

Federal budget 2023-24

Infographics

By: Research and Publications Department, ICMA

Major Targets and Projections for FY 2023-24

GDP GROWTH 3.5%	NOMINAL GDP Rs. 105,817 billion	FEDERAL BUDGET DEFICIT Rs. (7,505) billion (7.1% of GDP)	FISCAL DEFICIT Rs. (6,905) billion (6.53% of GDP)
TOTAL REVENUE Rs. 12,378 billion	FBR TAX REVENUE Rs. 9,415 billion (Revised from Rs. 9,200 billion)	DIRECT TAXES Rs. 4,255 billion (Revised from Rs. 3,759 billion)	INDIRECT TAXES Rs. 5,160 billion (Revised from Rs. 5,441 billion)
NON-TAX REVENUE Rs. 2,963 billion	TOTAL FEDERAL EXPENDITURE Rs. 14,480 billion (Revised from Rs. 14,460 billion)	INFLATION 21%	EXPORT TARGET \$30 billion
			REMITTANCE TARGET \$33 billion

Estimated Fund Allocations For FY 2023-24

INTEREST PAYMENT Rs. 7,303 billion	AGRICULTURAL LOANS Rs. 2,250 billion	DEFENCE SERVICES Rs. 1,804 billion	GRANTS Rs. 1,464 billion (Revised from Rs. 1,405 billion)	SUBSIDIES <small>electricity gas and other sector</small> Rs. 1,064 billion (Revised from Rs. 1,074 billion)
FEDERAL PSDP Rs. 950 billion	PENSION Rs. 801 billion (Revised from Rs. 761 billion)	BISP Rs. 466 billion (Revised from Rs. 455 billion)	INFRASTRUCTURE Rs. 267 billion	SOCIAL SECTOR Rs. 244 billion
EDUCATION Rs. 97 billion	HEC Rs. 65 billion	POWER/ELECTRICITY Rs. 52 billion	HEALTH SECTOR Rs. 24 billion	CLIMATE CHANGE Rs. 4.1 billion

Resources and Expenditure for FY 2023-2024

(Rs. in Billion)

RESOURCES	Finance Bill	Finance Act
Tax Revenue (FBR) - Federal Consolidated Fund	9,200	9,415
Non-Tax Revenue	2,963	2,963
a) Gross Revenue Receipts	12,163	12,378
b) Less Provincial Share	(5,276)	(5,399)
I. Net Revenue Receipts (a-b)	6,887	6,979
II. Non Bank Borrowing (NSSs & Others) - Public Account	1,906	1,906
III. Net External Receipts - Fed. Consolidated Fund	2,527	2,724
VI. Bank Borrowing (T-Bills, PIBs, Sukuk) - Fed. Consolidated Fund	3,124	2,860
V. Privatization Proceeds - Fed. Consolidated Fund	15	15
Total (II + III + IV + V)	7,572	7,505
TOTAL RESOURCES (I to V)	14,460	14,484

(Rs. in Billion)

EXPENDITURE	Finance Bill	Finance Act
A. Current	13,320	13,344
Interest Payments	7,303	7,303
Pension	761	801
Defence Affairs & Services	1,804	1,804
Grants and Transfers to Provinces & Others	1,464	1,408
Subsidies	1,074	1,064
Running of Civil Govt.	714	714
Provision for Emergency and others	200	250
B. Development & Net Lending.....	1,140	1,140
Federal PSDP	950	950
Net Lending	190	190
TOTAL EXPENDITURE (A+B)	14,460	14,484

(Rs. in Billion)

FISCAL DEFICIT	
(A) Net Federal Revenue	6,979
(B) Total Federal Expenditure	14,485
Federal Deficit (A-B)	-7,505
Less: Provincial Surplus	600
Overall Fiscal Deficit	-6,905
As % age of GDP	-6.53%

(Rs. in Billion)

FINANCING	
(A) Net External Financing	2,724
(B) Net Domestic Financing	4,766
(C) Privatization Proceed	15
Total Financing (A+B+C)	7,505

Pakistan Economic Survey 2022-23

Growth and Investment

- **Real GDP Growth:** 0.29% in FY2023.
- **GDP (at current market price):** Rs 84,657.9 billion [Last year: Rs. 66,623.6 billion] – 27.1% growth
- **Per capita income:** US\$1,568 [Last year: US\$ 1,765 in FY2022].
Reasons: (1) currency depreciation (2) lower GDP growth and (3) rising population.
- **Investment to GDP ratio:** 13.6% [Last year: 15.6%]
Reasons: (1) Global slowdown (2) lower domestic economic activity and (3) contractionary macroeconomic policies
- **Agriculture sector growth:** 1.55%
- **Industrial sector growth:** - 2.94%
- **Services sector growth:** 0.86%

M&Q Sector

Minning and Quarrying Sector growth: 4.4% decline during Jul-Mar FY2023 [Last year: 7%]

Minerals with Positive growth:

- 1) **Coal:** 17.6%
- 2) **Dolomite:** 42.2%
- 3) **Barytes:** 53.6%
- 4) **Lime Stone:** 10.6%
- 5) **Rock Salt:** 12.4%
- 6) **Ocher:** 15.4%

Minerals with Negative growth:

- 1) **Natural Gas:** 9.3%
- 2) **Crude Oil:** 10.2%,
- 3) **Chromite:** 12.6%
- 4) **Magnesite:** 50.0%
- 5) **Gypsum:** 5.0%
- 6) **Sulphur:** 25.0%
- 7) **Soap Stone:** 43.2%
- 8) **Iron Ore:** 51.6%.

Agriculture Sector

Crops Production in FY2023

- 1) **Cotton:** 4.91 million bales [Last year: 8.33 million bales] – 41% decline
- 2) **Rice:** 7.32 million tonnes [Last year: 9.32 tonnes] - 21.5% decline
- 3) **Sugarcane:** 91.11 million tonnes [Last year: 88.65 million tonnes] - 2.8% increase
- 4) **Maize:** 10.18 million tonnes [Last year: 9.52 million tonnes] - 6.9% increase
- 5) **Wheat:** 27.63 million tonnes [Last year: 26.21 million tonnes] - 5.4% increase
- 6) **Other crops:** 0.23% growth witnessed

Livestock growth: 3.78% [Last year: 2.25%] – Share in GDP: 14.36%

Fishing Sector growth: 1.44% [Last year: 0.35%] – Share in GDP: 0.32%

Forestry Sector growth: 3.93% [Last year: 4.07%] – Share in GDP: 0.51%

LSM Sector

Large Scale Manufacturing growth: 8.11% decline during Jul-Mar FY2023 [Last year: 10.6%]

Sectors with Positive growth:

- 1) **Furniture Products:** 48.26%
- 2) **Wearing Apparels:** 31.68%
- 3) **Footballs:** 34.82%
- 4) **Leather Products:** 2.47%

Sectors with Negative growth

- 1) **Textile:** 16.03%
- 2) **Food:** 8.71%
- 3) **Beverages:** 3.39%
- 4) **Tobacco:** 23.78%
- 5) **Rubber Products:** 8.08%
- 6) **Fabricated Metals:** 13.83%
- 7) **Electrical Equipment:** 11.15%
- 8) **Pharmaceuticals:** 23.20%
- 9) **Wood Products:** 66.22%
- 10) **Automobile:** 42.48%
- 11) **Iron & Steel:** 4.02%
- 12) **Machinery & Equipment:** 46.01%
- 13) **Chemicals:** 6.29%
- 14) **Other Transport Equipment:** 38.91%.

Fiscal Development

Fiscal deficit: 4.6% of GDP or Rs.3,929.3 billion
[Last year: 4.9% of GDP or Rs.3,275.2 billion]

Primary Balance: Rs. 99.1 billion surplus
[Last year: Rs. 890.2 billion deficit]

Total Revenues: Rs. 6,938.2 billion or 8.2% of GDP
[Last year: Rs. 5,874.2 billion or 8.8% of GDP] – 18.1% growth

Tax Revenues: Rs. 5,617.7 billion
[Last year: Rs. 4,821.9 billion] – 16.5% growth

FBR Tax collections: Rs. 6,210.1 billion
[Last year: Rs. 5,348.2 billion] – 16.1% growth

Non-Tax Revenues: Rs. 1,320.5 billion
[Last year: Rs. 1,052.2 billion] – 25.5% growth

Total expenditures: Rs. 10,016.9 billion
[Last year: Rs. 8,439.8 billion] – 18.7% growth

Current expenditures: Rs. 9,244.6 billion
[Last year: Rs. 7,378.0 billion] – 25.3% growth

PSDP expenditures: Rs. 1,014.0 billion
[Last year: Rs. 1,032.7 billion] – 1.8% decline

Money & Credit

[Period: July 1 to 12 May FY2023]

Broad Money (M₃): Rs. 2,026.3 billion
[Last year: Rs. 1512.0 billion] – 7.3% growth

Net Foreign Assets (NFA): Rs. 2,072.3 billion decline
[Last year: Rs. 1,377.1 billion]

Net Domestic Assets: Rs. 4,098.6 billion increase
[Last year: Rs. 2,889.1 billion]

Currency in Circulation: Rs. 1334.9 billion increase
[Last year: Rs. 1006.7 billion]

Bank deposits: Rs. 683 billion increase
[Last year: Rs. 482.4 billion]

Reserve Money: Rs 1880.2 billion i.e. 20.2% growth
[Last year: Rs. 1165.4 billion]

Government borrowing: Rs 3,043.3 billion
[Last year: Rs. 1570.0 billion increase]

Private sector credit: Rs 75.4 billion
[Last year: Rs. 1,345.2 billion decrease]

Fixed investment loans: Rs 185.4 billion
[Last year: Rs. 366.7 billion decrease]

Capital Markets and Corporate Sector

KSE-100 index: 3.71% decline from 41,540.8 points on 1st July 2022 to 40,000.8 points on 31st March 2023

Market capitalization: Rs. 6,108 billion on 31st March 2023 [Rs. 6,956 billion on 30th June 2022] – 12.2% decline

Number of Listed companies at PSX: 525 on 31st March 2023 with market capitalization of Rs. 6.108 billion

New companies registrations with SECP: 21,117 during Jul-Mar FY2023 – 5.9% higher than same period last year

Public Debt

Total Public Debts: Rs. 59,247 billion at end-March 2023

Domestic Debt: Rs. 35,076 billion at end-March 2023

External Public Debt: Rs. 24,171 billion or US\$ 85.2 billion at end-March 2023

Government repaid Debt owed to SBP: Rs. 310 billion

Government repaid international commercial loans: US\$ 5,541 million [US\$ 4,541 million were bank loans]

Government rolled-over: US\$ 3,000 million deposits each from China and Saudi Arabia- utilized for budgetary support

Inflation

[Period: July-May FY2023]

Headline CPI national inflation: 29.2% (average) against 11.3% same period last year

Urban food inflation: 37.3% against 12.5% same period last year

Urban non-food inflation: 20.3% against 10.2% same period last year

Rural food inflation: 41.1% against 11.8% same period last year

Rural non-food inflation: 24.9% against 11.5% same period last year

Wholesale Price Index (WPI): 33.9% against 23.6% same period last year

Sensitive Price Index (SPI): 32.8% against 16.7% same period last year

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Trade and Payments

[Period: July-Apr FY2023]

Exports: US\$ 23.2 billion
[Last year: US\$ 26.2 billion] – 11.7% decline

Imports: US\$ 46.9 billion
[Last year: US\$ 65.5 billion] – 28.4% decline

Current Account Deficit (CAD): US\$ 3.3 billion
[Last year: US\$ 13.7 billion] – 76.1% decline

Services Account Deficit: US\$ 403 billion
[Last year: US\$ 4.7 billion] – 91.4% contraction

Primary Income Account Deficit: US\$ 4.44 billion
[Last year: US\$ 4.41 billion] – 0.82% increase

Workers' Remittances: US\$ 22.7 billion
[Last year: US\$ 26.1 billion] – 13% decline

Net FDI Inflows: US\$ 1.2 billion
[Last year: US\$ 1.5 billion] – 23.2% decline

SBP's FX Reserves: US\$ 4.5 billion by end-April 2023 - decline due to amortization of official loans and liabilities

PKR Depreciation: 283.8 in April 2023 from 204.8 in end-June 2022 – 27.8% depreciation

IT & Telecom

[Period: July-Mar FY2023]

IT Trade Surplus: US\$ 1.72 billion (88.6% of total ICT export remittances) – US\$ 1.47 billion in same period last year

IT Exports: US\$ 1.94 billion [35.1% of total services exports]

Total Telecom Subscriptions: 197 million

Total Teledensity: 83.2%

Total Investment in Telecom Industry: US\$ 632 million [Jul-Dec FY23] – out of this US\$ 40 million as FDI

Taxes paid by Telecom Industry: Rs. 139 billion [Jul-Dec FY23]

Energy

[Period: July-Mar FY2023]

Total Electricity Generation: 94,121 GWh

- 1) Hydel: 28.6%
- 2) Thermal: 46.2%
- 3) Nuclear: 21%
- 4) Renewables: 4.2%,

Total Electricity Consumption: 84,034 GWh

- 1) Household: 46.6%
- 2) Industrial: 28.2%
- 3) Agriculture: 8.2%
- 4) Commercial: 7.8%,

Total Consumption of Gas: 3,258 MMCFD

Total Consumption of RLNG: 631 MMCFD

Total Imports of Petroleum Products: 6,118.3 thousand tonnes

Total Imports of Crude Oil: 5,858.4 thousand tonnes