

**STATEMENT OF GOVERNMENT OPERATIONS**

Rs Million

	2023/24 Estimates	2023/24 Revised Estimates	2024/25 Estimates	2025/26 Planned	2026/27 Planned
<b>RECURRENT BUDGET</b>					
<b>Recurrent Revenue</b>	<b>176,780</b>	<b>173,364</b>	<b>206,820</b>	<b>225,750</b>	<b>242,260</b>
Tax Receipts	156,241	153,545	182,640	201,965	217,114
Social Contributions	13,142	12,195	13,815	15,414	16,698
Recurrent Grants	357	270	1,452	186	93
Other Revenue	7,040	7,355	8,913	8,185	8,355
<b>Recurrent Expenditure</b>	<b>178,400</b>	<b>184,400</b>	<b>210,100</b>	<b>224,500</b>	<b>237,400</b>
Compensation of Employees	38,938	38,588	41,743	46,751	50,640
Purchase of Goods and Services	13,706	14,565	15,160	14,390	14,551
Interest (Accrual basis)	17,800	18,500	20,100	21,700	23,300
Subsidies	2,679	2,501	2,876	2,926	2,971
Grants to Parastatal Bodies/Local Authorities/RRA	30,294	31,469	33,454	35,168	37,107
Social Benefits	60,734	63,451	77,574	82,896	85,847
Other Expense	13,649	15,326	18,592	18,669	18,985
Contingencies	600	-	600	2,000	4,000
<b>Recurrent Balance</b>	<b>-1,620</b>	<b>-11,036</b>	<b>-3,279</b>	<b>1,250</b>	<b>4,860</b>
<b>Recurrent Balance as % of GDP</b>	<b>-0.2%</b>	<b>-1.6%</b>	<b>-0.4%</b>	<b>0.1%</b>	<b>0.5%</b>
<b>CAPITAL BUDGET</b>					
<b>Capital Revenue</b>	<b>2,380</b>	<b>1,387</b>	<b>3,680</b>	<b>4,350</b>	<b>1,795</b>
Capital Grants	1,819	824	2,260	4,350	1,795
<i>o/w External Grants</i>	<i>1,819</i>	<i>824</i>	<i>1,910</i>	<i>4,050</i>	<i>1,795</i>
Transfer from Special Funds	561	563	1,420	-	-
<b>Capital Expenditure</b>	<b>21,778</b>	<b>17,728</b>	<b>27,220</b>	<b>32,515</b>	<b>32,940</b>
Acquisition of Non-Financial Assets	11,867	8,824	11,029	13,399	16,402
Grants to Parastatal Bodies/Local Authorities/RRA	3,295	2,509	2,895	2,944	2,713
Transfer to Special Funds	4,500	4,500	10,300	13,200	12,000
Other Transfers	1,916	1,895	2,495	2,473	1,325
Contingencies	200	-	500	500	500
<b>Capital Balance</b>	<b>-19,398</b>	<b>-16,341</b>	<b>-23,540</b>	<b>-28,165</b>	<b>-31,145</b>
<b>Capital Balance as % of GDP</b>	<b>-2.7%</b>	<b>-2.3%</b>	<b>-2.9%</b>	<b>-3.2%</b>	<b>-3.2%</b>
<b>Budget Balance (Before Net Acquisition of Financial Assets)</b>	<b>-21,018</b>	<b>-27,377</b>	<b>-26,819</b>	<b>-26,916</b>	<b>-26,285</b>
<b>Budget Balance as % of GDP</b>	<b>-2.9%</b>	<b>-3.9%</b>	<b>-3.4%</b>	<b>-3.1%</b>	<b>-2.7%</b>
<b>Net Acquisition of Financial Assets</b>	<b>3,619</b>	<b>4,415</b>	<b>11,510</b>	<b>3,137</b>	<b>4,697</b>
<b>Domestic</b>	<b>3,106</b>	<b>3,668</b>	<b>9,184</b>	<b>2,699</b>	<b>4,259</b>
Loan to Parastatal Bodies	824	433	3,050	3,305	4,376
Reimbursement of Loan by Parastatal Bodies	903	205	970	1,648	963
Equity Purchase/Participation	3,185	3,441	7,105	1,042	846
<b>Foreign</b>	<b>493</b>	<b>465</b>	<b>1,206</b>	<b>418</b>	<b>418</b>
Loan to International Organisations	-	-	750	-	-
Equity Purchase/Participation	493	465	456	418	418
<b>Net SDR Transactions</b>	<b>20</b>	<b>282</b>	<b>1,120</b>	<b>20</b>	<b>20</b>
Adjustment for difference in cash and accrual interest	-325	-1,100	-300	-300	-300

f(1)

## STATEMENT OF GOVERNMENT OPERATIONS

Rs Million

	2023/24 Estimates	2023/24 Revised Estimates	2024/25 Estimates	2025/26 Planned	2026/27 Planned
<b>Government Borrowing Requirements</b>	<b>24,312</b>	<b>30,692</b>	<b>38,029</b>	<b>29,753</b>	<b>30,682</b>
<i>Government Borrowing Requirements as % of GDP</i>	<i>3.4%</i>	<i>4.4%</i>	<i>4.8%</i>	<i>3.4%</i>	<i>3.2%</i>
Domestic Financing	12,059	30,560	24,029	24,843	27,292
Foreign Financing	12,253	132	14,000	4,910	3,390
<b>Budgetary Central Government Debt</b>	<b>448,478</b>	<b>460,224</b>	<b>502,832</b>	<b>531,476</b>	<b>561,548</b>
<i>Budgetary Central Government Debt as % of GDP</i>	<i>62.0%</i>	<i>65.4%</i>	<i>63.0%</i>	<i>60.4%</i>	<i>57.9%</i>
<b>General Government Debt</b>	<b>448,602</b>	<b>460,344</b>	<b>502,947</b>	<b>531,585</b>	<b>561,651</b>
<i>General Government Debt as % of GDP</i>	<i>62.1%</i>	<i>65.4%</i>	<i>63.0%</i>	<i>60.4%</i>	<i>57.9%</i>
<b>Public Sector Gross Debt</b>	<b>516,488</b>	<b>524,261</b>	<b>567,493</b>	<b>596,352</b>	<b>622,252</b>
<i>Public Sector Gross Debt as % of GDP</i>	<i>71.5%</i>	<i>74.5%</i>	<i>71.1%</i>	<i>67.7%</i>	<i>64.1%</i>

<b>Public Sector Net Debt</b>	<b>475,616</b>	<b>485,080</b>	<b>534,847</b>	<b>563,152</b>	<b>584,620</b>
<i>Public Sector Net Debt as % of GDP</i>	<i>65.8%</i>	<i>68.9%</i>	<i>67.0%</i>	<i>64.0%</i>	<i>60.2%</i>

### Memo Items:

<b>Total Revenue</b>	<b>179,160</b>	<b>174,751</b>	<b>210,500</b>	<b>230,100</b>	<b>244,055</b>
<i>Total Revenue as % of GDP</i>	<i>24.8%</i>	<i>24.8%</i>	<i>26.4%</i>	<i>26.1%</i>	<i>25.1%</i>
<b>Total Expenditure</b>	<b>200,178</b>	<b>202,127</b>	<b>237,319</b>	<b>257,016</b>	<b>270,340</b>
<i>Total Expenditure as % of GDP</i>	<i>27.7%</i>	<i>28.7%</i>	<i>29.7%</i>	<i>29.2%</i>	<i>27.9%</i>
<b>Primary Balance</b>	<b>-3,218</b>	<b>-8,876</b>	<b>-6,718</b>	<b>-5,217</b>	<b>-2,985</b>
<i>Primary Balance as % of GDP</i>	<i>-0.4%</i>	<i>-1.3%</i>	<i>-0.8%</i>	<i>-0.6%</i>	<i>-0.3%</i>

f(1): This represents only Central Government capital expenditure from the Consolidated Fund.

Total public sector investment includes capital projects implemented by Central Government (both under Consolidated Fund and Special Funds), parastatal bodies, state owned enterprises and public entities as follows:

<b>Total Public Sector Investment</b>	<b>49,194</b>	<b>36,647</b>	<b>49,573</b>	<b>49,372</b>	<b>48,660</b>
Capital Expenditure	17,033	13,210	16,400	18,795	20,420
Loans and Equity to Parastatal Bodies/State Owned Enterprises	2,319	1,833	2,685	2,447	3,272
Special Funds	16,449	18,039	14,986	8,350	5,503
State Owned Enterprises/Public Entities (own funds)	13,393	3,565	15,502	19,780	19,464