

Preface

The Annual Budget Statement containing estimated receipts and expenditure in terms of Article 80(1) of the Constitution of Pakistan 1973 is being laid before the National Assembly of Pakistan for FY 2020-21 which will also be transmitted to the Senate of Pakistan as required under 73(1) of the Constitution.

The statement also meets the requirements contained in Article 80(2) of the Constitution showing separately charged expenditures and other expenditures to be made from Federal Consolidated Fund and distinguishes expenditures on revenue account from other expenditures.

The section 4 of the Public Finance Management Act, 2019 provides that the Federal Government shall lay before National Assembly, Annual Budget Statement including a Statement of the Purpose and estimates for each demand for grant. The Statement shall also contain Statement of Contingent Liabilities of the Federal Government and Statement of Fiscal Risk.

Furthermore, under sections 5 and 10 of the Fiscal Responsibility and Debt Limitation Act 2005, a Medium Term Budgetary Statement and Statements of Responsibility are also required to be laid before National Assembly. In addition, a statement of estimated tax expenditure has also been added in the Annual Budget Statement.

Naveed Kamran Baloch
Secretary to Government of Pakistan

Finance Division
Islamabad, the 12th June, 2020.

Statement of Purpose – Demand for Grants

This statement is being provided to comply with section 4 of the Public Finance Management Act, 2019. The purposes of demands for grants, keeping in view policy priorities of the Federal Government, are to provide for debt servicing on domestic and foreign loans and advances, for expenditures to be incurred on defense, civil administration and pensions, development expenditure for human and infrastructure development, to vitalize economic growth and provide jobs through various programs including Naya Pakistan Housing scheme, interest free loan scheme, schemes for youth, etc.

Furthermore, in wake of the Covid-19 effects on the economy the government's policy priority is to cater for the needs arisen including relief to people and businesses and ensure that low-income individuals receive cash and other types of assistance (through Ehsaas Program), to keep a disaster management and contingency reserve, provide targeted subsidies on essential food items, energy bills and agriculture inputs, and to provide grants, loans and equity investments to Public Sector Enterprises for socio-economic development.

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RECEIPTS - SUMMARY

(Rs in million)

Object Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
	Federal Consolidated Fund (5+6-10)	7,260,620	6,130,907	7,248,478
B	1 Tax Revenue Receipts	5,822,160	4,208,459	5,464,300
	FBR Taxes	5,555,000	3,908,000	4,963,000
	Direct Taxes	2,081,945	1,623,000	2,043,000
	Indirect Taxes	3,473,055	2,285,000	2,920,000
	Other Taxes	267,160	300,459	501,300
C	2 Non-Tax Receipts	894,464	1,296,030	1,108,926
C01	Income from Property and Enterprise	269,582	243,187	210,708
C02	Receipts from Civil Administration etc.	430,961	809,666	645,616
C03	Miscellaneous Receipts	193,921	243,177	252,602
	3 Total Revenue Receipts (1+2)	6,716,624	5,504,488	6,573,226
E	4 Capital Receipts	766,198	755,579	1,326,052
E02	Recovery of Loans and Advances	183,520	131,713	147,167
E03	Domestic Debt Receipts (Net)	582,677	623,866	1,178,885
	5 Total Internal Receipts (3+4)	7,482,822	6,260,067	7,899,279
	6 External Receipts	3,032,325	2,272,920	2,222,919
	Loans	2,990,579	2,181,202	2,157,500
	Grants	27,950	32,490	20,667
	Project Loans & Grants Outside PSDP	13,796	59,228	44,751
	7 Total Internal and External Receipts (5+6)	10,515,146	8,532,987	10,122,197
	8 Public Accounts Receipts (Net)	250,754	421,274	215,618
	Deferred Liabilities (Net)	278,628	430,341	227,278
	Deposit and Reserves (Net)	(27,875)	(9,067)	(11,660)
	9 Gross Federal Resources (7+8)	10,765,900	8,954,261	10,337,815
	10 Less Provincial Share in Federal Taxes	3,254,526	2,402,080	2,873,719
	11 Net Federal Resources (9-10)	7,511,374	6,552,181	7,464,096
	12 Cash Balance built up by the Provinces	422,995	(80,664)	242,472
	13 Privatization Proceeds	150,000	150,000	100,000
	14 Credit from Banking Sector	338,996	1,723,815	979,385
	15 Total-Resources (11+12+13+14)	8,423,366	8,345,332	8,785,954

REVENUE RECEIPTS

Tax Revenue

(Rs in million)

Object Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
B	<u>Tax Revenue</u>			
	a. FBR Taxes (i+ii)	5,555,000	3,908,000	4,963,000
B01	i.Direct Taxes	2,081,945	1,623,000	2,043,000
B011	Taxes on Income	2,073,000	1,618,037	2,036,752
B015	Worker's Welfare Fund	5,050	2,548	3,207
B017-18	Capital Value Tax (CVT)	3,895	2,415	3,041
B02	ii.Indirect Taxes	3,473,055	2,285,000	2,920,000
B020-22	Customs Duties	1,000,500	546,000	640,000
B023	Sales Tax	2,107,738	1,427,000	1,919,000
B024-25	Federal Excise	364,817	312,000	361,000
	b. Other Taxes	267,160	300,459	501,300
B013,14, 16,26-30	Other Indirect Taxes	8,100	15,442	20,475
B03087	Mobile Handset Levy	3,000	4,000	5,800
B03064	Airport Tax	35	17	25
B03083	Gas Infrastructure Development Cess	30,000	11,000	15,000
B03084	Natural Gas Development Surcharge	10,000	10,000	10,000
B03085	Petroleum Levy	216,025	260,000	450,000
1	Total Tax Revenue (a+b)	5,822,160	4,208,459	5,464,300

REVENUE RECEIPTS

Non-Tax Revenue

(Rs in million)

Object Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
C	<u>Non Tax Revenue</u>			
C01	a) Income from Property and Enterprise	269,582	243,187	210,708
C01001	Railway	-	-	-
	Gross Receipts	97,100	95,000	100,150
	Deduction: Working Expenses	97,100	95,000	100,150
C01008	Pak. Telecommunication Authority	1,000	6,449	2,000
C01008	Pak. Telecom. Authority (3/4G Licenses)	52,730	125,000	27,000
C01012	Regulatory Authorities	1,282	540	542
C012-18	Total Mark up	148,607	63,027	120,188
C012	Mark up (Provinces)	24,112	26,111	26,843
C013-18	Mark up (PSEs & Others)	124,495	36,917	93,345
C019	Dividends	65,963	48,171	60,978
C02	b) Receipts from Civil Administration and Other Functions	430,961	809,666	645,616
C021-24	General Administration Receipts	4,284	3,408	3,440
C02211	Share of Surplus Profits of the State Bank of Pakistan	406,070	785,000	620,000
C025	Defence Services Receipts	15,453	17,553	18,431
C026	Law and Order Receipts	2,034	1,137	1,198
C027	Community Services Receipts	1,454	1,039	1,097
C028-29	Social Services	1,666	1,528	1,450
C03	c) Miscellaneous Receipts	193,921	243,177	252,602
C031-35	Economic Services Receipts	4,127	1,254	2,096
C036	Foreign Grants	18,795	27,463	22,517
C03897	Citizenship, Nationalization, Passport and Copyright Fees	25,000	25,000	25,000
C03905	Royalty on Crude Oil	24,673	25,000	23,000
C03906	Royalty on Natural Gas	51,560	54,050	53,812
C03910	Discount Retained on Local Crude Price	16,000	16,000	17,000
C03915	Windfall Levy against Crude Oil	7,000	7,000	8,000
C03917	Petroleum Levy on LPG	4,000	3,635	5,516
	Others	42,767	83,775	95,661
C	2 Total Non-Tax Revenue (a+b+c)	894,464	1,296,030	1,108,926
	3 Total Revenue Receipts (1+2)	6,716,624	5,504,488	6,573,226

CAPITAL RECEIPTS

(Rs in million)

Object Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
E02	I. Recoveries of Loans and Advances	183,520	131,713	147,167
E021	Provinces	79,371	84,666	89,025
E022-27	Others	104,150	47,047	58,142
	II. Total Domestic Debts Receipts (i+ii)	39,755,300	15,846,020	11,278,787
E031	i) Permanent Debt Receipts	1,634,760	1,649,153	1,827,003
	Pakistan Investment Bonds (Bank)	1,146,446	266,897	277,531
	Pakistan Investment Bonds (Non Bank)	402,314	1,063,574	1,079,472
	Premium Prize Bonds (Registered)	6,000	18,682	20,000
	Ijara Sukuk Bonds	80,000	300,000	450,000
E032	ii) Floating Debt Receipts	38,120,541	14,196,867	9,451,784
	Prize Bonds	122,544	79,109	48,626
	Market Treasury Bills	15,650,870	569,000	0
	Treasury Bills through Auction	22,344,544	13,546,175	9,401,000
	Others Bills	2,283	2,283	1,858
	Ways and Means Advances	300	300	300
E	4 Capital Gross Receipts (I+II)	39,938,821	15,977,733	11,425,954
	Domestic Debt Receipts (i+ii)	39,755,300	15,846,020	11,278,787
	Domestic Debt Repayment (page-17)	39,172,623	15,222,154	10,099,902
	Net Domestic Debt Receipts	582,677	623,866	1,178,885
5	Total Federal Internal Gross Receipts (3+4)	46,655,445	21,482,221	17,999,180

EXTERNAL RECEIPTS

(Rs in million)

	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
I	Loans	2,990,579	2,181,202	2,157,500
	Project Loans	211,171	214,744	218,153
	Federal	118,872	143,136	66,822
	Provincial	92,299	71,608	151,331
	Programme Loans	276,958	620,240	503,567
	Other Loans	2,502,450	1,346,219	1,435,781
	Islamic Development Bank	165,000	127,117	165,000
	Saudi Arabia (Oil Facility)	480,000	138,840	165,000
	Euro Bond/International Sukuk	450,000	0	247,500
	Commercial Banks	300,000	623,610	647,213
	Budgetary Support from Friendly Countries	750,000	0	0
	IMF Loan for Budgetary Support	357,450	456,652	211,068
II	Grants	27,950	32,490	20,667
	Project Grants	27,950	32,490	20,667
	Federal	7,807	13,374	5,653
	Provincial	20,143	19,116	15,014
a.	External Receipts (I +II)	3,018,529	2,213,692	2,178,168
b.	Project Loans & Grants Outside PSDP	13,796	59,228	44,751
	Loans	13,250	52,296	42,411
	Grants	546	6,932	2,340
6	Total External Receipts (a +b)	3,032,325	2,272,920	2,222,919

PUBLIC ACCOUNT RECEIPTS
National Savings Schemes

(Rs in million)				
Object Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
i. G111	Investment Deposit Accounts (Savings Schemes)	1,431,418	1,709,041	932,904
G11101	Saving Bank Accounts	334,759	360,423	365,111
G11106	Defence Savings Certificates	76,429	152,082	63,939
G11111	Special Savings Certificates (Registered)	186,507	303,643	96,550
G11112	Special Savings Accounts	212,865	331,594	105,437
G11113	Regular Income Certificate	241,556	206,483	74,007
G11126	Pensionary Benefits	88,708	83,273	52,555
G11127	Behbood Saving Certificate	252,495	249,515	132,285
G11130	Shuda Welfare Account	100	28	20
	New Savings Schemes	20,000	0	30,000
	Short Term Savings Certificates	18,000	22,000	13,000
ii.	Other Accounts	9,700	6,100	8,000
G03109	Postal Life Insurance Fund	9,700	6,100	8,000
iii. G061	Provident Fund	60,000	58,500	60,000
	Total Receipts (i+ii+iii)	1,501,118	1,773,641	1,000,904
1	Gross Receipts	1,501,118	1,773,641	1,000,904
	Gross Expenditure (Page-18)	1,222,490	1,343,300	773,626
	Net Receipts	278,628	430,341	227,278

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PUBLIC ACCOUNT RECEIPTS
Deposits and Reserves

(Rs in million)

Object Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
G	<u>Deposits and Reserves</u>			
G06202	F.G.Employees Benevolent Fund (Civil)	1,395	1,267	1,331
G06203	F.G.Employees Benevolent Fund (Defence)	2,275	2,441	2,563
G06205	F.G.Employees Benevolent Fund (Pak.Post)	172	161	169
G06206	F.G.Employees Benevolent Fund (Pak.PWD)	7	7	7
G06209	F.G.Employees Benevolent Fund (N.S.)	14	12	13
G06210	F.G.Employees Benevolent Fund (Mint)	3	3	3
G06212	F.G.Employees Benevolent Fund (GSP)	5	5	5
G06304	Workers Welfare Fund	7,387	9,300	9,765
G06409	F.G.Employees Group Insurance Fund (Civil)	408	401	421
G06410	F.G.Employees Group Insurance Fund (Defence)	683	187	196
G07101	Post Office Renewal Reserve Fund	0	30	32
G07102	Pakistan Post Office Welfare Fund	0	58	61
G07104	F.G.Employees Group Insurance Fund (PPO)	10	11	12
G07106	PPO Miscellaneous	187,360	179,291	188,255
G08117	Railways Reserve Fund	39,000	45,000	40,000
G08121	Railways Depreciation Reserve Fund	6,115	4,166	4,922
G10101	Pak. PWD Receipts & Collection Account	294	360	378
G10102	Foreign Affairs Receipt & Collection Account	7,531	2,724	2,860
G10104	Mint Receipts & Collection Account	52	126	132
G10106	Deposit Works of Survey of Pakistan	122	25	26
G10113	Public Works/Pak. PWD Deposits	7,129	21,606	22,686
G10304	Zakat Collection Account	3,808	2,090	2,194
G11215	Revenue Deposits	11,756	948	996
G11216	Civil and Criminal Court Deposits	13	17	18
G11217	Personal Deposits	19,433	38,726	40,662
G11220	Deposits in connection with Elections	137	4	4
G11224	Deposit Account with Defence	3,118	3,578	3,756
G11225	Deposit Account with AGPR	171	276	290
G11230	Special Remittances Deposits	1,526	1,027	1,078

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PUBLIC ACCOUNT RECEIPTS
Deposits and Reserves

(Rs in million)

Object Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
G	<u>Deposits and Reserves</u>			
G11240	Security Deposits of Cashiers	388	295	309
G11255	Defence Services Security Deposits	1,957	1,968	2,066
G11256	Defence Services Misc. Deposits	144,730	206,706	217,041
G11276	Security Deposit of Private Companies	15	28	29
G11280	Withholding Tax on Profit From Investment in NSS	7,551	10,901	11,446
G11281	Deposit Account of fees realized by PNAC	18	32	33
G11290	Security Deposit of Firms/Contractors	137	31	33
G12150	PM's Relief Fund for IDP's 2014	2,459	3,472	3,646
G12157	PM COVID-19 Panademic Relief Fund 2020	0	24	25
G12206	Spl. Fund for Welfare & Uplift of Minorities	75	45	47
G12226	Federal Govt. Artists Welfare Fund	0	13	14
G12308	Reserve Fund for Exchange Risk on Foreign Loans	415	279	293
G12412	Pakistan Oil Seeds Development Cess Fund	155	145	152
G12419	Research and Development Fund	51	903	948
G12421	SCP Diamer Basha&Mohamand Daam Fund	0	23	24
G12713	Income Tax Deduction from Salaries	7	20	21
G12714	Income Tax Deduction from Contractors/Suppliers	75	80	84
G12738	National Fund for Control of Drug Abuse	28	33	35
G12741	Fed. Civil Servant's subs. to Services Book Club	16	17	18
G12777	Sales Tax Deduction at Source	0	8	8
G12783	Universal Service Fund	102	3,428	3,600
G13127	Grants and T.A from US Government	0	843	885
G13140	GSP Receipt and Collection Account	26	23	25
G141	Coinage Account	1,800	1,078	1,350
	Others	23	23	27
2	Gross Receipts	459,951	544,266	564,993
	Expenditure (Page-20)	487,826	553,333	576,654
	Net Deposits and Reserves Receipts	(27,875)	(9,067)	(11,660)
	Public Account - Summary			
3	Gross Receipt (1+2)	1,961,069	2,317,907	1,565,897
	Gross Expenditure (Page-20)	1,710,316	1,896,633	1,350,280
7	Public Account Net Receipts	250,754	421,274	215,618

EXPENDITURE - SUMMARY

(Rs in million)

Function Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
Current Expenditure on Revenue Account				
01	General Public Services	5,607,042	5,538,073	4,428,643
02	Defence Affairs and Services	1,152,535	1,227,388	1,289,134
03	Public Order and Safety Affairs	152,919	153,269	169,927
04	Economic Affairs	84,167	106,411	71,751
05	Environment Protection	470	470	431
06	Housing and Community Amenities	2,292	2,545	35,680
07	Health	11,058	12,023	25,494
08	Recreation, Culture and Religion	9,838	9,301	9,822
09	Education Affairs and Services	77,262	81,253	83,363
10	Social Protection	190,594	245,024	230,907
a.	Current Exp. on Revenue Account	7,288,179	7,375,757	6,345,150
b.	Current Exp. on Capital Account	185,291	210,145	1,491,065
1	Total Current Expenditure (a + b)	7,473,470	7,585,902	7,836,215
c.	Dev. Exp. on Revenue Account (i+ii)	489,880	395,608	460,121
d.	Dev. Exp. on Capital Account (i+ii)	460,016	363,822	489,617
2	Total Development Expenditure (c+d)	949,896	759,430	949,738
	Total - Expenditure (1+2)	8,423,366	8,345,332	8,785,954
3	Break-up of Expenditure			
	Revenue Account (a+c)	7,778,058	7,771,365	6,805,272
	Capital Account (b+d)	645,307	573,967	1,980,682
	Total Expenditure:	8,423,366	8,345,332	8,785,954

Current Expenditure on Revenue Account

(Rs in million)

Function Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
01	General Public Service	5,607,042	5,538,073	4,428,643
	011 Executive & Legislative Organs,			
	Financial & Fiscal Affairs, External Affairs	4,716,758	4,839,651	3,663,740
	Debt Servicing	3,986,703	3,954,695	2,946,135
	Servicing of Foreign Debt	359,764	335,351	315,135
	Foreign Loans Repayment	1,095,254	1,245,344	-
	Servicing of Domestic Debt	2,531,685	2,374,000	2,631,000
	Superannuation Allowances & Pensions	421,000	463,419	470,000
	Others	309,055	421,537	247,605
012	Foreign Economic Aid	6,422	6,418	2,387
014	Transfers	643,391	646,720	687,355
	Provinces	184,372	172,509	171,890
	Others	459,019	474,211	515,465
015	General Services	9,805	9,311	10,623
016	Basic Research	4,992	4,992	5,952
017	Research & Dev. General Public Services	14,417	14,562	15,108
018	Admn. of General Public Service	6,846	8,539	3,149
019	Gen. Public Services not elsewhere defined	204,410	7,881	40,329
02	Defence Affairs and Services	1,152,535	1,227,388	1,289,134
	021 Defence Services	1,149,665	1,224,522	1,286,192
	A01 Employees Related Expenses	450,413	455,860	475,657
	A03 Operating Expenses	264,656	318,114	301,109
	A09 Physical Assets	315,375	317,118	357,756
	A12 Civil Works	123,252	135,715	155,478
	Less Recoveries	-4,031	-2,285	-3,808
	025 Defence Administration	2,870	2,866	2,943
03	Public Order and Safety Affairs	152,919	153,269	169,927
031	Law Courts	6,012	5,992	6,903
032	Police	142,837	143,207	158,621
033	Fire Protection	274	274	303
034	Prison Administration and Operation	43	43	47
035	R&D Public Order and Safety	47	47	50
036	Administration of Public Order	3,706	3,705	4,003

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Current Expenditure on Revenue Account

(Rs in million)

Function Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
04	Economic Affairs	84,167	106,411	71,751
041	Gen. Eco., Commercial & Labour Affairs	32,580	53,301	14,108
042	Agri., Food, Irrigation, Forestry & Fisheries	4,917	4,916	13,696
043	Fuel and Energy	24,718	23,299	10,762
044	Mining and Manufacturing	1,811	2,310	1,968
045	Construction and Transport	14,753	14,752	15,638
046	Communications	3,714	4,182	3,779
047	Other Industries	1,674	3,651	11,800
05	Environment Protection	470	470	431
052	Waste Water Management	-	-	-
055	Administration of Environment Protection	470	470	431
06	Housing and Community Amenities	2,292	2,545	35,680
061	Housing Development	-	252	31,000
062	Community Development	2,292	2,292	4,680
07	Health	11,058	12,023	25,494
071	Medical Products, Appliances and Equipments	31	31	31
073	Hospital Services	8,702	9,762	22,774
074	Public Health Services	463	463	504
076	Health Administration	1,862	1,767	2,184

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Current Expenditure on Revenue Account

(Rs in million)

Function Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
08	Recreation, Culture and Religion	9,838	9,301	9,822
081	Recreational and Sporting Services	0	0	0
082	Cultural Services	717	646	747
083	Broadcasting and Publishing	7,631	7,176	7,500
084	Religious Affairs	1,050	1,039	1,122
086	Admn. of Information, Recreation & Culture	439	440	453
09	Education Affairs and Services	77,262	81,253	83,363
091	Pre-Primary and Primary Education Affairs and Services	2,831	2,781	2,931
092	Secondary Education Affairs and Services	6,718	6,726	7,344
093	Tertiary Education Affairs and Services	65,233	70,037	70,741
094	Education Services not Definable by Level	0	0	0
095	Subsidiary Services to Education	310	393	312
096	Administration	1,407	727	1,237
097	Education Affairs & Services not Elsewhere Classified	763	589	798
10	Social Protection	190,594	245,024	230,907
107	Administration	1,827	1,827	21,763
108	Others	864	894	886
109	Social Protection (Not elsewhere classified)	187,903	242,303	208,258
a. Current Expenditure on Revenue Account		7,288,179	7,375,757	6,345,150

Current Expenditure on Capital Account

(Rs in million)

Function Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
01	General Public Service	185,291	210,145	1,491,065
011	Foreign Loans Repayment	-	-	1,228,880
011	Repayment of Short Term Foreign Credits	108,300	137,222	183,691
014	Transfers	76,991	72,922	78,493
	Federal Misc. Investments	15,468	6,470	11,717
	Other Loans and Advances by the Fed. Govt.	61,523	66,452	66,776
19	Gen. Public Services not Elsewhere Defined	-	-	-
04	Economic Affairs	-	-	-
041	Gen. Eco., Commercial & Labour Affairs	-	-	-
042	Agri., Food, Irrigation, Forestry & Fisheries	-	-	-
	b. Current Expenditure on Capital Account	185,291	210,145	1,491,065
	I. Total Current Expenditure (a+b)	7,473,470	7,585,902	7,836,215

Development Expenditure on Revenue Account

(Rs in million)

Function Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
01	General Public Service	263,102	174,233	273,596
011	Executive & Legislative Organs, Financial & Fiscal Affairs, External Affairs	14,926	58,079	8,060
012	Foreign Economic Aid	0	0	0
014	Transfers	199,664	96,235	157,989
015	General Services	7,964	797	73,695
016	Basic Research	12,148	2,105	7,474
017	Research & Dev. General Public Services	300	164	548
019	General Public Services not elsewhere defined	28,101	16,853	25,830
02	Defence Affairs and Services	1,771	1,700	1,579
025	Defence Administration	1,771	1,700	1,579
03	Public Order and Safety Affairs	4,050	3,415	3,329
031	Law Courts	1,275	756	991
032	Police	2,632	2,620	2,169
033	Fire Protection	0	0	0
036	Administration of Public Order	143	39	169
04	Economic Affairs	161,938	151,241	116,287
041	Gen. Eco. Commercial and Labour Affairs	417	6	117
042	Agri., Food, Irrigation, Forestry & Fisheries	99,081	82,200	77,450
043	Fuel and Energy	50	50	2,741
044	Mining and Manufacturing	100	80	80
045	Construction and Transport	24,673	13,527	32,408
046	Communications	2,215	4,044	3,346
047	Other Industries	35,403	51,334	146
05	Environment Protection	7,579	7,573	5,000
055	Administration of Environment Protection	7,579	7,573	5,000
06	Housing and Community Amenities	2,817	1,357	8,818
061	Housing Development	0	0	0
062	Community Development	2,817	1,357	8,818
063	Water Supply	0	0	0

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Development Expenditure on Revenue Account

(Rs in million)

Function Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
07	Health	12,671	8,134	14,533
072	Out Patients Services	1,500	0	0
073	Hospital Services	4,233	2,448	6,668
074	Public Health Services	4,945	4,639	2,975
075	Research and Development Health	3	3	3
076	Health Administration	4,195	1,045	4,888
	Less Recoveries from Health Services	(2,206)	-	-
08	Recreation, Culture and Religion	1,416	16,407	1,022
081	Recreation and Sporting Services	340	109	929
082	Cultural Services	76	18	92
083	Broadcasting and Publishing	0	0	0
084	Religious Affairs	1,000	16,280	0
09	Education Affairs and Services	33,780	31,026	34,235
091	Pre-Primary & Primary Edu. Affairs & Services	30	15	65
092	Secondary Edu. Affairs & Services	774	756	938
093	Tertiary Edu. Affairs & Services	30,160	29,196	31,338
095	Subsidiary Services to Education	460	286	354
096	Administration	0	0	0
097	Education Affairs & Services not Elsewhere Classified	2,356	772	1,540
10	Social Protection	756	522	1,722
107	Administration	500	500	1,500
108	Others	56	2	87
109	Social Protection (Not elsewhere classified)	200	20	135
	c. Dev. Exp. on Revenue Account	489,880	395,608	460,121

Development Expenditure on Capital Account

(Rs in million)

Function Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
01	General Public Service	445,421	355,456	474,891
011	Executive & Legislative Organs, Financial & Fiscal Affairs, External Affairs	30	30	10
014	Transfers	420,633	330,907	451,153
017	Research and Dev. General Public Services	24,759	24,519	23,647
019	General Public Services not Elsewhere defined	0	0	80
04	Economic Affairs	14,595	8,366	14,726
041	Gen. Eco., Commercial and Labour Affairs	434	8	27
042	Agri., Food, Irrigation, Forestry & Fisheries	0	0	0
043	Fuel and Energy	148	238	1,760
044	Mining and Manufacturing	2,343	726	800
045	Construction and Transport	10,634	3,087	10,724
	Less Recoveries from Railways	(2,500)	0	0
046	Communications	3,535	4,306	1,416
d.	Dev. Expenditure on Capital Account	460,016	363,822	489,617
II.	Total Development Expenditure (c+d)	949,896	759,430	949,738
III.	Total Exp. (Current+Development)	8,423,366	8,345,332	8,785,954

CAPITAL EXPENDITURE

(Rs in million)				
Object Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
A101 i.	Domestic Permanent Debt	1,422,830	998,496	962,936
	Pakistan Investment Bonds (Bank)	1,146,446	266,897	277,531
	Pakistan Investment Bonds (Non Bank)	202,314	653,437	679,472
	Foreign Exchange Bearer Certificates	5	1	5
	Foreign Currency Bearer Certificates	5	1	5
	US Dollar Bearer Certificates	3	0	3
	Special US Dollar Bonds	50	40	50
	Premium Prize Bonds (Registered)	3,000	3,291	5,000
	Ijara Sukuk Bonds	71,007	71,007	0
	Pakistan Bano Certificate (3-years)	0	170	199
	Pakistan Bano Certificate (5-years)	0	220	528
	FADRA	0	3,432	143
A104 ii.	Floating Debt	37,749,793	14,223,659	9,136,965
	Prize Bonds	51,796	261,076	133,807
	Market Treasury Bills	15,650,870	569,000	0
	Treasury Bills through Auction	22,044,544	13,391,000	9,001,000
	Other Bills	2,283	2,283	1,858
	Ways and Means Advances	300	300	300
A10	IV. Total Public Debt Repayment (i+ii)	39,172,623	15,222,154	10,099,902
	V. Total - Federal Consolidated Fund Disbursement (III+IV)	47,595,989	23,567,486	18,885,855

PUBLIC ACCOUNT EXPENDITURE
National Savings Schemes

(Rs in million)				
Object Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
i. G111	Investment Deposit Accounts (Savings Schemes)	1,159,490	1,281,400	707,626
G11101	Savings Bank Accounts	322,263	358,393	363,089
G11103	Khas Deposit Accounts	1	5	5
G11104	Mahana Amadni Accounts	70	70	70
G11106	Defence Savings Certificates	37,538	59,136	38,023
G11108	National Deposit Certificates	1	1	1
G11109	Khaas Deposit Certificates	1	1	1
G11111	Special Savings Certificates (Registered)	175,744	245,749	62,995
G11112	Special Savings Accounts	200,582	268,370	68,794
G11113	Regular Income Certificate	176,291	132,973	43,044
G11126	Pensionary Benefits	59,152	46,721	28,512
G11127	Behbood Saving Certificate	167,844	155,980	90,090
G11130	Shuda Welfare Account	2	1	2
	New Savings Schemes	3,000	-	3,000
	Short Term Savings Certificates (STSC)	17,000	14,000	10,000
ii.	Other Accounts	6,000	6,900	10,000
G03109	Postal Life Insurance Fund	6,000	6,900	10,000
iii. G061	Provident Fund	57,000	55,000	56,000
1	Total Expenditure (i+ii+iii)	1,222,490	1,343,300	773,626

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PUBLIC ACCOUNT EXPENDITURE
Deposits and Reserves

(Rs in million)

Object Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
G	<u>Deposits and Reserves</u>			
G06202	F.G.Employees Benevolent Fund (Civil)	1,351	1,206	1,266
G06203	F.G.Employees Benevolent Fund (Defence)	1,854	2,094	2,198
G06205	F.G.Employees Benevolent Fund (Pak. Post)	150	113	119
G06206	F.G.Employees Benevolent Fund (Pak. PWD)	6	6	7
G06209	F.G.Employees Benevolent Fund (N.S.)	13	12	12
G06210	F.G.Employees Benevolent Fund (Mint)	3	3	3
G06212	F.G.Employees Benevolent Fund (GSP)	3	3	3
G06304	Workers Welfare Fund	21,395	4,351	4,568
G06409	F.G.Employees Group Insurance Fund (Civil)	386	413	434
G06410	F.G.Employees Group Insurance Fund (Defence)	657	162	170
G07102	Pakistan Post Office Welfare Fund	18	43	45
G07104	F.G.Employees Group Insurance Fund (PPO)	9	7	7
G07106	PPO Miscellaneous	172,083	180,824	189,865
G08117	Railways Reserve Fund	39,000	45,000	40,000
G08121	Railways Depreciation Reserve Fund	7,640	2,128	4,921
G10101	Pak. PWD Receipts & Collection Account	293	359	377
G10102	Foreign Affairs Receipt & Collection Account	6,387	2,892	3,037
G10104	Mint Receipts & Collection Account	52	55	58
G10106	Deposit Works of Survey of Pakistan	24	47	50
G10113	Public Works/Pak. PWD Deposits	9,934	21,030	22,081
G10304	Zakat Collection Account	1,075	884	929
G11201	Spl.Deposit Fund for Army supplies	-	147	155
G11215	Revenue Deposits	5,846	26,778	28,117
G11216	Civil and Criminal Court Deposits	8	10	10
G11217	Personal Deposits	17,127	27,674	29,058
G11220	Deposits in connection with Elections	306	33	35
G11224	Deposit Account with Defence	2,567	1,493	1,567

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PUBLIC ACCOUNT EXPENDITURE
Deposits and Reserves

(Rs in million)

Object Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
G	<u>Deposits and Reserves</u>			
G11225	Deposit Account with AGPR	418	181	190
G11230	Special Remittances Deposits	1,543	920	966
G11240	Security deposits of Cashiers	21	278	292
G11255	Defence Services Security Deposits	2,080	9,030	9,481
G11256	Defence Services Misc. Deposits	178,134	208,316	218,732
G11276	Security Deposits of Private Companies	-	71	74
G11280	Withholding Tax on Profit From Investment in NSS	7,091	10,168	10,677
G11281	Deposit Account of fees realized by PNAC	39	19	19
G11290	Security Deposit of Firms/Contractors	271	155	162
G12150	PM's Relief Fund for IDP's 2014	2,456	3,471	3,645
G12206	Special Fund for Welfare & Uplift of Minorities	25	41	43
G12226	Federal Government Artist Welfare Fund	-	19	20
G12305	Export Development Fund	1,291	1,118	1,174
G12412	Pakistan Oil Seeds Development Cess Fund	3	-	-
G12419	Research and Development Fund	720	532	558
G12421	SCP Diamer Basha&Mohamand Daam Fund	-	46	48
G12713	Income Tax Deduction from Salaries	8	17	18
G12714	Income Tax Deduction from Contractors/Suppliers	88	61	64
G12741	Federal Civil Servant's subscription to Services Book Club	1	7	8
G12777	Sales Tax Deduction at Source	-	9	9
G12783	Universal Service Fund	3,600	-	-
G13140	GSP Receipt and Collection Account	16	20	21
G141	Coinage Account	1,800	1,078	1,350
	Others	34	8	11
2	Total Expenditure Deposits & Reserves	487,826	553,333	576,654
VI	Total Public Account Expenditure (1+2)	1,710,316	1,896,633	1,350,280

**STATEMENT OF ESTIMATED CHARGED AND
VOTED EXPENDITURE MET FROM THE
FEDERAL CONSOLIDATED FUND**

(Rs in million)

Description		Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
I.	Expenditure on Revenue Account	7,778,058	7,771,365	6,805,272
	Current	7,288,179	7,375,757	6,345,150
	Development	489,880	395,608	460,121
	Total-Authorized Expenditure	7,778,058	7,771,365	6,805,272
	<i>Charged</i>	<i>4,032,689</i>	<i>3,997,218</i>	<i>4,215,840</i>
	Voted	3,745,369	3,774,147	2,589,432
II.	Expenditure on Capital Account	39,817,930	15,796,121	12,080,584
	Current	39,357,914	15,432,299	11,590,966
	Development	460,016	363,822	489,617
	Total Authorized Expenditure	39,817,930	15,796,121	12,080,584
	<i>Charged</i>	<i>39,444,027</i>	<i>15,508,124</i>	<i>10,513,332</i>
	Voted	373,903	287,997	1,567,252
III.	Total Expenditure met from Federal			
	Consolidated Fund	47,595,989	23,567,486	18,885,855
	Current Expenditure	46,646,093	22,808,056	17,936,117
	Development Expenditure	949,896	759,430	949,738
IV.	Total-Authorized Expenditure	47,595,989	23,567,486	18,885,855
	<i>Charged - Total</i>	<i>43,476,716</i>	<i>19,505,342</i>	<i>14,729,172</i>
	Voted - Total	4,119,273	4,062,144	4,156,683

SCHEDULE-I
**DEMAND FOR GRANTS AND APPROPRIATION FOR
EXPENDITURE MET FROM THE FEDERAL CONSOLIDATED
FUND FOR THE FINANCIAL YEAR COMMENCING ON
1ST JULY, 2020 AND ENDING ON
30TH JUNE, 2021**

SCHEDULE - I
Demand-Wise Expenditure for Budget Estimates 2020-21

Demand No.	Ministries / Divisions	(Rs. in million)		
		Budget Estimates 2020-21		
		Charged	Voted	Total
001	Cabinet	-	274	274
002	Cabinet Division	-	1,090	1,090
003	Other Expenditure of Cabinet Division	-	565	565
004	Miscellaneous Expenditure of Cabinet Division	-	30,372	30,372
005	Emergency Relief and Repatriation	-	187	187
006	Intelligence Bureau	-	6,919	6,919
007	Atomic Energy	-	9,351	9,351
008	Pakistan Nuclear Regulatory Authority	-	1,036	1,036
009	Naya Pakistan Housing Development Authority	-	1,000	1,000
010	Prime Minister's Office (Internal)	-	389	389
011	Prime Minister's Office (Public)	-	474	474
012	National Disaster Management Authority	-	636	636
013	Board of Investment	-	264	264
014	Prime Minister's Inspection Commission	-	59	59
015	Aviation Division	-	104	104
016	Miscellaneous Expenditure of Aviation Division	-	13	13
017	Airports Security Force	-	7,693	7,693
018	Meteorology	-	1,348	1,348
019	Establishment Division	-	1,160	1,160
020	Other Expenditure of Establishment Division	-	4,280	4,280
021	Federal Public Service Commission	-	676	676
022	National School of Public Policy	-	1,116	1,116
023	Civil Services Academy	-	613	613
024	National Security Division	-	93	93
025	Poverty Alleviation and Social Safety Div.	-	2,153	2,153
026	Benazir Income Support Programme	-	200,000	200,000
027	Pakistan Bait-ul-Mal	-	6,105	6,105
028	Climate Change Division	-	223	223
029	Other Expenditure of Climate Change Division	-	189	189
030	Misc. Expenditure of Climate Change Division	-	51	51
031	Commerce Division	-	622	622
032	Other Expenditure of Commerce Division	-	5,780	5,780

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SCHEDULE - I
Demand-Wise Expenditure for Budget Estimates 2020-21

(Rs. in million)

Demand No.	Ministries / Divisions	Budget Estimates 2020-21		
		Charged	Voted	Total
033	Misc. Expenditure of Commerce Division	-	10,512	10,512
034	Communications Division	-	201	201
035	Other Exp. of Communications Division	-	10,976	10,976
036	Pakistan Post Office Department	20	21,394	21,414
037	Defence Division	-	527	527
038	Other Exp. of Defence Division	-	1,774	1,774
039	Survey of Pakistan	-	1,342	1,342
040	Federal Government Educational Institutions in Cantonments and Garrisons	-	6,649	6,649
041	Defence Services	-	1,290,000	1,290,000
042	Defence Production Division	-	642	642
043	Economic Affairs Division	-	591	591
044	Misc. Expenditure of Economic Affairs Division	-	2,387	2,387
045	Power Division	-	177	177
046	Other Expenditure of Power Division	-	105	105
047	Petroleum Division	-	369	369
048	Other Expenditure of Petroleum Division	-	214	214
049	Misc. Expenditure of Petroleum Division	-	10,000	10,000
050	Geological Survey of Pakistan	-	583	583
051	Federal Edu. & Professional Training Div.	-	813	813
052	Other Exp. of Fed. Edu. & Prof. Training Div.	-	12,134	12,134
053	Misc. Exp. of Federal Education & Professional Training Div.	-	833	833
054	Higher Education Commission (HEC)	-	64,100	64,100
055	National Vocational & Technical Training Commission (NAVTC)	-	395	395
056	National Heritage & Culture Division	-	158	158
057	Other Exp. of National Heritage & Culture Div.	-	346	346
058	Misc. Exp. of National Heritage & Culture Div.	-	919	919
059	Finance Division	-	1,855	1,855
060	Other Expenditure of Finance Division	-	28,838	28,838
061	Controller General of Accounts	-	5,924	5,924
062	Pakistan Mint	-	643	643
063	National Savings	-	3,639	3,639
064	Superannuation Allowances and Pensions	3,716	466,284	470,000

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SCHEDULE - I
Demand-Wise Expenditure for Budget Estimates 2020-21

(Rs. in million)

Demand No.	Ministries / Divisions	Budget Estimates 2020-21		
		Charged	Voted	Total
065	Grants-in-Aid and Misc. Adjustments between the Federal & Provincial Govts.	19,000	152,890	171,890
066	Subsidies & Miscellaneous Expenditure	-	643,300	643,300
067	Revenue Division	-	74	74
068	Other Expenditure of Revenue Division	-	352	352
069	Federal Board of Revenue	-	4,463	4,463
070	Customs	-	8,482	8,482
071	Inland Revenue	-	14,770	14,770
072	Foreign Affairs Division	-	1,636	1,636
073	Other Expenditure of Foreign Affairs Division	47	2,980	3,027
074	Foreign Affairs	-	17,110	17,110
075	Housing and Works Division	-	188	188
076	Other Exp. of Housing and Works Division	-	4,512	4,512
077	Human Rights Division	-	274	274
078	Other Expenditures of Human Rights Division	-	796	796
079	Misc. Expenditures of Human Rights Division	-	103	103
080	Industries and Production Division	-	320	320
081	Other Expenditure of Industries and Production Division	-	952	952
082	Misc. Expenditure of Industries and Production Division	-	9,059	9,059
083	Financial Action Task Force (FATF) Sectt.	-	84	84
084	Information and Broadcasting Division	-	570	570
085	Other Expenditure of Information and Broadcasting Division	-	1,284	1,284
086	Misc. Expenditure of Information and Broadcasting Division	-	6,111	6,111
087	Information Services Abroad	-	870	870
088	Information Technology & Telecommunication Division	-	366	366
089	Other Exp. of Information Technology & Telecommunication Division	-	4,611	4,611
090	Misc. Expenditure of Information Technology & Telecommunication Division	-	833	833
091	Interior Division	-	1,135	1,135
092	Other Expenditure of Interior Division	-	5,854	5,854
093	Misc. Expenditure of Interior Division	-	5,029	5,029
094	Islamabad	-	9,933	9,933
095	Passport Organization	-	2,965	2,965
096	Civil Armed Forces	-	93,282	93,282

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SCHEDULE - I
Demand-Wise Expenditure for Budget Estimates 2020-21

(Rs. in million)

Demand No.	Ministries / Divisions	Budget Estimates 2020-21		
		Charged	Voted	Total
097	Frontier Constabulary	-	11,312	11,312
098	Pakistan Coast Guards	-	2,300	2,300
099	Pakistan Rangers	-	25,948	25,948
100	Inter-Provincial Coordination Division	-	407	407
101	Other Exp. of Inter-Provincial Coordination Div.	-	161	161
102	Misc. Exp. of Inter-Provincial Coordination Div.	-	1,075	1,075
103	Kashmir Affairs and Gilgit Baltistan Division	-	382	382
104	Other Expenditure of Kashmir Affairs and Gilgit Baltistan Division	-	33	33
105	Gilgit Baltistan	-	620	620
106	Law and Justice Division	-	430	430
107	Other Expenditure of Law and Justice Division	202	3,371	3,573
108	Misc. Expenditure Law and Justice Division	-	321	321
109	Federal Shariat Court	-	477	477
110	Council of Islamic Ideology	-	139	139
111	National Accountability Bureau	-	5,081	5,081
112	District Judiciary, Islamabad Capital Territory	-	614	614
113	Maritime Affairs Division	-	409	409
114	Other Expenditure of Maritime Affairs Division	-	255	255
115	Misc. Expenditure of Maritime Affairs Division	-	494	494
116	Narcotics Control Division	-	143	143
117	Other Expenditure of Narcotics Control Division	-	2,752	2,752
118	National Assembly	2,243	3,018	5,261
119	The Senate	2,035	1,415	3,451
120	National Food Security and Research Div.	-	486	486
121	Other Exp. of National Food Security and Research Division	-	2,211	2,211
122	Misc. Expenditure of National Food Security and Research Division	-	10,182	10,182
123	National Health Services, Regulations and Coordination Division	-	681	681
124	Other Exp. of National Health Services, Regulations and Coordination Division	-	15,264	15,264
125	Misc. Exp. of National Health Services, Regulations and Coordination Division	-	9,242	9,242

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SCHEDULE - I
Demand-Wise Expenditure for Budget Estimates 2020-21

(Rs. in million)

Demand No.	Ministries / Divisions	Budget Estimates 2020-21		
		Charged	Voted	Total
126	Overseas Pakistanis and Human Resource Development Division	-	276	276
127	Other Exp. of Overseas Pakistanis and Human Resource Development Division	-	1,283	1,283
128	Parliamentary Affairs Division	-	412	412
129	Planning, Development and Special Initiatives Division	-	1,146	1,146
130	Other Expenditure of PD&SI Division	-	2,448	2,448
131	Misc. Expenditure of PD&SI Division	-	283	283
132	CPEC Authority	-	284	284
133	Privatization Division	-	163	163
134	Pakistan Railways	800	99,350	100,150
135	Misc. Expenditure of Pakistan Railways	-	40,000	40,000
136	Religious Affairs and Inter-Faith Harmony Div.	-	396	396
137	Other Expenditure of Religious Affairs and Inter-Faith Harmony Division	-	574	574
138	Misc. Expenditure of Religious Affairs and Inter-Faith Harmony Division	-	189	189
139	Science and Technology Division	-	311	311
140	Misc. Exp. Science and Technology Division	-	9,371	9,371
141	States and Frontier Regions Division	-	138	138
142	Other Exp. of States and Frontier Regions Div.	-	2,454	2,454
143	Water Resource Division	-	146	146
144	Other Exp. of Water Resource Division	-	290	290
145	Misc. Exp. of Water Resource Division	-	81	81
146	Federal Miscellaneous Investments	-	11,717	11,717
147	Other Loans and Advances by the Federal Government.	-	66,776	66,776
148	Development Expenditure of Cabinet Division	-	50,882	50,882
149	Development Expenditure of Aviation Division	-	1,321	1,321
150	Development Exp. of Establishment Division	-	75	75
151	Development Exp. of Poverty Alleviation & Social Safety Division	-	135	135
152	Development Expenditure of SUPARCO	-	4,975	4,975
153	Development Expenditure of Climate Change Division	-	5,000	5,000
154	Development Expenditure of Commerce Division.	-	104	104

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SCHEDULE - I
Demand-Wise Expenditure for Budget Estimates 2020-21

(Rs. in million)

Demand No.	Ministries / Divisions	Budget Estimates 2020-21		
		Charged	Voted	Total
155	Development Exp. of Communication Division	-	255	255
156	Development Expenditure of Defence Division	-	573	573
157	Development Expenditure of Federal Govt. Educational Institutions in Cantt & Garrisons	-	87	87
158	Development Expenditure of Defence Production Division	-	1,579	1,579
159	Development Expenditure Of EAD Outside PSDP	-	3,000	3,000
160	Development Expenditure Of Power Division	-	2,633	2,633
161	Development Expenditure Of Federal Education and Professional Training Division	-	4,376	4,376
162	Development Expenditure of HEC	-	29,470	29,470
163	Development Expenditure of NAVTTC	-	150	150
164	Development Expenditure of National Heritage & Culture Division	-	195	195
165	Development Expenditure of Finance Div.	-	100	100
166	Other Development Expenditure	-	66,370	66,370
167	Development Expenditure Outside PSDP	-	67,000	67,000
168	Development Expenditure of Revenue Division	-	1,697	1,697
169	Development Expenditure of Human Rights Division	-	256	256
170	Development Expenditure of Information and Broadcasting Division	-	6,673	6,673
171	Development Expenditure of Interior Division	-	14,721	14,721
172	Development Expenditure of Inter-Provincial Coordination Division	-	929	929
173	Development Expenditure of Kashmir Affairs & Gilgit Baltistan Division	-	25,000	25,000
174	Development Expenditure of Law and Justice Division	-	991	991
175	Development Expenditure of Narcotics Control Division	-	54	54
176	Development Expenditure of National Food Security and Research Division	-	12,000	12,000
177	Development Expenditure of National Health Services, Regulation & Coordination Division	-	14,508	14,508
178	Development Expenditure of Planning, Development and Spl. Initiative Division	-	73,545	73,545
179	Development Expenditure of Science and Technology Division	-	4,458	4,458
180	Development Expenditure of Water Resources Division	-	67,009	67,009

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SCHEDULE - I
Demand-Wise Expenditure for Budget Estimates 2020-21

(Rs. in million)

Demand No.	Ministries / Divisions	Budget Estimates 2020-21		
		Charged	Voted	Total
181	Capital Outlay on Dev. of Atomic Energy	-	23,297	23,297
182	Capital Outlay on Dev. of PNRA	-	350	350
183	Capital Outlay on Petroleum Division	-	1,786	1,786
184	Capital Outlay on Federal Investments	-	637	637
185	Development Loans and Advances by the Federal Government	-	140,288	140,288
186	External Development Loans and Advances by the Federal Government.	229,738	56,990	286,728
187	Capital Outlay on Works of Foreign Affairs Div.	-	10	10
188	Capital Outlay on Civil Works	-	9,036	9,036
189	Capital Outlay on Industrial Development	-	800	800
190	Capital Outlay on Maritime Affairs Division	-	2,683	2,683
191	Capital Outlay on Pakistan Railways	-	24,000	24,000
	□□□.Staff Household & Allowances of the President(Personal)	395	-	395
	□□□.Staff Household & Allowances of the President(Public)	597	-	597
	□□□.Servicing of Foreign Debt	315,135	-	315,135
	□□□.Foreign Loans Repayment	1,228,880	-	1,228,880
	□□□.Repayment of Short Term Foreign Credits	183,691	-	183,691
	□□□.Audit	5,201	-	5,201
	□□□.Servicing of Domestic Debt	2,631,000	-	2,631,000
	□□□.Repayment of Domestic Debt	10,099,902	-	10,099,902
	□□□.Supreme Court	2,409	-	2,409
	□□□.Islamabad High Court	700	-	700
	□□□.Election	3,149	-	3,149
	□□□... Federal OmbudsmanSecretariat for Protection against Harrasment of Women at work Place	73	-	73
	□□□.Wafaqi Mohtasib	794	-	794
	□□□.Federal Tax Ombudsman	265	-	265
Total Expenditure		14,729,992	4,282,655	19,012,647

SCHEDULE -III
OBJECT CLASSIFICATION WISE EXPENDITURE

		Rs. In million		
Object Code	Description	Budget Estimates 2019-20	Revised Estimates 2019-20	Budget Estimates 2020-21
A01	Total Employees Related Expenses	737,717	742,019	789,124
A011	Pay	151,070	145,905	155,943
A011-1	Pay of Officer	45,771	42,785	47,060
A011-2	Pay of Other Staff	105,300	103,120	108,883
A012	Allowances	586,647	596,114	633,181
A012-1	Regular Allowances	569,181	578,567	613,662
A012-2	Other Allowances (Excluding TA)	17,466	17,547	19,519
A02	Project Pre-investment Analysis	1,201	665	1,665
A03	Operating Expenses	930,425	902,427	902,226
A04	Employees Retirement Benefits	462,083	506,210	513,724
A05	Grants, Subsidies & Write off Loans	1,285,434	1,252,442	1,197,759
A06	Transfers	13,855	13,665	11,201
A07	Interest Payment	2,892,567	2,710,369	2,946,955
A08	Loans and Advances	473,413	388,525	494,107
A09	Physical Assets	347,625	358,710	384,784
A10	Principal Repayments of loans	40,376,253	16,604,795	11,512,549
A11	Investments	29,698	14,773	37,599
A12	Civil Works	158,778	179,650	204,868
A13	Repairs and Maintenance	14,107	12,158	16,087
TOTAL EXPENDITURE		47,723,156	23,686,409	19,012,647

Statement of Contingent Liabilities

This statement is prepared to comply with section 4, sub-section 3 (a) of Public Finance Management Act, 2019, which states that Annual Budget Statement shall also contain statement of contingent liabilities of the Federal Government. As per section

2(h) of the Act, 'contingent liability' is defined as 'a financial liability that may arise or come into being if one or more events occur'.

2. Contingent liabilities are generally off-budget transactions. Quantification and disclosure of such liabilities is fiscal position. Such liabilities unveil the hidden risks associated with obligations that the government has made outside the budget.

3. Federal Government's contingent liabilities are primarily guarantees issued on behalf of loss-making Public Sector Enterprises (PSEs). The sovereign guarantees are normally extended to improve financial viability of new projects or activities undertaken by PSEs for social and economic benefits. Through government sovereign guarantees, PSEs are able to borrow finances at lower costs or on more favourable terms. In some cases, issuance of sovereign guarantees is a precondition for concessional loans from bilateral and multi-lateral.

4. The volume of new government guarantees issued during a financial year is limited under Fiscal Responsibility and Debt Limitation Act which stipulates that the government shall not give guarantees aggregating to an amount exceeding two percent of the GDP in any financial year including those for rupee lending, rate of return, outright purchase agreements and other claims and commitments provided the renewal of existing guarantees shall be considered as issuing a new guarantee.

5. During July-March 2019-20, the government issued fresh/rollover guarantees aggregating to Rs 115 billion or 0.3 percent of GDP. Outstanding stock of guarantees as at end of March 2020 amounted to Rs 1,890 billion, details of which are as follows:

Table 1: Sovereign Guarantees extended by Federal Government by end March '20

	Drawn (Rs billion)
Domestic	1,412
External	478
Total	1,890

Memo: External (US\$ in Million): 2,868 and Exchange Rate on 31st March: 167

6. Sector-wise share of the above guarantees is as follows:

Table 2: Sector-wise share of guarantees Rs billion

Sector	Drawn (Rs billion)	% Share
Power Sector	1,113	59%
Aviation	199	11%
Financial	66	3%
Manufacturing	50	3%
Oil and Gas	40	2%
Other	421	22%
Total	1,890	100%

7. Guarantees issued against commodity operations are not included in the stipulated limit of two percent of GDP as the loans are secured against the underlying commodity and are essentially self-liquidating. Thus, these should not create a long-term liability for the government. The quantum of these guarantees depends on the supply-demand gap of various commodities, their price stabilisation objectives, volume procured, and domestic and international prices.

8. The guarantees were issued against the commodity financing operations undertaken by Trading Corporation of Pakistan (TCP), Pakistan Agricultural Storage and Services Corporation (PASSCO), and provincial governments. The outstanding stock of commodity operations amounted to Rs 649.3 billion as at end March 2020.

Medium Term Budgetary Statement 2020-21 to 2022-23

Government is laying before the National Assembly a Medium Term Budgetary Statement under Section 5 of the Fiscal Responsibility and Debt Limitation Act, 2005. This statement overall macroeconomic framework.

2. The year 2019-20 was projected as a year of positive economic growth caused by target driven policies and goals. In the first half of this fiscal year, the government took an austerity driven, revenue generating and fiscal deficit reduction strategy. This projected the growth of GDP at 3.0 percent. During the Mid-Year FY 2019-20, Pakistan's economy moved adjustment path. A steady policy mix appeared to adequately address the macroeconomic imbalances. Structural adjustment process picked up momentum with the initiation of the IMF's Extended Fund Facility program of US \$ 6 billion.

3. However, the economic canvas changed drastically in the latter four to six months with increasing effects of the Covid-19 outbreak on economy. Post Covid-19, it is expected that the Budget Deficit will increase to around 9 percent of gross-domestic-product. Projection of economic growth reduced from around 3% to -0.38% of GDP, while over-all budget deficit is revised upwards from 7.1% to 9.1% of GDP, FBR revenue loss projected at Rs 900 billion, exports and remittances were adversely affected, and non-tax revenue was decreased. The growth rate for FY 2020 is estimated at -0.38 percent on account of subdued performance in industry and services sector which stood at -2.64 percent and -0.59 percent, whereas agriculture sector performed relatively better and grew by 2.67 over the previous year. The government's focus is now aimed at increasing public health spending and strengthening social safety nets for the vulnerable population.

4. Over the medium-term a number of important policy measures will be taken. These policy measures will broadly include reduction of budget deficit through increase in government revenues, maintaining the policies of; no borrowings from State Bank of Pakistan for budget financing, flexible exchange rate, structural reforms in public entities including where necessary privatisation, reforms in energy sector (electricity and gas), increase in public investments in management of water, implementation of projects under China-Pakistan Economic Corridor, strengthening energy transmission and distribution systems, implementation of national tariff policy, implementation of special economic zones, etc.

5. The budget philosophy and strategy for FY 2020-21 year budget by the government includes striking a balance between corona expenditure and fiscal deficit, keeping primary balance at sustainable level, protection of social spending to support the vulnerable segments of the society, successful continuation of IMF program, keeping development budget at adequate level to inject economic growth and revenue mobilization. Funding for special initiatives led by the Prime Minister like Kamyab Jawan, Sehat Card, Naya Pakistan Housing scheme etc have also been

protected. In wake of Covid-19 and additional measures by the government to improve the economic outlook, no new taxes shall be introduced in 2020-21 budget. FBR collection however, will increase through improvement of tax system, broadening tax base and strengthening of administrative controls. Other measures include withdrawing tax exemptions, rationalizing concessionary regime, simplifying tax rules and ensuring tax compliance.

6. It is imperative that the government adopt a policy for fiscal consolidation for debt reduction over the medium-term. However, social spending shall continue to be focused towards helping the most vulnerable segments of the society. Federal government is accordingly pursuing a multipronged strategy with focus on increasing tax revenues, reducing unnecessary expenditures, spending for the economic growth of the vulnerable sector and increasing the country's foreign exchange earnings.

Key Macroeconomic Indicators - Rolling Targets					
Items	Budget	Revised	Budget	Target for	
	2019-20	2019-20	2020-21	2021-22	2022-23
Real GDP Growth (%)	2.4	-0.4	2.1	4.0	4.5
Inflation (%)	11 - 13	11 - 12	6.5	6.2	6.0
	As % of GDP				
Total Revenue	16.7	14.3	15.9	16.6	17.3
Tax Revenue	14.4	11.0	13.2	13.9	14.5
FBR Tax Revenue	12.6	9.4	10.9	11.8	12.6
Non Tax Revenue	2.3	3.3	2.8	2.8	2.7
Total Expenditure	23.8	23.5	22.9	22.3	22.1
Current	20.2	20.9	20.0	19.4	18.8
Development	3.6	2.6	2.9	2.9	3.3
Fiscal Balance	-7.1	-9.1	-7.0	-5.6	-4.8
Revenue Balance	-3.6	-6.6	-4.1	-2.7	-1.5
Total Public Debt - (Gross)	77.6	86.8	87.0	84.2	80.7
Total Public Debt - (Net)	73.0	82.5	83.1	80.8	77.8
GDP at market prices (Billions)	44,003	41,727	45,567	50,443	55,991

Fiscal Risk Statement

This statement is prepared to comply with Section 4, Sub-Section 3 (b) of Public Finance Management Act, 2019, which states that Annual Budget Statement shall also contain statement of fiscal risks.

Fiscal risks are risks that may lead to deviations in fiscal forecasts presented in Medium-Term Budgetary Statement laid under section 5 of Fiscal Responsibility and Debt Limitations Act which means that only those fiscal risks are presented that have a reasonable chance of materialising in the Budget Year 2020-21 and the medium-term.

Economic risks: Corona has had profound impact on Pakistan's economy. For the first time in many decades, has entered into recession as GDP contracted by 0.4% in 2019-20. As per the current estimates, economic growth is projected at 2.1 percent in 2020-21. However, there are downward risks to target growth emanating from two uncertainties: 1) worsening global economic situation, and 2) prolonged recovery in domestic markets. If these risks materialise, then tax revenue collection target is likely to be impacted. However, these risks are categorised as short-term risks predominantly affecting 2020-21 forecasts. The medium-term outlook remains positive and economic growth is projected to see sustained recovery.

Losses in energy sector: While the government has taken a number of steps to reduce energy sector losses, including increase in prices of energy for high-end consumers, improved management, and resolution of circular debt, there are high off-budget arrears and liabilities. There are two main risks emanating from; 1) non-reduction of flow of energy sector losses, and 2) non-payment of arrears and liabilities. Both of these risks may impact government's required to be paid through the budget.

Losses in Public Sector Enterprises (PSEs): The government provides guarantees, grants, loans and at times equity investments to Public Sector Enterprises. Guarantees are categorized as contingent liabilities, however, the grants, loans and equity investments directly impact the budget as they increase expenditure. While the government intends to structurally reform PSEs there is a risk that such reforms take more time than envisaged which will negatively impact government finances. To mitigate these risks, the Government is committed to develop a new State-Owned Enterprise Law in the latter half of 2020 that will provide a stronger governance and performance management framework.

The government also intends to adopt a clear policy for establishing PSEs in future, deciding whether to sell, liquidate or retain the existing PSEs. The policy will decide as to which of the PSEs shall be retained or established in future or shall be run on a self-sustainable basis. Similarly the policy will also lay down principles regarding giving subsidies to the SOEs on an ongoing basis.

Natural disasters: Historically, natural disasters included floods, earthquakes, droughts etc. Since 2005, damages and losses resulting from natural disasters in Pakistan have exceeded USD 18 billion¹. Government has established disaster management functions in shape of disaster management authorities, created a fund (called National Disaster and Risk Management Fund) and formulated various policies, strategies and plans (e.g. National Disaster Management Plan 2013-2022). In addition, the government has also allocated on-budget natural disaster and contingency reserve to deal with natural disasters in 2020-21 budget. However, there is a risk that natural disaster will have negative impact on the medium-term fiscal position.

Budget surpluses of provinces: The need to project/expect large provincial budget surpluses in future points to a broader problem with the fiscal landscape of the country. With the provinces taking a substantial share of national revenues, and federal government being liable for almost the entire national debt, the structural fiscal balance has become lopsided. The situation is unsustainable unless an appropriate adjustment occurs in the structural fiscal balances of federal and provincial governments. The government has formed 10th National Finance Commission with the view to deliberate on options leading to fiscal harmonisation.

Conclusion: In order to mitigate these risks, continued monitoring and implementation of structural reforms agenda shall be pursued. Reduction of fiscal deficit to make Pakistan's debts more sustainable human and infrastructure development will remain the key principles based on which medium-term fiscal policy shall be based.

¹ World Bank Estimates: Report No. 94474-PK "Fiscal Disaster Risk Assessment Options for Consideration, PAKISTAN"

**STATEMENT OF RESPONSIBILITY UNDER SECTION 10(1)(a) OF FISCAL
RESPONSIBILITY AND DEBT LIMITATION ACT 2005**

Stated that all policy decisions with material economic or fiscal implications that the Federal Government has made before 11th June 2020, the day on which the contents of the Medium Term Budgetary Statement were finalized and all other circumstances with material economic or fiscal implications of which I was aware before that day, have been communicated to the Secretary, Finance Division.

The statement to the best of my knowledge provides for

- a) the integrity of the disclosures contained in the economic policy statement;
- b) the consistency with requirements of this Act of the information contained in the economic policy statement; and
- c) the omission from the economic policy statement of any decision or circumstance specified in sub-section 3 of section 8 of the Act.

Dr. Abdul Hafeez Shaikh
Advisor to PM on Finance and Revenue

Government of Pakistan
Finance Division

STATEMENT OF RESPONSIBILITY UNDER SECTION 10(1)(b) OF FISCAL
RESPONSIBILITY AND DEBT LIMITATION ACT 2005

Stated that the Finance Division has supplied to the Adviser to Prime Minister on Finance and Revenue, using its best professional judgment on the basis of economic and fiscal information available to it before 11th June 2020, the day on which the contents of the Medium Term budgetary Statement were finalized, incorporating the fiscal and economic implications of those decisions and circumstances, but any decisions or circumstances that the Adviser to Prime Minister on Finance and Revenue has determined under Sub-section (3) of Section 8 of the Fiscal Responsibility and Debt Limitation Act 2005 have not been incorporated in the Medium Term Budgetary Statement.

Naveed Kamran Baloch
Secretary to Government of Pakistan

Finance Division
Islamabad, the 12th June, 2020