

FISCAL DEVELOPMENT

Rs. in billion

HIGHLIGHTS	
CONSOLIDATED BUDGETARY POSITION	2013-14
I. Total Expenditure	5,026.0
i) Current	4,004.6
ii) Development	1,135.9
iii) Net Lending to Public Sector Enterprises etc.	100.6
II. Total Revenues	3,637.3
i) Tax Revenues	2,564.5
ii) Non-Tax revenues	1,072.8
III. Overall deficit	-1,388.7
IV. Financing	1,388.7
i) External Borrowing	511.7
ii) Domestic	877.0
a) Non-Banking Borrowing	553.3
b) Bank Borrowing	323.7
V. Overall Deficit as % of GDP	5.5

TABLE 4.1

FEDERAL GOVERNMENT OVERALL BUDGETARY POSITION

		Rs. in million	
Fiscal Year / Item	2012-13	2013-14	
A. REVENUE			
FBR Tax Revenue (1 +2)*	1,936,143	2,266,309	
1. Direct Taxes	735,758	884,118	
2. Indirect Taxes	1,200,385	1,382,191	
i. Customs	239,608	240,997	
ii. Sales Tax	841,324	1,002,110	
iii. Federal Excise	119,453	139,084	
Others	112,366	108,231	
Non-Tax Revenue	726,758	1,037,497	
Gross Revenue Receipts*	2,775,267	3,412,037	
B. EXPENDITURE			
Current Expenditure	2,625,014	2,884,730	
i. Defence	540,595	623,085	
ii. Mark-up payments	990,967	1,147,793	
iii. Grants	292,489	336,696	
vi. Others**	800,963	777,156	
Development Expenditure and Net Lending	816,002	874,348	
Total Expenditure	3,441,016	3,759,078	

Source: Budget Wing, Finance Division, Islamabad

* Includes Petroleum Levy, Airport tax and other taxes of ICT

** : Includes other categories not shown here

TABLE 4.2

SUMMARY OF PUBLIC FINANCE (CONSOLIDATED FEDERAL & PROVINCIAL GOVERNMENTS)

Fiscal Year/ Items	Rs. in million								% Change 2013-14/ 2012-13
	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	
Total Revenues (i+ii)	1,297,957	1,499,380	1,850,901	2,078,165	2,252,855	2,566,514	2,982,436	3,637,297	22.0
Federal	1,215,730	1,380,599	1,721,028	1,955,457	2,125,975	2,411,297	2,760,436	3,397,954	23.1
Provincial	82,227	118,781	129,873	122,708	126,880	155,217	222,000	239,343	7.8
i) Tax Revenues	889,685	1,050,696	1,204,670	1,472,821	1,699,334	2,052,886	2,199,232	2,564,509	16.6
Federal	852,866	1,009,902	1,158,586	1,418,007	1,634,775	1,945,697	2,048,509	2,374,540	15.9
Provincial	36,819	40,794	46,084	54,814	64,559	107,189	150,723	189,969	26.0
ii) Non-Tax Revenues	408,272	448,684	646,231	605,344	553,521	513,628	783,204	1,072,788	37.0
Federal	362,864	370,697	562,442	537,450	491,200	465,600	711,927	1,023,414	43.8
Provincial	45,408	77,987	83,789	67,894	62,321	48,028	71,277	49,374	-30.7
Total Expenditures (a+b+c+d)	1,675,458	2,276,549	2,531,308	3,007,226	3,447,263	3,936,218	4,816,300	5,026,016	4.4
a) Current	1,375,345	1,853,147	2,041,570	2,386,042	2,900,784	3,122,502	3,660,434	4,004,582	9.4
Federal	973,130	1,416,015	1,495,873	1,758,826	2,088,124	2,154,732	2,565,222	2,831,249	10.4
Provincial	402,215	437,132	545,697	627,216	812,660	967,770	1,095,212	1,173,333	7.1
b) Development	433,658	451,896	480,282	613,441	506,103	731,868	777,096	1,135,918	46.2
c) Net Lending to PSE's	-9,035	-28,494	6,911	39,383	7,904	12,019	362,783	100,610	-72.3
d) Statistical Discrepancy	-124,510	0	2,545	-31,640	32,472	69,829	15,987	-215,094	
Overall Deficit	377,501	777,169	680,407	929,061	1,194,409	1,369,704	1,833,864	1,388,719	-24.3
Financing (net)	377,501	777,169	680,407	929,061	1,194,409	1,369,704	1,833,864	1,388,719	-24.3
External (net)	147,150	151,311	149,651	188,889	107,705	128,650	-1,676	511,727	
Domestic (i+ii+iii)	230,351	625,858	529,466	740,172	1,086,704	1,241,054	1,835,540	876,992	-52.2
i) Non-Bank	56,905	104,302	223,846	435,610	471,575	529,384	378,040	553,330	46.4
ii) Bank	101,982	519,906	305,620	304,562	615,129	711,670	1,457,500	323,662	-77.8
iii) Privatization Proceeds	71,464	1,650	1,290	0	0	0	0	0	
Memorandum Item									
GDP (mp) in Rs. Billion	9,240	10,638	13,200	14,867	18,276	20,047	22,489	25,402	13.0
	(As Percent of GDP at Market Price)*								
Total Revenue	14.0	14.1	14.0	14.0	12.3	12.8	13.3	14.3	-
Tax Revenue	9.6	9.9	9.1	9.9	9.3	10.2	9.8	10.1	-
Non-Tax Revenue	4.4	4.2	4.9	4.1	3.0	2.6	3.5	4.2	-
Expenditure	18.1	21.4	19.2	20.2	18.9	19.6	21.4	19.8	-
Current	14.9	17.4	15.5	16.0	15.9	15.6	16.3	15.8	-
Development Expenditure & net Lending	4.6	4.0	3.7	4.4	2.8	3.7	5.1	4.9	-
Overall Deficit	4.1	7.3	5.2	6.2	6.5	6.8	8.2	5.5	-

*: Due to change of base of GDP of 2005-06 prior years are not comparable

Source: Budget Wing, Finance Division, Islamabad

TABLE 4.3

CONSOLIDATED FEDERAL & PROVINCIAL GOVERNMENT REVENUES

Rs. in million

Fiscal Year/ Item	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
Total Revenue (I+II)	1,297,957	1,499,381	1,850,901	2,078,165	2,252,854	2,566,514	2,982,436	3,637,297
Federal	1,215,730	1,380,600	1,721,028	1,955,457	2,125,975	2,411,297	2,760,436	3,397,954
Provincial	82,227	11,878	129,873	122,708	126,879	155,217	222,000	239,343
I. Tax Revenues (A+B)	889,685	1,050,696	1,204,670	1,472,821	1,699,334	2,052,886	2,199,232	2,564,509
Federal	852,866	1,009,902	1,158,586	1,418,007	1,634,775	1,945,697	2,048,509	2,374,540
Provincial	36,819	40,794	46,084	54,814	64,559	107,189	150,723	189,969
A. Direct Taxes (1+2)	337,639	391,350	444,875	534,368	598,514	739,775	742,488	893,351
1 Federal	334,168	387,563	440,271	528,649	594,689	731,941	735,758	884,118
2 Provincial	3,471	3,787	4,604	5,719	3,825	7,834	6,730	9,233
B. Indirect Taxes								
(3+4+5+6+7)	552,046	659,346	759,796	938,453	1,100,820	1,313,111	1,456,744	1,671,158
3. Excise Duty	74,026	86,549	119,517	125,368	141,600	126,209	124,349	144,540
Federal	71,575	83,594	116,055	121,182	137,207	122,014	119,453	139,084
Provincial	2,451	2,955	3,462	4,186	4,393	4,195	4,896	5,456
4. Sales Tax*	309,228	385,497	452,294	516,102	632,824	809,310	841,324	1,002,110
5. Taxes on Interna-								
tional Trade	132,200	150,545	148,382	161,489	185,437	218,215	239,608	240,997
6. Surcharges*	64,546	35,178	126,026	114,650	113,103	83,329	141,837	142,064
6.1 Gas	34,888	20,708	14,015	25,908	30,358	22,960	32,171	38,530
6.2 Petroleum	29,658	14,470	112,011	88,742	82,745	60,369	109,666	103,534
7. Other Taxes **	36,592	36,755	39,603	46,752	58,214	99,008	141,797	179,977
7.1 Stamp Duties	10,268	11,123	11,290	11,693	14,007	16,527	18,306	21,790
7.2 Motor Vehicle Taxes	7,719	4,975	7,534	10,222	10,507	11,140	13,975	15,565
7.3 Foreign Travel Tax*	3,681	356	-	-	-	-	-	-
7.4 Others	14,924	20,301	20,779	24,837	33,700	71,341	109,516	142,622
II. Non-Tax Revenues	408,272	448,685	646,231	605,344	553,520	513,628	783,204	1,072,788
Federal	362,864	370,698	562,442	537,450	491,200	465,600	711,927	1,023,414
Provincial	45,408	77,987	83,789	67,894	62,320	48,028	71,277	49,374

* : Revenues under these heads are exclusively Federal

** : Mainly includes Provincial Revenues

Note : Government has abolished Foreign Travel Tax from 2008-09

TABLE 4.4

CONSOLIDATED FEDERAL & PROVINCIAL GOVERNMENT EXPENDITURES

	Rs. in million							
Fiscal Year/ Item	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
Current Expenditure	1,375,345	1,853,147	2,041,570	2,386,042	2,900,784	3,122,502	3,660,434	4,004,582
Federal	973,130	1,416,015	1,495,873	1,758,826	2,088,124	2,154,732	2,565,222	2,831,249
Provincial	402,215	437,132	545,697	627,216	812,660	967,770	1,095,212	1,173,333
Defence	249,858	277,300	329,902	375,019	450,615	507,159	540,595	623,085
Mark-up Payments	386,916	509,574	656,259	661,270	716,603	901,919	1,005,798	1,161,876
Federal	368,797	489,681	637,790	642,269	698,095	889,044	990,967	1,147,793
Provincial	18,119	19,893	18,469	19,001	18,508	12,875	14,831	14,083
Current Subsidies	76,039	423,685	225,610	227,000	260,600	166,976	357,991	305,748
Development Expenditure	433,658	451,896	480,282	613,441	506,103	731,868	777,096	1,135,918
Net Lending to PSEs	-9,035	-28,494	6,911	39,383	7,904	12,019	362,783	100,610
Statistical Discrepancy	-124,510	0	2,545	-31,640	32,472	69,829	15,987	-215,094
Total Expenditure	1,675,458	2,276,549	2,531,308	3,007,226	3,447,263	3,936,218	4,816,300	5,026,016
Memorandum Items:	(Percent Growth over preceding period)							
Current Expenditure	32.9	34.7	10.2	16.9	21.6	7.6	17.2	9.4
Defence	3.6	11.0	19.0	13.7	20.2	12.5	6.6	15.3
Mark-up Payments	48.8	31.7	28.8	0.8	8.4	25.9	11.5	15.5
Current Subsidies	37.9	63.5	-46.8	0.6	14.8	-35.9	114.4	-14.6
Development Expenditure	18.8	4.2	6.3	27.7	-17.5	44.6	6.2	46.2
Total Expenditure	19.5	35.9	11.2	18.8	14.6	14.2	22.4	4.4
	As % of Total Expenditure							
Current Expenditure	82.1	81.4	80.7	79.3	84.1	79.3	76.0	79.7
Defence	14.9	12.2	13.0	12.5	13.1	12.9	11.2	12.4
Mark-up Payments	23.1	22.4	25.9	22.0	20.8	22.9	20.9	23.1
Current Subsidies	4.5	18.6	8.9	7.5	7.6	4.2	7.4	6.1
Development Expenditure*	25.3	18.6	19.2	21.7	14.9	18.9	23.7	24.6
Total Expenditure	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

* : Include Net Lending

Source: Budget Wing, Finance Division

TABLE 4.5

DEBT SERVICING

Rs. in million								
Fiscal Year / Item	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
A. Mark-up Payments	386,916	509,574	656,259	661,270	716,603	901,919	1,005,798	1,161,876
A.1 Federal	368,797	489,681	637,790	642,269	698,095	889,044	990,967	1,147,793
Servicing of Domestic Debt	318,939	430,189	558,729	578,287	629,709	821,115	920,353	1,072,813
Servicing of Foreign Debt	49,858	59,492	79,061	63,982	68,386	67,929	70,614	74,980
A.2 Provincial	18,119	19,893	18,469	19,001	18,508	12,875	14,831	14,083
B. Repayment/Amortization of Foreign Debt	69,615	68,662	224,576	196,811	157,945	135,286	217,872	312,112
C. Total Debt Servicing (A+B)	456,531	578,236	880,835	858,081	874,548	1,037,205	1,223,670	1,473,988
MEMORANDUM ITEMS	(As Percent of GDP)							
Servicing of Domestic Debt	3.5	4.0	4.2	3.9	3.4	4.1	4.1	4.2
Servicing of Foreign Debt	0.5	0.6	0.6	0.4	0.4	0.3	0.3	0.3
Repayment/Amortization of Foreign Debt	0.8	0.6	1.7	1.3	0.9	0.7	1.0	1.2
Total Debt Servicing	4.9	5.4	6.7	5.8	4.8	5.2	5.4	5.8

Source: Budget Wing, Finance Division