0	0	0	0	3,6
14 Court	0	0	0	0	10,417	4,000	0	0	0	0	16,860	3,702	
27 National Vigilance Center	0	0	0	0	0	0	0	0	0	0	31,369	625	
30 Prime Minister and Council of Minister's Office	0	0	0	0	0	0	0	0	0	0	116,318	155,439	2
35 Ministry of Finance	0	0	0	0	0	0	0	0	0	0	52,480	22,900	
38 Ministry of Industry, Commerce & Supply	0	0	0	0	0	0	0	0	0	0	29,499	3,280	
39 Ministry of Law, Justice and Parliamentary Affairs	0	0	0	0	0	0	0	0	0	0	37,714	10,795	
40 Ministry of Agriculture & Cooperatives	0	0	0	0	0	0	0	0	0	0	23,325	2,360	
45 Ministry of Home	0	0	0	0	13,000	46,000	0	0	0	0	958,359	60,545	1,0
47 Ministry of Water Resources	0	0	0	0	0	0	0	0	0	0	13,866	780	
48 Ministry of Physical Planning and Works	0	0	0	0	0	0	0	0	0	0	34,731	1,000	
49 Ministry of Culture, Tourism and Civil Aviation	0	0	0	0	0	0	0	0	0	0	51,100	5,800	
50 Ministry of Foreign Affairs	0	0	0	0	0	0	0	0	0	0	1,101,957	42,982	1,1
55 Ministry of Land Reform and Management	0	0	0	0	0	0	0	0	0	0	14,935	1,820	
56 Ministry of Women, Children & Social Welfare	0	0	0	0	0	0	0	0	0	0	23,564	20,100	
58 Ministry of Defence	0	0	0	0	0	0	0	0	0	0	6,814	10,200	
59 Ministry of Forest and Soil Conservation	0	0	0	0	0	0	0	0	0	0	16,614	925	
61 Ministry of Environment, Science & Technology	0	0	0	0	0	0	0	0	0	0	50,675	14,360	
62 Ministry of Peace & Reconstruction	0	0	0	0	0	0	0	0	0	0	69,460	1,000	

Sector/Ministry	01-Relief, Reconstruction and Reintegration		02-Employment oriented, Pro-poor and Broad Based Economic Growth		03-Good Governance and Effective Service Delivery		04-Physical Infrastructure Development		05-Inclusive Development and Targeted Programs		07-General Administration		Total
	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	
65 Ministry of Education & Sports	0	0	0	0	0	0	0	0	0	0	90,324	24,650	1
66 Ministry of General Administration	0	0	0	0	0	0	0	0	0	0	162,050	7,325	1
67 Ministry of Information and Communications	0	0	0	0	0	0	0	0	0	0	43,291	5,920	
69 Ministry of Local Development	0	0	0	0	0	0	0	0	0	0	66,076	5,350	
70 Ministry of Health and Population	0	0	0	0	0	0	0	0	0	0	25,855	0	
71 Ministry of Labour & Transport Management	0	0	0	0	0	0	0	0	0	0	13,065	0	
72 National Planning Commission Secretariat	0	0	0	0	0	0	0	0	0	0	27,660	59,716	
13 Police	0	0	0	0	0	0	0	0	0	0	0	0	9,5
45 Ministry of Home	0	0	0	0	0	0	0	0	0	0	8,994,710	567,279	9,5
14 Revenue & Financial Administration	0	0	0	0	52,380	2,500	0	0	0	0	0	0	1,0
35 Ministry of Finance	0	0	0	0	52,380	2,500	0	0	0	0	711,633	244,635	1,0
15 Planning & Statistics	0	0	0	0	72,023	26,120	0	0	0	0	0	0	1
72 National Planning Commission Secretariat	0	0	0	0	72,023	26,120	0	0	0	0	71,915	0	1
Defence	0	0	0	0	0	0	0	0	0	0	0	0	10,8
21 Defence	0	0	0	0	0	0	0	0	0	0	0	0	10,8
58 Ministry of Defence	0	0	0	0	0	0	0	0	0	0	10,183,424	716,116	10,8
Social Services	134,515	1,886,550	532,465	1,205,841	5,958,714	3,053,514	2,472,884	11,861,411	0	0	0	0	63,4
31 Education	0	0	375,735	85,160	0	0	0	0	0	0	0	0	28,0
65 Ministry of Education & Sports	0	0	375,735	85,160	0	0	0	0	6,844,435	2,379,075	18,236,025	151,596	28,0
69 Ministry of Local Development	0	0	0	0	0	0	0	0	0	0	0	0	
32 Health	0	0	0	0	5,868,879	2,440,694	84,988	342,788	0	0	0	0	12,1
38 Ministry of Industry, Commerce & Supply	0	0	0	0	0	0	0	0	70,000	0	0	0	
69 Ministry of Local Development	0	0	0	0	46,200	0	0	0	0	0	0	0	
70 Ministry of Health and Population	0	0	0	0	5,822,679	2,440,694	84,988	342,788	168,450	26,760	3,059,633	116,328	12,0
33 Drinking Water	250	29,750	0	0	29,667	90,610	501,668	4,653,056	0	0	0	0	5,3
48 Ministry of Physical Planning and Works	250	29,750	0	0	29,667	50,610	471,885	3,665,256	0	0	22,266	550	4,2
69 Ministry of Local Development	0	0	0	0	0	0	29,783	566,300	0	0	0	0	5
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	0	0	40,000	0	421,500	0	0	0	0	4
34 Local Development	0	800,000	146,422	1,110,581	34,343	13,230	1,790,968	6,197,581	0	0	0	0	11,1
69 Ministry of Local Development	0	800,000	146,422	1,110,581	34,343	13,230	1,790,968	6,197,581	76,478	842,924	17,901	150	11,0
95 Ministry of Finance - Miscellaneous	0	0	0	0	0	0	0	0	30,000	70,000	0	0	1

Sector/Ministry	01-Relief, Reconstruction and Reintegration		02-Employment oriented, Pro-poor and Broad Based Economic Growth		03-Good Governance and Effective Service Delivery		04-Physical Infrastructure Development		05-Inclusive Development and Targeted Programs		07-General Administration		Total
	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	
35 Other Social Services	134,265	1,056,800	10,308	10,100	25,825	508,980	95,260	667,986	0	0	0	0	6,7
112 Population & Environment	0	0	10,308	100	0	0	0	0	0	0	0	0	
70 Ministry of Health and Population	0	0	10,308	100	0	0	0	0	0	0	0	0	
113 Women, Children & Social Welfare	0	0	0	0	4,000	0	0	0	413,408	41,524	53,000	0	5
56 Ministry of Women, Children & Social Welfare	0	0	0	0	4,000	0	0	0	413,408	41,524	53,000	0	5
114 Youth, Sports & Culture	16,790	34,550	0	0	0	0	0	0	110,335	224,200	261,758	7,047	6
49 Ministry of Culture, Tourism and Civil Aviation	16,790	34,550	0	0	0	0	0	0	96,835	224,200	77,258	2,047	4
65 Ministry of Education & Sports	0	0	0	0	0	0	0	0	13,500	0	184,500	5,000	2
115 Housing	5,855	22,250	0	0	8,405	508,980	42,503	624,486	5,500	14,500	207,736	43,325	1,4
45 Ministry of Home	0	0	0	0	0	0	0	0	0	0	0	0	
48 Ministry of Physical Planning and Works	5,855	22,250	0	0	8,405	508,980	42,503	624,486	0	0	207,736	43,325	1,4
49 Ministry of Culture, Tourism and Civil Aviation	0	0	0	0	0	0	0	0	5,500	14,500	0	0	
116 Others - Social	111,620	1,000,000	0	10,000	13,420	0	52,757	43,500	160,295	1,740,601	961,800	2,300	4,0
30 Prime Minister and Council of Minister's Office	0	0	0	0	0	0	0	0	80,048	1,690,675	0	0	1,7
45 Ministry of Home	0	0	0	0	0	0	0	0	7,756	0	0	0	
61 Ministry of Environment, Science & Technology	0	0	0	10,000	13,420	0	52,757	43,500	0	49,851	0	0	1
62 Ministry of Peace & Reconstruction	111,620	1,000,000	0	0	0	0	0	0	0	0	10,000	2,300	1,1
69 Ministry of Local Development	0	0	0	0	0	0	0	0	0	0	951,800	0	9
72 National Planning Commission Secretariat	0	0	0	0	0	0	0	0	72,491	75	0	0	
Economic Services	64,205	1,431,375	4,398,679	9,371,320	452,405	992,715	410,540	13,692,585	0	0	0	0	37,7
41 Agriculture	0	0	3,214,773	2,210,182	0	30,000	75,628	4,278	0	0	0	0	5,8
35 Ministry of Finance	0	0	0	93,400	0	0	0	0	0	0	0	0	
40 Ministry of Agriculture & Cooperatives	0	0	3,214,773	366,782	0	30,000	75,628	4,278	23,025	2,500	202,475	61,707	3,9
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	1,750,000	0	0	0	0	0	0	0	0	1,7
42 Irrigation	43,010	183,475	14,770	908,691	16,089	8,500	182,847	2,280,677	0	0	0	0	3,9
35 Ministry of Finance	0	0	0	0	0	0	0	0	0	2,200	0	0	
40 Ministry of Agriculture & Cooperatives	0	0	0	0	0	0	45,000	125,000	0	0	0	0	1
47 Ministry of Water Resources	43,010	183,475	14,770	908,691	16,089	8,500	137,847	2,155,677	0	20,000	327,692	3,500	3,8
43 Land Reform & Survey	12,995	80	17,420	0	267,729	155,960	0	0	0	0	0	0	9
55 Ministry of Land Reform and Management	12,995	80	17,420	0	267,729	155,960	0	0	0	0	502,642	4,470	9
44 Forest	0	0	374,131	247,180	28,710	22,161	0	0	0	0	0	0	2,2

Sector/Ministry	01-Relief, Reconstruction and Reintegration		02-Employment oriented, Pro-poor and Broad Based Economic Growth		03-Good Governance and Effective Service Delivery		04-Physical Infrastructure Development		05-Inclusive Development and Targeted Programs		07-General Administration		Total
	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	
59 Ministry of Forest and Soil Conservation	0	0	374,131	247,180	28,710	22,161	0	0	88,337	35,459	1,496,087	6,615	2,2
45 Industry	0	0	280,479	515,009	10,707	574	26,937	13,950	0	0	0	0	1,1
38 Ministry of Industry, Commerce & Supply	0	0	280,479	15,009	10,707	574	7,757	4,050	0	0	237,512	76,696	6
61 Ministry of Environment, Science & Technology	0	0	0	0	0	0	19,180	9,900	0	0	0	0	
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	500,000	0	0	0	0	0	0	0	0	5
46 Communications	0	0	0	0	79,933	649,200	12,143	131,110	0	0	0	0	2,1
61 Ministry of Environment, Science & Technology	0	0	0	0	0	0	12,143	31,110	0	0	0	0	
67 Ministry of Information and Communications	0	0	0	0	79,933	629,200	0	100,000	0	0	1,237,455	33,500	2,0
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	0	0	20,000	0	0	0	0	0	0	
47 Transportation	0	235,000	34,630	3,020,204	16,494	85,700	60,080	5,648,631	0	0	0	0	9,4
123 Road Transportation	0	235,000	34,630	3,020,204	12,894	85,500	60,080	5,515,031	0	0	372,522	0	9,3
48 Ministry of Physical Planning and Works	0	235,000	34,630	3,020,204	0	50,000	48,649	5,138,593	0	0	309,800	0	8,8
69 Ministry of Local Development	0	0	0	0	0	0	11,431	376,438	0	0	0	0	3
71 Ministry of Labour & Transport Management	0	0	0	0	12,894	35,500	0	0	0	0	62,722	0	1
124 Air Transportation	0	0	0	0	3,600	200	0	133,600	0	0	0	0	1
49 Ministry of Culture, Tourism and Civil Aviation	0	0	0	0	3,600	200	0	0	0	0	0	0	
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	0	0	0	0	133,600	0	0	0	0	1
48 Electricity	0	0	50,811	452,078	535	34,000	48,480	5,512,551	0	0	0	0	7,6
47 Ministry of Water Resources	0	0	8,183	356,698	535	1,000	11,625	14,600	0	0	24,570	2,000	4
61 Ministry of Environment, Science & Technology	0	0	42,628	95,380	0	0	36,855	877,289	0	0	0	0	1,0
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	0	0	33,000	0	4,620,662	0	1,524,500	0	0	6,1
49 Other Economic Services	8,200	1,012,820	411,665	2,017,976	32,208	6,620	4,425	101,388	0	0	0	0	4,2
126 Tourism	8,200	12,820	0	0	25,815	6,050	0	0	1,000	0	7,045	2,220	
49 Ministry of Culture, Tourism and Civil Aviation	8,200	12,820	0	0	25,815	6,050	0	0	1,000	0	7,045	2,220	
127 Metereology	0	0	33,664	24,850	0	0	0	0	0	0	17,521	245	
61 Ministry of Environment, Science & Technology	0	0	33,664	24,850	0	0	0	0	0	0	17,521	245	
128 Supply	0	0	0	0	0	0	0	0	260,000	130,000	0	0	3
38 Ministry of Industry, Commerce & Supply	0	0	0	0	0	0	0	0	260,000	130,000	0	0	3
129 Commerce	0	0	8,383	350	0	0	4,425	101,388	0	0	48,511	4,747	1
38 Ministry of Industry, Commerce & Supply	0	0	8,383	350	0	0	4,425	101,388	0	0	48,511	4,747	1
130 Labour	0	0	77,318	2,315	6,393	570	0	0	5,000	0	25,050	1,003	1

Sector/Ministry	01-Relief, Reconstruction and Reintegration		02-Employment oriented, Pro-poor and Broad Based Economic Growth		03-Good Governance and Effective Service Delivery		04-Physical Infrastructure Development		05-Inclusive Development and Targeted Programs		07-General Administration		Total
	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	Recurrent	Capital and Principal Repayment	
71 Ministry of Labour & Transport Management	0	0	77,318	2,315	6,393	570	0	0	5,000	0	25,050	1,003	1
131 Others - Economic	0	1,000,000	292,300	1,990,461	0	0	0	0	0	150,000	12,337	2,420	3,4
35 Ministry of Finance	0	0	0	10,000	0	0	0	0	0	150,000	12,337	2,420	1
72 National Planning Commission Secretariat	0	0	74,427	25,573	0	0	0	0	0	0	0	0	1
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	1,467,725	0	0	0	0	0	0	0	0	1,4
95 Ministry of Finance - Miscellaneous	0	1,000,000	217,873	487,163	0	0	0	0	0	0	0	0	1,7
Loan Payment	0	0	0	0	0	0	0	0	0	0	0	0	22,9
73 Internal Loan Payment	0	0	0	0	0	0	0	0	0	0	0	0	11,9
81 Ministry of Finance - Repayment of Domestic Debt	0	0	0	0	0	0	0	0	0	0	4,665,889	7,281,627	11,9
74 External Loan Payment	0	0	0	0	0	0	0	0	0	0	0	0	10,9
82 Ministry of Finance - Repayment of Foreign Debt - Multilateral	0	0	0	0	0	0	0	0	0	0	2,338,200	5,818,100	8,1
83 Ministry of Finance - Repayment of Foreign Debt - Bilateral	0	0	0	0	0	0	0	0	0	0	379,100	2,461,700	2,8
Miscellaneous	0	0	0	0	113,970	450	50,000	1,030,000	0	0	0	0	16,0
80 Miscellaneous	0	0	0	0	113,970	450	50,000	1,030,000	0	0	0	0	16,0
35 Ministry of Finance	0	0	0	0	3,970	450	0	0	0	0	0	0	
90 Ministry of Finance - Retirement Facilities & Staff Facilities	0	0	0	0	0	0	0	0	0	0	11,257,500	0	11,2
95 Ministry of Finance - Miscellaneous	0	0	0	0	110,000	0	50,000	1,030,000	0	0	3,038,000	540,000	4,7
Grand Total	198,720	3,317,925	4,931,144	10,577,161	6,757,415	4,492,264	2,933,424	26,583,996	8,256,263	7,204,243	75,095,525	18,647,520	168,9
Strategy Total	3,516,645		15,508,305		11,249,679		29,517,420		15,460,506		93,743,045		

Note :

1. Strategies are based on three years interim plan (2007/8 - 2009/10).
2. Second and third strategies and sixth and seventh strategies of three years interim plan are merged together into second strategy and fifth strategy respectively.

Sector-wise Gender Responsive Budget, Fiscal Year 2007/08

Annex 8 B
(Rs. in '000)

Description	Directly Supportive		Indirectly Supportive		Neutral		Total
	Recurrent	Capital and Principle Repayment	Recurrent	Capital and Principle Repayment	Recurrent	Capital and Principle Repayment	
Constitutional Bodies	0	0	0	0	3,130,161	403,035	3,533,196
11 Constitutional Bodies	0	0	0	0	3,130,161	403,035	3,533,196
13 Parliament	0	0	0	0	327,710	27,150	354,860
14 Court	0	0	0	0	674,171	260,750	934,921
15 Commission for Investigation of Abuse of Authority	0	0	0	0	76,335	3,000	79,335
16 Office of the Auditor General	0	0	0	0	93,222	9,875	103,097
17 Public Service Commission	0	0	0	0	83,230	57,000	140,230
18 Election Commission	0	0	0	0	1,649,903	8,700	1,658,603
19 Office of the Attorney General	0	0	0	0	151,626	34,740	186,366
20 Council of Justice	0	0	0	0	6,764	1,220	7,984
21 National Human Rights Commission	0	0	0	0	67,200	600	67,800
General Administration	23,825	0	487,271	295,585	12,492,943	1,056,523	14,356,147
12 General Administration	23,825	0	291,325	130,175	2,786,228	381,399	3,612,952
14 Court	0	0	0	0	27,277	7,702	34,979
26 Deputy Prime Minister's Office	0	0	0	0	0	0	0
27 National Vigilance Center	0	0	0	0	31,369	625	31,994
30 Prime Minister and Council of Minister's Office	0	0	0	0	116,318	155,439	271,757
35 Ministry of Finance	0	0	0	0	52,480	22,900	75,380
38 Ministry of Industry, Commerce & Supply	0	0	0	0	29,499	3,280	32,779
39 Ministry of Law, Justice and Parliamentary Affairs	0	0	200	0	37,514	10,795	48,509
40 Ministry of Agriculture & Cooperatives	0	0	0	0	23,325	2,360	25,685
45 Ministry of Home	0	0	226,270	84,645	745,089	21,900	1,077,904
47 Ministry of Water Resources	0	0	500	780	13,366	0	14,646
48 Ministry of Physical Planning and Works	0	0	0	0	34,731	1,000	35,731
49 Ministry of Culture, Tourism and Civil Aviation	0	0	0	0	51,100	5,800	56,900
50 Ministry of Foreign Affairs	0	0	0	0	1,101,957	42,982	1,144,939
55 Ministry of Land Reform and Management	0	0	0	0	14,935	1,820	16,755
56 Ministry of Women, Children & Social Welfare	10,525	0	0	20,100	13,039	0	43,664
58 Ministry of Defence	0	0	0	0	6,814	10,200	17,014
59 Ministry of Forest and Soil Conservation	0	0	0	0	16,614	925	17,539
61 Ministry of Environment, Science & Technology	0	0	0	0	50,675	14,360	65,035
62 Ministry of Peace & Reconstruction	0	0	0	0	69,460	1,000	70,460
65 Ministry of Education & Sports	0	0	59,360	24,650	30,964	0	114,974
66 Ministry of General Administration	0	0	4,695	0	157,355	7,325	169,375

Description	Directly Supportive		Indirectly Supportive		Neutral		Total
	Recurrent	Capital and Principle Repayment	Recurrent	Capital and Principle Repayment	Recurrent	Capital and Principle Repayment	
67 Ministry of Information and Communications	0	0	0	0	43,291	5,920	49,211
69 Ministry of Local Development	13,300	0	0	0	52,776	5,350	71,426
70 Ministry of Health and Population	0	0	300	0	25,555	0	25,855
71 Ministry of Labour & Transport Management	0	0	0	0	13,065	0	13,065
72 National Planning Commission Secretariat	0	0	0	0	27,660	59,716	87,376
13 Police	0	0	140,675	125,600	8,854,035	441,679	9,561,989
45 Ministry of Home	0	0	140,675	125,600	8,854,035	441,679	9,561,989
14 Revenue & Financial Administration	0	0	55,271	39,810	708,742	207,325	1,011,148
35 Ministry of Finance	0	0	55,271	39,810	708,742	207,325	1,011,148
15 Planning & Statistics	0	0	0	0	143,938	26,120	170,058
72 National Planning Commission Secretariat	0	0	0	0	143,938	26,120	170,058
Defence	75	0	45,735	31,000	10,137,614	685,116	10,899,540
21 Defence	75	0	45,735	31,000	10,137,614	685,116	10,899,540
58 Ministry of Defence	75	0	45,735	31,000	10,137,614	685,116	10,899,540
Social Services	6,650,202	8,386,691	24,746,620	10,170,009	8,400,776	5,111,496	63,465,794
31 Education	429,260	133,100	22,811,059	2,191,731	2,215,876	291,000	28,072,026
65 Ministry of Education & Sports	429,260	133,100	22,811,059	2,191,731	2,215,876	291,000	28,072,026
69 Ministry of Local Development	0	0	0	0	0	0	0
32 Health	4,990,036	2,559,422	1,397,178	331,428	2,864,736	35,720	12,178,520
38 Ministry of Industry, Commerce & Supply	70,000	0	0	0	0	0	70,000
69 Ministry of Local Development	46,200	0	0	0	0	0	46,200
70 Ministry of Health and Population	4,873,836	2,559,422	1,397,178	331,428	2,864,736	35,720	12,062,320
33 Drinking Water	0	1,835,736	3,155	1,941,184	550,696	997,046	5,327,817
48 Ministry of Physical Planning and Works	0	1,271,436	3,155	1,771,184	520,913	703,546	4,270,234
69 Ministry of Local Development	0	564,300	0	0	29,783	2,000	596,083
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	170,000	0	291,500	461,500
34 Local Development	121,188	1,930,058	158,497	4,466,593	1,816,427	2,637,815	11,130,578
69 Ministry of Local Development	121,188	1,930,058	128,497	4,396,593	1,816,427	2,637,815	11,030,578
95 Ministry of Finance - Miscellaneous	0	0	30,000	70,000	0	0	100,000
35 Other Social Services	1,109,718	1,928,375	376,731	1,239,073	953,041	1,149,915	6,756,853
112 Population & Environment	0	0	9,158	0	1,150	100	10,408
70 Ministry of Health and Population	0	0	9,158	0	1,150	100	10,408
113 Women, Children & Social Welfare	159,518	26,324	136,403	26,324	174,487	0	511,932
56 Ministry of Women, Children & Social Welfare	159,518	15,200	136,403	26,324	174,487	0	511,932

Description	Directly Supportive		Indirectly Supportive		Neutral		Total
	Recurrent	Capital and Principle Repayment	Recurrent	Capital and Principle Repayment	Recurrent	Capital and Principle Repayment	
114 Youth, Sports & Culture	200	20,060	97,347	20,060	291,336	245,737	654,680
49 Ministry of Culture, Tourism and Civil Aviation	0	0	50,230	20,060	140,653	240,737	451,680
65 Ministry of Education & Sports	200	0	47,117	0	150,683	5,000	203,000
115 Housing	0	612,689	39,358	612,689	230,641	378,352	1,483,540
45 Ministry of Home	0	0	0	0	0	0	0
48 Ministry of Physical Planning and Works	0	222,500	39,358	612,689	225,141	363,852	1,463,540
49 Ministry of Culture, Tourism and Civil Aviation	0	0	0	0	5,500	14,500	20,000
116 Others - Social	950,000	580,000	94,465	580,000	255,427	525,726	4,096,293
30 Prime Minister and Council of Minister's Office	0	1,690,675	10,290	0	69,758	0	1,770,723
45 Ministry of Home	0	0	4,175	0	3,581	0	7,756
61 Ministry of Environment, Science & Technology	0	0	0	0	66,177	103,351	169,528
62 Ministry of Peace & Reconstruction	0	0	80,000	580,000	41,620	422,300	1,123,920
69 Ministry of Local Development	950,000	0	0	0	1,800	0	951,800
72 National Planning Commission Secretariat	0	0	0	0	72,491	75	72,566
Economic Services	535,323	3,448,844	1,501,406	17,273,823	8,177,881	6,829,110	37,766,387
41 Agriculture	321,755	14,360	1,032,676	1,881,800	2,161,470	412,507	5,824,568
35 Ministry of Finance	0	0	0	93,400	0	0	93,400
40 Ministry of Agriculture & Cooperatives	321,755	14,360	1,032,676	38,400	2,161,470	412,507	3,981,168
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	1,750,000	0	0	1,750,000
42 Irrigation	3,160	1,839,323	50,350	582,520	530,898	985,200	3,991,451
35 Ministry of Finance	0	0	0	2,200	0	0	2,200
40 Ministry of Agriculture & Cooperatives	0	0	3,000	125,000	42,000	0	170,000
47 Ministry of Water Resources	3,160	1,839,323	47,350	455,320	488,898	985,200	3,819,251
43 Land Reform & Survey	7,300	0	0	0	793,486	160,510	961,296
55 Ministry of Land Reform and Management	7,300	0	0	0	793,486	160,510	961,296
44 Forest	33,013	0	88,636	118,906	1,865,616	192,509	2,298,680
59 Ministry of Forest and Soil Conservation	33,013	0	88,636	118,906	1,865,616	192,509	2,298,680
45 Industry	116,169	0	8,649	503,222	430,817	103,007	1,161,864
38 Ministry of Industry, Commerce & Supply	116,169	0	8,649	3,222	411,637	93,107	632,784
61 Ministry of Environment, Science & Technology	0	0	0	0	19,180	9,900	29,080
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	500,000	0	0	500,000
46 Communications	0	0	0	20,000	1,329,531	793,810	2,143,341
61 Ministry of Environment, Science & Technology	0	0	0	0	12,143	31,110	43,253
67 Ministry of Information and Communications	0	0	0	0	1,317,388	762,700	2,080,088

Description	Directly Supportive		Indirectly Supportive		Neutral		Total
	Recurrent	Capital and Principle Repayment	Recurrent	Capital and Principle Repayment	Recurrent	Capital and Principle Repayment	
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	20,000	0	0	20,000
47 Transportation	200	408,800	2,437	7,117,722	481,089	1,463,013	9,473,261
123 Road Transportation	200	6,984,122	2,437	6,984,122	477,489	1,462,813	9,335,861
48 Ministry of Physical Planning and Works	200	181,000	2,437	6,835,484	390,442	1,427,313	8,836,876
69 Ministry of Local Development	0	227,800	0	148,638	11,431	0	387,869
71 Ministry of Labour & Transport Management	0	0	0	0	75,616	35,500	111,116
124 Air Transportation	0	133,600	0	133,600	3,600	200	137,400
49 Ministry of Culture, Tourism and Civil Aviation	0	0	0	0	3,600	200	3,800
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	133,600	0	0	133,600
48 Electricity	17,000	1,087,508	36,638	5,944,762	70,758	492,859	7,649,525
47 Ministry of Water Resources	100	0	3,010	16,600	41,803	357,698	419,211
61 Ministry of Environment, Science & Technology	16,900	837,508	33,628	0	28,955	135,161	1,052,152
87 Ministry of Finance - Investments - Public Enterprises	0	250,000	0	5,928,162	0	0	6,178,162
49 Other Economic Services	36,726	98,853	282,020	1,104,891	514,216	2,225,695	4,262,401
126 Tourism	0	3,000	13,120	3,000	28,940	18,090	63,150
49 Ministry of Culture, Tourism and Civil Aviation	0	0	13,120	3,000	28,940	18,090	63,150
127 Metereology	0	0	0	0	51,185	25,095	76,280
61 Ministry of Environment, Science & Technology	0	0	0	0	51,185	25,095	76,280
128 Supply	0	0	260,000	0	0	130,000	390,000
38 Ministry of Industry, Commerce & Supply	0	0	260,000	0	0	130,000	390,000
129 Commerce	0	3,066	3,900	3,066	57,419	4,566	167,804
38 Ministry of Industry, Commerce & Supply	0	98,853	3,900	3,066	57,419	4,566	167,804
130 Labour	36,726	0	5,000	0	72,035	3,888	117,649
71 Ministry of Labour & Transport Management	36,726	0	5,000	0	72,035	3,888	117,649
131 Others - Economic	0	1,098,825	0	1,098,825	304,637	2,044,056	3,447,518
35 Ministry of Finance	0	0	0	50,000	12,337	112,420	174,757
72 National Planning Commission Secretariat	0	0	0	1,100	74,427	24,473	100,000
86 Ministry of Finance - Investments in Foreign Institutions	0	0	0	0	0	0	0
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	1,047,725	0	420,000	1,467,725
95 Ministry of Finance - Miscellaneous	0	0	0	0	217,873	1,487,163	1,705,036
Loan Payment	0	0	0	0	7,383,189	15,561,427	22,944,616
73 Internal Loan Payment	0	0	0	0	4,665,889	7,281,627	11,947,516
81 Ministry of Finance - Repayment of Domestic Debt	0	0	0	0	4,665,889	7,281,627	11,947,516
74 External Loan Payment	0	0	0	0	2,717,300	8,279,800	10,997,100

Description	Directly Supportive		Indirectly Supportive		Neutral		Total
	Recurrent	Capital and Principle Repayment	Recurrent	Capital and Principle Repayment	Recurrent	Capital and Principle Repayment	
82 Ministry of Finance - Repayment of Foreign Debt - Multilateral	0	0	0	0	2,338,200	5,818,100	8,156,300
83 Ministry of Finance - Repayment of Foreign Debt - Bilateral	0	0	0	0	379,100	2,461,700	2,840,800
Miscellaneous	50,000	0	573,000	910,000	13,836,470	660,450	16,029,920
80 Miscellaneous	50,000	0	573,000	910,000	13,836,470	660,450	16,029,920
35 Ministry of Finance	0	0	0	0	3,970	450	4,420
90 Ministry of Finance - Retirement Facilities & Staff Facilities	50,000	0	0	0	11,207,500	0	11,257,500
95 Ministry of Finance - Miscellaneous	0	0	573,000	910,000	2,625,000	660,000	4,768,000
Total	7,259,425	11,835,535	27,354,032	28,680,417	63,559,034	30,307,157	168,995,600
Grant Total	19,094,960		56,034,449		93,866,191		

Code	Gender Responsive	Amount	Percent
1	Directly Supportive	19094960	11.30
2	Indirectly Supportive	56034449	33.16
3	Neutral	93866191	55.54

Note : Gender Responsive Budget Classifications

Basis of classification for Gender Responsive Budget are as follows :

- More than 50 percent of budget directly beneficial for women - Direct Responsive
- 20 to 50 percent of budget directly beneficial for women - Indirect Responsive
- Less than 20 Percent of budget beneficial for women - Neutral

Following indicators are used to assess the percentage above.

S.N.	Indicators	Percentage
1	Women Capacity Development	20
2	Women Participation in formulation and implementation of Program	20
3	Women's share in benefit	20
4	Support in employment and income generating to women	20
5	Quality reform in time consumption & minimization in of work load to women	20
Total		100

Sector-wise Pro-poor budget, Fiscal Year 2007/08

Annex 8 C

(Rs. in '000)

Description	Pro-poor Budget		Neutral Budget		Total
	Recurrent	Capital and Principle Repayment	Recurrent	Capital and Principle Repayment	
Constitutional Bodies	0	0	3,130,161	403,035	3,533,196
11 Constitutional Bodies	0	0	3,130,161	403,035	3,533,196
13 Parliament	0	0	327,710	27,150	354,860
14 Court	0	0	674,171	260,750	934,921
15 Commission for Investigation of Abuse of Authority	0	0	76,335	3,000	79,335
16 Office of the Auditor General	0	0	93,222	9,875	103,097
17 Public Service Commission	0	0	83,230	57,000	140,230
18 Election Commission	0	0	1,649,903	8,700	1,658,603
19 Office of the Attorney General	0	0	151,626	34,740	186,366
20 Council of Justice	0	0	6,764	1,220	7,984
21 National Human Rights Commission	0	0	67,200	600	67,800
General Administration	135,110	34,750	12,868,929	1,317,358	14,356,147
12 General Administration	130,110	34,750	2,971,268	476,824	3,612,952
14 Court	0	0	27,277	7,702	34,979
26 Deputy Prime Minister's Office	0	0	0	0	0
27 National Vigilance Center	0	0	31,369	625	31,994
30 Prime Minister and Council of Minister's Office	700	0	115,618	155,439	271,757
35 Ministry of Finance	0	0	52,480	22,900	75,380
38 Ministry of Industry, Commerce & Supply	0	0	29,499	3,280	32,779
39 Ministry of Law, Justice and Parliamentary Affairs	0	0	37,714	10,795	48,509
40 Ministry of Agriculture & Cooperatives	0	0	23,325	2,360	25,685
45 Ministry of Home	56,800	0	914,559	106,545	1,077,904
47 Ministry of Water Resources	0	0	13,866	780	14,646
48 Ministry of Physical Planning and Works	0	0	34,731	1,000	35,731
49 Ministry of Culture, Tourism and Civil Aviation	0	0	51,100	5,800	56,900
50 Ministry of Foreign Affairs	225	0	1,101,732	42,982	1,144,939
55 Ministry of Land Reform and Management	0	0	14,935	1,820	16,755
56 Ministry of Women, Children & Social Welfare	325	20,100	23,239	0	43,664
58 Ministry of Defence	0	0	6,814	10,200	17,014
59 Ministry of Forest and Soil Conservation	0	0	16,614	925	17,539
61 Ministry of Environment, Science & Technology	0	0	50,675	14,360	65,035
62 Ministry of Peace & Reconstruction	0	0	69,460	1,000	70,460
65 Ministry of Education & Sports	58,760	14,650	31,564	10,000	114,974

Description	Pro-poor Budget		Neutral Budget		Total
	Recurrent	Capital and Principle Repayment	Recurrent	Capital and Principle Repayment	
66 Ministry of General Administration	0	0	162,050	7,325	169,375
67 Ministry of Information and Communications	0	0	43,291	5,920	49,211
69 Ministry of Local Development	13,300	0	52,776	5,350	71,426
70 Ministry of Health and Population	0	0	25,855	0	25,855
71 Ministry of Labour & Transport Management	0	0	13,065	0	13,065
72 National Planning Commission Secretariat	0	0	27,660	59,716	87,376
13 Police	0	0	8,994,710	567,279	9,561,989
45 Ministry of Home	0	0	8,994,710	567,279	9,561,989
14 Revenue & Financial Administration	5,000	0	759,013	247,135	1,011,148
35 Ministry of Finance	5,000	0	759,013	247,135	1,011,148
15 Planning & Statistics	0	0	143,938	26,120	170,058
72 National Planning Commission Secretariat	0	0	143,938	26,120	170,058
Defence	0	0	10,183,424	716,116	10,899,540
21 Defence	0	0	10,183,424	716,116	10,899,540
58 Ministry of Defence	0	0	10,183,424	716,116	10,899,540
Social Services	28,326,136	16,668,286	11,471,462	6,999,910	63,465,794
31 Education	19,258,165	1,982,210	6,198,030	633,621	28,072,026
65 Ministry of Education & Sports	19,258,165	1,982,210	6,198,030	633,621	28,072,026
69 Ministry of Local Development	0	0	0	0	0
32 Health	5,761,867	2,295,445	3,490,083	631,125	12,178,520
38 Ministry of Industry, Commerce & Supply	70,000	0	0	0	70,000
69 Ministry of Local Development	46,200	0	0	0	46,200
70 Ministry of Health and Population	5,645,667	2,295,445	3,490,083	631,125	12,062,320
33 Drinking Water	2,000	2,875,652	551,851	1,898,314	5,327,817
48 Ministry of Physical Planning and Works	2,000	2,311,352	522,068	1,434,814	4,270,234
69 Ministry of Local Development	0	564,300	29,783	2,000	596,083
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	461,500	461,500
34 Local Development	1,907,135	6,369,091	188,977	2,665,375	11,130,578
69 Ministry of Local Development	1,877,135	6,299,091	188,977	2,665,375	11,030,578
95 Ministry of Finance - Miscellaneous	30,000	70,000	0	0	100,000
35 Other Social Services	1,396,969	3,145,888	1,042,521	1,171,475	6,756,853
112 Population & Environment	0	100	10,308	100	10,408
70 Ministry of Health and Population	0	0	10,308	100	10,408

Description	Pro-poor Budget		Neutral Budget		Total
	Recurrent	Capital and Principle Repayment	Recurrent	Capital and Principle Repayment	
113 Women, Children & Social Welfare	303,421	0	166,987	0	511,932
56 Ministry of Women, Children & Social Welfare	303,421	41,524	166,987	0	511,932
114 Youth, Sports & Culture	15,400	265,797	373,483	265,797	654,680
49 Ministry of Culture, Tourism and Civil Aviation	0	0	190,883	260,797	451,680
65 Ministry of Education & Sports	15,400	0	182,600	5,000	203,000
115 Housing	37,858	379,852	232,141	379,852	1,483,540
45 Ministry of Home	0	0	0	0	0
48 Ministry of Physical Planning and Works	37,858	833,689	226,641	365,352	1,463,540
49 Ministry of Culture, Tourism and Civil Aviation	0	0	5,500	14,500	20,000
116 Others - Social	1,040,290	525,726	259,602	525,726	4,096,293
30 Prime Minister and Council of Minister's Office	10,290	1,690,675	69,758	0	1,770,723
45 Ministry of Home	0	0	7,756	0	7,756
61 Ministry of Environment, Science & Technology	0	0	66,177	103,351	169,528
62 Ministry of Peace & Reconstruction	80,000	580,000	41,620	422,300	1,123,920
69 Ministry of Local Development	950,000	0	1,800	0	951,800
72 National Planning Commission Secretariat	0	0	72,491	75	72,566
Economic Services	1,924,206	3,440,536	8,290,404	24,111,241	37,766,387
41 Agriculture	1,313,331	146,160	2,202,570	2,162,507	5,824,568
35 Ministry of Finance	0	93,400	0	0	93,400
40 Ministry of Agriculture & Cooperatives	1,313,331	52,760	2,202,570	412,507	3,981,168
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	1,750,000	1,750,000
42 Irrigation	1,910	937,500	582,498	2,469,543	3,991,451
35 Ministry of Finance	0	2,200	0	0	2,200
40 Ministry of Agriculture & Cooperatives	0	0	45,000	125,000	170,000
47 Ministry of Water Resources	1,910	935,300	537,498	2,344,543	3,819,251
43 Land Reform & Survey	7,300	0	793,486	160,510	961,296
55 Ministry of Land Reform and Management	7,300	0	793,486	160,510	961,296
44 Forest	128,099	118,906	1,859,166	192,509	2,298,680
59 Ministry of Forest and Soil Conservation	128,099	118,906	1,859,166	192,509	2,298,680
45 Industry	117,012	501,471	438,623	104,758	1,161,864
38 Ministry of Industry, Commerce & Supply	117,012	1,471	419,443	94,858	632,784
61 Ministry of Environment, Science & Technology	0	0	19,180	9,900	29,080
87 Ministry of Finance - Investments - Public Enterprises	0	500,000	0	0	500,000

Description	Pro-poor Budget		Neutral Budget		Total
	Recurrent	Capital and Principle Repayment	Recurrent	Capital and Principle Repayment	
46 Communications	0	0	1,329,531	813,810	2,143,341
61 Ministry of Environment, Science & Technology	0	0	12,143	31,110	43,253
67 Ministry of Information and Communications	0	0	1,317,388	762,700	2,080,088
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	20,000	20,000
47 Transportation	200	547,438	483,526	8,442,097	9,473,261
123 Road Transportation	200	8,308,297	479,926	8,308,297	9,335,861
48 Ministry of Physical Planning and Works	200	181,000	392,879	8,262,797	8,836,876
69 Ministry of Local Development	0	366,438	11,431	10,000	387,869
71 Ministry of Labour & Transport Management	0	0	75,616	35,500	111,116
124 Air Transportation	0	133,800	3,600	133,800	137,400
49 Ministry of Culture, Tourism and Civil Aviation	0	0	3,600	200	3,800
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	133,600	133,600
48 Electricity	50,728	1,040,208	73,668	6,484,921	7,649,525
47 Ministry of Water Resources	200	202,700	44,713	171,598	419,211
61 Ministry of Environment, Science & Technology	50,528	837,508	28,955	135,161	1,052,152
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	6,178,162	6,178,162
49 Other Economic Services	305,626	148,853	527,336	3,280,586	4,262,401
126 Tourism	0	21,090	42,060	21,090	63,150
49 Ministry of Culture, Tourism and Civil Aviation	0	0	42,060	21,090	63,150
127 Metereology	0	25,095	51,185	25,095	76,280
61 Ministry of Environment, Science & Technology	0	0	51,185	25,095	76,280
128 Supply	260,000	130,000	0	130,000	390,000
38 Ministry of Industry, Commerce & Supply	260,000	0	0	130,000	390,000
129 Commerce	3,900	7,632	57,419	7,632	167,804
38 Ministry of Industry, Commerce & Supply	3,900	98,853	57,419	7,632	167,804
130 Labour	41,726	3,888	72,035	3,888	117,649
71 Ministry of Labour & Transport Management	41,726	0	72,035	3,888	117,649
131 Others - Economic	0	3,092,881	304,637	3,092,881	3,447,518
35 Ministry of Finance	0	50,000	12,337	112,420	174,757
72 National Planning Commission Secretariat	0	0	74,427	25,573	100,000
86 Ministry of Finance - Investments in Foreign Institutions	0	0	0	0	0
87 Ministry of Finance - Investments - Public Enterprises	0	0	0	1,467,725	1,467,725
95 Ministry of Finance - Miscellaneous	0	0	217,873	1,487,163	1,705,036

Description	Pro-poor Budget		Neutral Budget		Total
	Recurrent	Capital and Principle Repayment	Recurrent	Capital and Principle Repayment	
Loan Payment	0	0	7,383,189	15,561,427	22,944,616
73 Internal Loan Payment	0	0	4,665,889	7,281,627	11,947,516
81 Ministry of Finance - Repayment of Domestic Debt	0	0	4,665,889	7,281,627	11,947,516
74 External Loan Payment	0	0	2,717,300	8,279,800	10,997,100
82 Ministry of Finance - Repayment of Foreign Debt - Multilateral	0	0	2,338,200	5,818,100	8,156,300
83 Ministry of Finance - Repayment of Foreign Debt - Bilateral	0	0	379,100	2,461,700	2,840,800
Miscellaneous	160,000	500,000	14,299,470	1,070,450	16,029,920
80 Miscellaneous	160,000	500,000	14,299,470	1,070,450	16,029,920
35 Ministry of Finance	0	0	3,970	450	4,420
90 Ministry of Finance - Retirement Facilities & Staff Facilities	0	0	11,257,500	0	11,257,500
95 Ministry of Finance - Miscellaneous	160,000	500,000	3,038,000	1,070,000	4,768,000
Total	30,545,452	20,643,572	67,627,039	50,179,537	168,995,600
Grant Total	51,189,024		117,806,576		

Code	Pro-Poor	Amount	Percent
1	Pro-poor Budget	51189024	30.29
2	Neutral Budget	117806576	69.71

Note : Basis of classification for Pro-poor budget are as follows :

Description	Classification
Budget - Directly helps in poverty reduction	Pro-poor Budget
Budget - Indirectly helps in poverty reduction	Neutral Budget

Pro Poor Indicators:

- Investment in rural sector
- Income generation program in rural area.
- Capacity enhancement program in rural area.
- Budget allocated for social mobilization.
- Investment in social sector specially for education,health etc.
- Social security Programs.
- Grant for local bodies.
- Expenditure focusing on poverty reduction.

Estimate of Expenditure by Economic Heads and Line Items

Fiscal Year 2007/08

Annex 9
(Rs. in '000')

Economic Heads and Expenditure Line Items	Cash			Direct Payment and Commodity Grant	Total
	GoN	Foreign Cash	Cash Total		
Recurrent	84,946,552	10,059,547	95,006,099	3,166,392	98,172,491
1 Consumption Expenses	41,241,234	317,527	41,558,761	26,027	41,584,788
1.01 Salary	26,599,309	169,084	26,768,393	23,005	26,791,398
1.02 Allowances	1,413,235	31,095	1,444,330	1,070	1,445,400
1.03 Transfer Travelling Allowance	224,464	293	224,757	0	224,757
1.04 Clothing	969,435	16	969,451	60	969,511
1.05 Fooding	4,710,400	1,973	4,712,373	0	4,712,373
1.06 Employee Medical Expense	1,106,596	0	1,106,596	0	1,106,596
1.07 Retirement Benifit	6,028,100	0	6,028,100	0	6,028,100
1.08 Staff Training	189,695	115,066	304,761	1,892	306,653
2 Office Operation and Services Expenses	4,352,650	625,113	4,977,763	294,800	5,272,563
2.01 Water and Electricity	620,975	8,118	629,093	1,563	630,656
2.02 Communication	291,003	10,140	301,143	4,360	305,503
2.03 General Office Expenses	1,036,231	134,925	1,171,156	8,784	1,179,940
2.04 Rent	608,000	18,751	626,751	4,632	631,383
2.05 Repair and Maintenace	524,968	17,481	542,449	7,102	549,551
2.06 Fuel and Oil	565,683	26,563	592,246	5,734	597,980
2.07 Consultancy and Other Services fee	394,993	401,723	796,716	249,620	1,046,336
2.08 Miscellaneous	310,797	7,412	318,209	13,005	331,214
3 Grants and Subsidies (Current Transfer)	23,125,166	5,063,380	28,188,546	740,927	28,929,473
3.01 Operating Subsidy - Public Enterprise	332,763	180,000	512,763	0	512,763
3.02 Local government - Unconditional Grant	1,618,500	0	1,618,500	0	1,618,500
3.03 Non profit Institutions - Unconditonal Grant	14,777,382	2,172,361	16,949,743	7,700	16,957,443
3.04 Subsidy Social Security	1,196,460	136,250	1,332,710	0	1,332,710
3.05 Non profit Institutions - Conditional Grant	3,724,111	1,588,074	5,312,185	633,609	5,945,794
3.06 Local Government - Conditional Grant	1,335,875	230,911	1,566,786	99,618	1,666,404
3.07 Scholarship	140,075	755,784	895,859	0	895,859
4 Service and Production Expenses	6,151,431	4,019,610	10,171,041	2,034,638	12,205,679
4.01 Production Materials	223,126	2,900	226,026	0	226,026
4.02 Medicines	367,693	1,112,535	1,480,228	1,202,192	2,682,420
4.03 Books and Materials	10,536	1,939	12,475	35	12,510
4.04 Program supplies and expenses	4,724,802	2,789,996	7,514,798	810,852	8,325,650
4.05 Program Travelling Expenses	729,282	111,090	840,372	21,359	861,731

Economic Heads and Expenditure Line Items	Cash			Direct Payment and Commodity Grant	Total
	GoN	Foreign Cash	Cash Total		
4.06 Operation and Maintenance of Public Property	95,992	1,150	97,142	200	97,342
9 Contingency Expenses	2,199,882	33,917	2,233,799	70,000	2,303,799
9.01 Contingencies - Current	2,199,882	33,917	2,233,799	70,000	2,303,799
11 Interest Payments	7,383,189	0	7,383,189	0	7,383,189
11.01 Interest repayment - Domestic	4,665,889	0	4,665,889	0	4,665,889
11.02 Interest repayment - Foreign	2,717,300	0	2,717,300	0	2,717,300
12 Refund	493,000	0	493,000	0	493,000
12.01 Refund Expenditure	493,000	0	493,000	0	493,000
Capital	23,659,277	21,243,599	44,902,876	10,358,806	55,261,682
5 Capital Transfer	506,566	0	506,566	0	506,566
5.01 Land Acquisition	496,566	0	496,566	0	496,566
5.02 Building Purchase	10,000	0	10,000	0	10,000
6 Capital Formation	12,328,034	8,400,322	20,728,356	2,649,554	23,377,910
6.01 Furniture and Fixtures	126,867	15,940	142,807	4,771	147,578
6.02 Vehicles	626,825	56,556	683,381	52,953	736,334
6.03 Machinery and Equipment	1,223,873	704,192	1,928,065	301,225	2,229,290
6.04 Building Construction	1,439,542	1,428,802	2,868,344	139,504	3,007,848
6.05 Civil Construction	8,529,774	5,699,457	14,229,231	1,893,472	16,122,703
6.06 Capital Formation	204,927	24,574	229,501	0	229,501
6.07 Research and Consultancy Services Fee	176,226	470,801	647,027	257,629	904,656
7 Investment	1,877,800	4,409,200	6,287,000	4,493,987	10,780,987
7.01 Investment - Share	1,137,800	2,270,000	3,407,800	63,600	3,471,400
7.02 Investment - Loan	740,000	2,139,200	2,879,200	4,430,387	7,309,587
8 Capital Grants	8,251,427	8,162,700	16,414,127	3,170,265	19,584,392
8.01 Capital Grants to Public Enterprises	188,300	320,000	508,300	187,163	695,463
8.02 Local Government - Unconditional Grant	2,076,050	2,091,500	4,167,550	0	4,167,550
8.03 Non Profit Institution - Unconditional Grant	1,861,685	221,925	2,083,610	824,830	2,908,440
8.05 Non Profit Institution - Conditional Grant	2,235,895	3,894,191	6,130,086	1,323,577	7,453,663
8.06 Local Government - Conditional Grant	1,889,497	1,635,084	3,524,581	834,695	4,359,276
9 Contingency Expenses	695,450	271,377	966,827	45,000	1,011,827
9.02 Contingencies - Development	695,450	271,377	966,827	45,000	1,011,827
Principal Repayment	15,561,427	0	15,561,427	0	15,561,427

Economic Heads and Expenditure Line Items	Cash			Direct Payment and Commodity Grant	Total
	GoN	Foreign Cash	Cash Total		
10 Principal Payments	15,561,427	0	15,561,427	0	15,561,427
10.01 Principal repayment - Domestic	7,281,627	0	7,281,627	0	7,281,627
10.02 Principal repayment - Foreign	8,279,800	0	8,279,800	0	8,279,800
Grand Total	124,167,256	31,303,146	155,470,402	13,525,198	168,995,600

Actual Expenditure by Economic Heads and Line Items

Fiscal Year 2005/06

Annex - 9 A

(Rs.)

Economic Heads and Expenditure Line Items	Cash			Direct Payment and Commodity Grant	Total
	GoN	Foreign Cash	Cash Total		
Current Expenditure	60,587,427,570	4,606,977,295	65,194,404,865	1,823,374,106	67,017,778,971
1 Consumption Expenses	30,098,449,782	162,120,118	30,260,569,900	29,155,155	30,289,725,054
1.01 Salary	18,878,481,753	107,171,000	18,985,652,753	16,018,628	19,001,671,381
1.02 Allowances	1,429,377,802	10,485,844	1,439,863,646	361,736	1,440,225,382
1.03 Transfer Travelling Allowance	126,765,035	233,371	126,998,407	472,000	127,470,407
1.04 Clothing	851,492,200	316,572	851,808,772	0	851,808,772
1.05 Fooding	4,191,551,666	1,931,144	4,193,482,810	0	4,193,482,810
1.06 Employee Medical Expense	1,090,390,674	0	1,090,390,674	0	1,090,390,674
1.07 Retirement Benefit	3,439,869,175	0	3,439,869,175	0	3,439,869,175
1.08 Staff Training	90,521,476	41,982,186	132,503,662	12,302,791	144,806,453
2 Office Operation and Services Expenses	3,920,183,967	528,708,236	4,448,892,203	145,397,659	4,594,289,862
2.01 Water and Electricity	315,290,796	8,688,700	323,979,496	255,000	324,234,496
2.02 Communication	206,417,912	8,479,999	214,897,911	668,925	215,566,836
2.03 General Office Expenses	1,029,772,925	86,244,965	1,116,017,889	2,964,530	1,118,982,420
2.04 Rent	559,590,261	16,901,139	576,491,400	1,330,500	577,821,900
2.05 Repair and Maintenance	593,087,364	22,794,123	615,881,487	1,600,774	617,482,261
2.06 Fuel and Oil	684,656,123	26,743,711	711,399,834	747,067	712,146,901
2.07 Consultancy and Other Services fee	178,195,376	351,880,481	530,075,856	127,684,889	657,760,745
2.08 Miscellaneous	353,173,211	6,975,118	360,148,329	10,145,975	370,294,304
3 Grants and Subsidies (Current Transfer)	17,811,156,466	2,588,155,864	20,399,312,331	718,074,979	21,117,387,310
3.01 Operating Subsidy - Public Enterprise	448,251,602	215,133,100	663,384,702	0	663,384,702
3.02 Local government - Unconditional Grant	1,202,836,547	1,554,654	1,204,391,201	0	1,204,391,201
3.03 Non profit Institutions - Unconditional Grant	13,139,937,138	924,965,260	14,064,902,397	35,421,705	14,100,324,102
3.04 Subsidy Social Security	822,179,580	0	822,179,580	0	822,179,580
3.05 Non profit Institutions - Conditional Grant	2,040,374,664	749,183,045	2,789,557,709	553,110,346	3,342,668,055
3.06 Local Government - Conditional Grant	101,739,894	8,496,697	110,236,591	129,542,928	239,779,519
3.07 Scholarship	55,837,042	688,823,108	744,660,150	0	744,660,150
4 Service and Production Expenses	2,193,592,741	1,327,993,077	3,521,585,818	930,746,313	4,452,332,131
4.01 Production Materials	119,602,000	52,997,014	172,599,014	0	172,599,014
4.02 Medicines	380,335,584	181,390,346	561,725,930	405,397,049	967,122,980
4.03 Books and Materials	4,162,494	581,095	4,743,589	191,000	4,934,589
4.04 Program supplies and expenses	796,979,180	974,496,576	1,771,475,757	513,139,641	2,284,615,398
4.05 Program Travelling Expenses	762,686,821	113,416,329	876,103,150	12,018,623	888,121,773

Economic Heads and Expenditure Line Items	Cash			Direct Payment and Commodity Grant	Total
	GoN	Foreign Cash	Cash Total		
4.06 Operation and Maintenance of Public Property	129,826,662	5,111,716	134,938,378	0	134,938,378
11 Interest Payments	6,158,697,867	0	6,158,697,867	0	6,158,697,867
11.01 Interest repayment - Domestic	3,994,797,875	0	3,994,797,875	0	3,994,797,875
11.02 Interest repayment - Foreign	2,163,899,992	0	2,163,899,992	0	2,163,899,992
12 Refund	50,272,871	0	50,272,871	0	50,272,871
12.01 Refund Expenditure	50,272,871	0	50,272,871	0	50,272,871
Royal Palace Expenses	355,073,875	0	355,073,875	0	355,073,875
0 Royal Palace Expenditure	355,073,875	0	355,073,875	0	355,073,875
Capital Expenditure	13,995,147,837	7,747,729,072	21,742,876,909	7,863,724,016	29,606,600,926
5 Capital Transfer	99,931,005	0	99,931,005	0	99,931,005
5.01 Land Acquisition	99,931,005	0	99,931,005	0	99,931,005
6 Capital Formation	6,795,052,338	4,435,298,066	11,230,350,403	1,478,927,750	12,709,278,153
6.01 Furniture and Fixtures	92,011,591	14,452,651	106,464,242	1,218,746	107,682,988
6.02 Vehicles	584,464,440	25,138,640	609,603,080	30,858,696	640,461,776
6.03 Machinery and Equipment	1,741,765,283	188,982,715	1,930,747,998	11,486,458	1,942,234,456
6.04 Building Construction	935,326,872	482,449,344	1,417,776,217	1,129,597	1,418,905,813
6.05 Civil Construction	3,273,443,378	3,465,552,759	6,738,996,136	1,200,737,492	7,939,733,628
6.06 Capital Formation	120,197,914	49,090,704	169,288,618	0	169,288,618
6.07 Research and Consultancy Services Fee	47,842,859	209,631,252	257,474,111	233,496,762	490,970,873
7 Investment	3,284,699,358	309,247,000	3,593,946,358	4,245,925,554	7,839,871,912
7.01 Investment - Share	1,114,322,000	70,000,000	1,184,322,000	0	1,184,322,000
7.02 Investment - Loan	2,170,377,358	239,247,000	2,409,624,358	4,245,925,554	6,655,549,912
8 Capital Grants	3,815,465,136	3,003,184,007	6,818,649,143	2,138,870,712	8,957,519,855
8.01 Capital Grants to Public Enterprises	380,738,238	55,045,051	435,783,288	142,610,336	578,393,625
8.02 Local Government - Unconditional Grant	1,036,544,460	911,544,951	1,948,089,410	0	1,948,089,410
8.03 Non Profit Institution - Unconditional Grant	1,182,946,890	87,778,000	1,270,724,890	993,410,374	2,264,135,264
8.05 Non Profit Institution - Conditional Grant	330,652,198	1,409,072,190	1,739,724,387	285,780,045	2,025,504,432
8.06 Local Government - Conditional Grant	884,583,352	539,743,816	1,424,327,167	717,069,956	2,141,397,124
Principal Repayment	14,264,778,361	0	14,264,778,361	0	14,264,778,361
10.01 Principal repayment - Domestic	7,277,325,730	0	7,277,325,730	0	7,277,325,730
10.02 Principal repayment - Foreign	6,987,452,631	0	6,987,452,631	0	6,987,452,631
Grand Total	88,847,353,768	12,354,706,367	101,202,060,135	9,687,098,122	110,889,158,257

Nepal Government
Peace Fund
2006/07

Statement of Commitment, Disbursement and Expenditures.

Rs in Million

Source	Commitment	Disbursement	Expenditure	Amount to be received	Balance
DFID	316.189	316.189			316.189
SDC	80.874	53.916		26.958	53.916
Denmark	121.062	121.062			121.062
Norway	130			130	0
Finland	261.24			261.24	0
Total	909.365	491.167	0	418.198	491.167
Nepal Government		442.857	442.857		
Grand Total	909.365	934.024	442.857	418.198	491.167