

# Federal budget 2023-24

## Infographics

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### Major Targets and Projections for FY 2023-24

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

### Estimated Fund Allocations For FY 2023-24

<b>INTEREST PAYMENT</b> Rs. 7,303 billion	<b>AGRICULTURAL LOANS</b> Rs. 2,250 billion	<b>DEFENCE SERVICES</b> Rs. 1,804 billion	<b>GRANTS</b> Rs. 1,464 billion (Revised from Rs. 1,405 billion)	<b>SUBSIDIES</b> electricity gas and other sector Rs. 1,064 billion (Revised from Rs. 1,074 billion)
<b>FEDERAL PSDP</b> Rs. 950 billion	<b>PENSION</b> Rs. 801 billion (Revised from Rs. 761 billion)	<b>BISP</b> Rs. 466 billion (Revised from Rs. 455 billion)	<b>INFRASTRUCTURE</b> Rs. 267 billion	<b>SOCIAL SECTOR</b> Rs. 244 billion
<b>EDUCATION</b> Rs. 97 billion	<b>HEC</b> Rs. 65 billion	<b>POWER/ELECTRICITY</b> Rs. 52 billion	<b>HEALTH SECTOR</b> Rs. 24 billion	<b>CLIMATE CHANGE</b> 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
<b>TOTAL RESOURCES (I to V) .....</b>	<b>14,460</b>	<b>14,484</b>

(Rs. in Billion)

EXPENDITURE	Finance Bill	Finance Act
<b>A. Current .....</b>	<b>13,320</b>	<b>13,344</b>
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>B. Development &amp; Net Lending.....</b>	<b>1,140</b>	<b>1,140</b>
Federal PSDP	950	950
Net Lending	190	190
<b>TOTAL EXPENDITURE (A+B) .....</b>	<b>14,460</b>	<b>14,484</b>

(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 (M<sub>2</sub>):** Rs. 2,026.3 billion  
[Last year: Rs. 1,512.0 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. 1,334.9 billion increase  
[Last year: Rs. 1,006.7 billion]

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

**Reserve Money:** Rs 1,880.2 billion i.e. 20.2% growth  
[Last year: Rs. 1,165.4 billion]

**Government borrowing:** Rs 3,043.3 billion  
[Last year: Rs. 1,570.0 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