

Comparison of Previous and New Methodologies

GFS 1986 - PREVIOUS METHODOLOGY	2008/09 Estimates	GFS 2001 - NEW METHODOLOGY	Rs Million
			2008/09 Estimates
TOTAL REVENUE AND GRANTS	61,583	TRANSACTIONS AFFECTING NET WORTH	
Tax Revenue	50,696	1 REVENUE	61,583
Non-Tax Revenue	6,862	11 Taxes	50,696
Capital Revenue	0	12 Social Contributions	1,002
Grants	4,025	13 Grants	4,025
		14 Other Revenue	5,860
TOTAL EXPENDITURE AND LENDING MINUS REPAYMENTS	70,870	2 EXPENSE	63,505
TOTAL EXPENDITURE	70,703	<i>EXPENSE + Non-Financial Assets</i>	70,730
Current Expenditure	60,586	21 Compensation of Employees	17,148
Compensation of Employees	17,148	22 Use of Goods and Services	5,240
Purchase of Other Goods and Services	5,240	23 Consumption of Fixed Capital [N.A]	
Interest Payments	11,009	24 Interest	11,009
Current Transfers and Subsidies	25,389	25 Subsidies	922
Other expenditure = Contingency	1,800	Add: Obligations under Govt Guarantee	27
		Other subsidies	895
		26 Grants	12,075
		(o/w capital transfers)	2,892
		Other Grants	9,183
		27 Social Benefits	12,236
		28 Other Expense	3,075
		29 Contingencies	1,800
		GROSS OPERATING BALANCE	-1,922
Capital Expenditure	10,117	TRANSACTIONS IN NON-FINANCIAL ASSETS	
(o/w capital transfers)	2,892	31 Net Acquisition of Non-Financial Assets	7,225
Lending Minus Repayments	167	31.1 Purchase (acquisition)	7,225
Loans by Capital Fund	495	31.2 Sales	
Add: Equity Investment	75		
Add: Obligations under Govt Guarantee	27		
Less: Reimbursement of Loans	430		
OVERALL BALANCE	-9,287	NET LENDING (+) /BORROWING (-)	-9,147
		TRANSACTIONS IN FINANCIAL ASSETS AND LIABILITIES (FINANCING)	9,147
		32 Net Acquisition of Financial Assets	-140
		3214 Loans	-65
		3215 Shares and other Equity	-75
		Disposal of shares	
		Equity Investment	-75
Financed by	9,287	33 Net Incurrence of Liabilities	9,287
Domestic Borrowing	5,665	331 Domestic	5,665
External Financing	3,622	332 Foreign	3,622
A. Disbursements	4,537	A. Disbursements	4,537
B. Amortisation	-915	B. Amortisation	-915
PRIMARY BALANCE	1,722	PRIMARY BALANCE	1,862
PRIMARY BALANCE (% OF GDP)	0.6%	PRIMARY BALANCE (% OF GDP)	0.7%
		NET BORROWING (% OF GDP)	-3.3%
OVERALL BALANCE (% OF GDP)	-3.3%	NET INCURRENCE OF LIABILITIES (% OF G)	3.3%