



**FEDERAL
BUDGET
2022-23**

**BUDGET
IN
BRIEF**

Government of Pakistan
Finance Division
Islamabad

PREFACE

Budget in Brief is a synopsis of the Federal budget 2022-23. It provides aggregated information on revenue receipts, capital receipts, external receipts, current expenditure and development expenditure of the federal government for fiscal year 2022-23. Detailed information is available in the relevant budget documents i.e. Annual Budget Statement, Explanatory Memorandum on Federal Receipts and Demands for Grants and Appropriations which are uploaded on the website of Finance Division www.finance.gov.pk after presentation of annual budget in the National Assembly.

This document contains the concise overview of key priorities of the federal government, main objectives of the budget for the financial year 2022-23. This document offers a view of federal budgetary position for the financial year 2022-23 as well as budget estimates and revised estimates for current financial year.

'Budget at a Glance' 2022-23 offers a quick and simple overview of federal budget for 2022-23. A table showing working of fiscal deficit and financing of deficit 2022-23 is also added.

Some additional information regarding tax wise and province wise share in federal taxes, details of subsidies and grants, current loans and investments and details of Public Sector Development Program in respect of Ministries/Divisions/Departments and Corporations and Special Packages has also been shown.

I hope that this document will be beneficial and helpful for all those who seek a clear understanding of budget 2022-23.

Hamed Yaqoob Sheikh
Secretary to Government of Pakistan

Finance Division
Islamabad, the 10th June, 2022

C O N T E N T S

<u>Part-I</u>	Page
Key Priorities of the Federal Government for FY 2022-23	2
The Budget Strategy for FY 2022-23	2
Main Objectives of Budget 2022-23	2-3

<u>Part-II</u>	
Table - 1: Budget 2022-23 at a Glance	7
Table - 2: Fiscal Deficit & Financing in Budget 2022-23	8
Table - 3: Budget Estimates of FY 2022-23	9

<u>Part-III</u>	
<u>COMPARISON OF BUDGET ESTIMATES</u>	
Table - 4: Tax Receipts	13
Table - 5: Non Tax Revenue Receipts	13-14
Table - 6: Details of Divisible Pool Taxes	15
Table - 7: Capital Receipts (Net)	16
Table - 8: Public Account (Net)	16
Table - 9: External Resources	17
Table - 10: Current Expenditure	17-18
Table - 11: Function Wise Expenditure	18
Table - 12: Subsidies	19
Table - 13: Grants and Transfers	19-21
Table - 14: Current Loan and Advances	22
Table - 15: Current Investments	23
Table - 16: Development Loan and Advances	23
Table - 17: Distribution of PSDP	24-25

<u>Part-IV</u>	
<u>(DETAILED BUDGET ESTIMATES)</u>	
Table - 18: Revenue Receipts	29
Table - 19: Non Tax Revenue Receipts	29-30
Table - 20: Details of Divisible Pool Taxes (Transfers to Provinces)	33
Table - 21: Capital Receipts (Net)	34

CONTENTS

	Page
Table - 22: Public Account (Net)	35
Table - 23: External Resources	35-36
Table - 24: Current Expenditure	36
Table - 25: Function Wise Expenditure	37
(1) General Public Service	37-38
(2) Defence Affairs and Services	38
(3) Public Order and Safety Affairs	38
(4) Economic Affairs	39
(5) Environment Protection	39
(6) Housing and Community Amenities	39
(7) Health Affairs and Services	40
(8) Recreation, Culture and Religion	40
(9) Education Affairs and Services	41
(10) Social Protection	41
Table - 26: Subsidies	42-43
Table - 27: Grants and Transfers	44-46
Table - 28: Current Loan and Advances	47
Table - 29: Current Investments	48
Table - 30: Development Loan and Advances	49
Table - 31: PSDP 2022-23	49-51

PART - I

Key Priorities of the Federal Government for FY 2022-23

Following are the Key Priorities of the Federal Government:

- a) Rejuvenate the Development Programmes
- b) Eliminate the Power outages
- c) Boost Agricultural Production for food security
- d) Reduce fiscal deficit to restore fiscal sustainability
- e) Increase in agriculture and industrial production
- f) Ban on imports of luxury items to save the foreign exchange
- g) Reduce the losses of Public Sector Enterprises
- h) Enhance the Tax rate on wealthy persons of the country

The Budget Strategy for FY 2022-23

The Budget 2022-23 is a growth budget. It is based on a well thought out strategy to boost the economic growth earlier outlined in the Medium Term Budgetary Strategy Paper for FY 2022-23 to FY 2024-25, which gave a clear roadmap of the strategic priorities, revenue and spending policies of the Government. The main strategies of the Federal Government for FY 2022-23 are:

- 1) Stabilization in economic growth
- 2) Control the increasing inflation
- 3) Increase in Revenue
- 4) Enhancement in Exports
- 5) Protect the vulnerable segments of society
- 6) Maximum relief measures to improve the socio-economic condition of
- 7) Control tax leakages
- 8) Incentives to tax collection agencies

Main Objectives of Budget 2022-23

- a) Control the fiscal deficit to boost growth of the economy
- b) Maintain primary balance at a sustainable level
- c) Protection of social spending to support the poors of the society
- d) Mobilization of resources by increasing tax net

- e) Increase in Non-Tax Revenue through cost recovery and rationalizing regulatory fees
- f) Continuation of successful IMF programme
- g) Maintain a level of Development Budget to boost the economy of country
- h) Funding of special areas of the country to ensure their development
- i) Control of non productive expenditure through austerity measures
- j) Target subsidy to the deserving segments of the society
- k) Keep the expenditure within the approved budget allocation
- l) Control the prices of daily useable items through increase in supply of such items

PART - II

Provisional Data

Table - 1
Budget 2022-23 at a Glance *

Table-1 presents position of overall Resources and Expenditure for the FY 2022-23.

RESOURCES		EXPENDITURE	
Tax Revenue (FBR) - Federal Consolidated Fund	7,004	A. Current	8,694
Non-Tax Revenue	2,000	Interest Payments	3,950
a) Gross Revenue Receipts	9,004	Pension	530
b) Less Provincial Share	4,100	Defence Affairs & Services	1,523
I. Net Revenue Receipts (a-b)	4,904	Grants and Transfers to Provinces & Others	1,242
II. Non Bank Borrowing (NSSs & Others) - Public Account	1,996	Subsidies	699
III. Net External Receipts - Fed. Consolidated Fund	533	Running of Civil Govt.	550
IV. Estimated Provincial Surplus	800	Provision for Disaster / Emergency/ Covid	100
V. Bank Borrowing (T-Bills, PIBs, Sukuk) - Fed. Consolidated Fund	1,172	Provision for Pay & Pension	100
VI. Privatization Proceeds - Fed. Consolidated Fund	96	B. Development	808
<u>TOTAL RESOURCES (I to VI)</u>	<u>9,502</u>	Federal PSDP	727
		Net Lending	81
		<u>TOTAL EXPENDITURE(A+B)</u>	<u>9,502</u>

*Figures are provisional. Final figures will be provided during budget session.

Table - 2
Fiscal Deficit & Financing of Budget 2021-22 *

Table-2 shows Fiscal Deficit and Financing for FY 2021-22.

(Rs. in Billion)

Fiscal Deficit		Financing	
A) Federal Revenue (Net)	4,904	A) Net External Financing	1,667
B) Total Federal Expenditure (i+ii)	9,502	Multilateral & Bilateral Sources	1,223
i) Current Expenditure	8,694	Commercial Sources	444
ii) Development and Net Lending (a+b)	808	B) Net Domestic Financing	2,835
a) Federal PSDP	727	National Saving Schemes and Others	-125
b) Net Lending	81	Bank (Govt. Securities)	2,960
C) Federal Deficit (A-B)	- 4,598	C) Privatization Proceeds	96
		Total Financing (A+B+C)	4,598

*Figures are provisional. Final figures will be provided during budget session.

Table - 3
Budget Estimates of FY 2022-23

Table-3 presents important percentages for the FY 2022-23.

(Rs. in Billion)

	Budget 2021-22	Budget 2022-23
Revenue Receipt (FBR)	5,829	7,004
Non Tax Revenue	2,080	2,000
Gross Revenue (FBR+NTR)	7,909	9,004
Less: Transfer to Provinces (-)	-3,412	-4,100
Net Revenue for Federal Government	4,497	4,904
Expenditure	8,487	9,502
Federal Budget Deficit	-3,990	-4,598
Provincial Surplus	570	800
Overall Budget Deficit	-3,420	-3,798
Overall Fiscal Deficit as %GDP	-6.3%	-4.9%
Primary Deficit	-360	152
Primary Deficit as %GDP	-0.7%	0.2%
Nominal GDP	53,867	78,197

*Figures are provisional. Final figures will be provided during budget session.

PART - III

COMPARISON OF BUDGET ESTIMATES

FY 2021-22 - FY 2022-23

Provisional Data

TABLE - 4
TAX RECEIPTS

Table-4 provides details of total Tax Revenues as given in Table-1, Part-II.

Classification	(Rs in Million)	
	Budget 2021-22	Budget 2022-23
A. FBR TAXES (I + II)	5,829,000	7,004,000
I. Direct Taxes	2,182,000	2,573,000
- Income Tax	2,171,839	2,558,077
- Workers Welfare Fund	8,054	6,947
- Workers' Profit Participation Fund	1,545	7,462
- Capital Value Tax	562	515
II. Indirect Taxes	3,647,000	4,431,000
- Customs Duties	785,000	953,000
- Sales Tax	2,506,000	3,076,000
- Federal Excise	356,000	402,000

TABLE - 5
NON TAX REVENUE RECEIPTS

Table-5 provides details of Non Tax Revenues as given in Table-1, Part-II.

Classification	(Rs in Million)	
	Budget 2021-22	Budget 2022-23
A. LEVIES & FEES	29,503	35,151
- Mobile Handset Levy	9,000	10,000
- Fee collected by ICT Administration	20,453	25,098
- Airport Fee	50	53
B. INCOME FROM PROPERTY & ENTERPRISE	265,839	279,647
Pakistan Telecom Authority (Surplus)	4,000	9,000
PTA (3G / 4G Licenses)	45,436	50,000
Regulatory Authorities (Surplus/ Penalties)	508	695

Contd.....

			(Rs in Million)	
Classification			Budget 2021-22	Budget 2022-23
Mark up (Provinces)			35,532	39,652
Mark up (PSEs & Others)			90,000	100,000
Dividends			90,363	80,300
RECEIPTS FROM CIVIL				
C. ADMINISTRATION AND OTHER FUNCTIONS			684,105	354,044
- General Administration			7,114	13,621
- SBP Profit			650,000	300,000
- Defence			20,274	30,222
- Law and Order			2,695	3,850
- Community Services			2,538	3,847
- Social Services			1,485	2,504
D. MISCELLANEOUS RECEIPTS			1,100,518	1,331,053
- Economic Services			2,980	25,971
- Foreign Grants			20,000	25,000
- Petroleum Levy			610,000	750,000
- Natural Gas Development Surcharge			36,000	40,000
- Citizenship, Naturalization & Passport			35,000	35,000
- Royalty on Crude Oil			35,000	46,000
- Royalty on Natural Gas			65,000	70,000
- Discount Retained on Local Crude Price			20,000	20,000
- Windfall Levy against Crude Oil			10,000	10,000
- Gas Infrastructure Development Cess			130,000	200,000
- Petroleum Levy on LPG			7,600	8,000
- Extraordinary Receipts (UNO)			47,360	45,020
- Extraordinary Receipts (others)			45	31
- Others			81,534	56,031
Total (A+B+C+D)			2,079,965	1,999,896

TABLE - 6
DETAILS OF DIVISIBLE POOL TAXES

Table-6 provides part (Pool) of Taxes that are transferred to provinces as per NFC, other transfers / grants after excluding refunds and province wise share.

Classification	(Rs in Million)	
	Budget 2021-22	Budget 2022-23
A. DIVISIBLE POOL TAXES	3,310,489	3,974,328
- Income Tax	1,232,877	1,462,710
- Capital Value Tax	322	303
- Sales Tax (Excl. GST on Services)	1,435,588	1,683,401
- Federal Excise (excl. Excise Duty on Natural Gas)	197,285	233,648
- Customs Duties (excl. Export Development Surcharge)	444,416	594,267
B. STRAIGHT TRANSFERS	101,370	125,445
- Gas Development Surcharge	16,468	19,600
- Royalty on Natural Gas	51,564	61,118
- Royalty on Crude Oil	21,604	32,416
- Excise Duty on Natural Gas	11,733	12,311
TOTAL (A + B):	3,411,858	4,099,773
- Tax Refund	-	-
AFTER TAX REFUND	3,411,858	4,099,773
PROVINCE- WISE SHARE		
Punjab	1,691,098	2,029,325
Sindh	848,208	1,029,763
Khyber Pakhtunkhwa	559,257	670,451
Balochistan	313,296	370,234
Tax Refund	-	0
TOTAL PROVINCIAL SHARE	3,411,858	4,099,773

TABLE - 7
CAPITAL RECEIPTS (NET)

Table-7 explains Capital Receipts (Net) and their sources. It comprises of Net Lending of PSEs, (Table-1) which is the difference between disbursement minus recovery of loans by PSEs (Others).

The second part shown at Sr. No.II of this table relates to the Non Bank Borrowing as indicated at Sr. No.II of Table-1 of Part-II.

Classification	(Rs in Million)	
	Budget 2021-22	Budget 2022-23
TOTAL CAPITAL RECEIPTS (I + II)	1,439,879	2,407,680
I. Recoveries of Loans & Advances	273,352	286,196
- Provinces	95,361	115,192
- Others	177,990	171,005
II. Non Bank Borrowing	1,166,527	2,121,484
Public Debt Net (1 + 2)	1,166,527	2,121,484
1. Permanent Debt	1,974,495	1,970,266
2. Floating Debt	(807,967)	151,218

TABLE - 8
PUBLIC ACCOUNT (NET)

Table-8 indicates the position of Public Account (Net):

Classification	(Rs in Million)	
	Budget 2021-22	Budget 2022-23
1 National Savings Schemes	66,137	(113,736)
2 G.P. Fund	(8,000)	(15,129)
3 Deposits and Reserves (Net)	16,058	3,669
TOTAL:	74,195	(125,196)

TABLE - 9
EXTERNAL RESOURCES

Table-9 contains receipts from External Resources. Net External Receipts shows details of inflow minus repayments. The details of Net External Receipts is indicated in Table-1 of Part-II.

Classification	(Rs in Million)	
	Budget 2021-22	Budget 2022-23
I. EXTERNAL LOANS (A to C)	2,693,338	3,125,342
A. Project Loans (i+ii)	259,943	269,209
i Federal Government	93,713	59,579
ii Provinces	166,231	209,630
B. Programme Loans	438,195	722,341
C. Other Aid	1,995,200	2,133,792
II. EXTERNAL GRANTS	31,636	27,586
D. External Resources (I + II):	2,724,974	3,152,928
E. Project Loans & Grants Outside PSDP	22,817	13,404
GROSS EXTERNAL RESOURCES (D+E):	2,747,792	3,166,333
Foreign Loans and Repayment (-)	1,427,592	2,490,401
Repayment of Foreign Credits (-)	74,405	142,772
NET EXTERNAL RESOURCES:	1,245,795	533,161

*BE 2022-23 are provisional. Final figures will be provided during budget session.

TABLE - 10
CURRENT EXPENDITURE *

Table-10 contains Current Expenditure, already given at A in Table-1, Part-II, in summarized form.

Classification	(Rs in Million)	
	Budget 2021-22	Budget 2022-23
Current Expenditure	7,523,248	8,693,892
(i) Mark-up Payment	3,059,682	3,950,062
- Mark-up on Domestic Debt	2,757,176	3,439,090
- Mark-up on Foreign Debt	302,506	510,972
(ii) Pension	480,000	530,000
- Military	360,000	395,000
- Civil	120,000	135,000

Contd.....

(Rs in Million)		
Classification	Budget	Budget
	2021-22	2022-23
(iii) Defence Affairs and Services	1,370,000	1,523,000
(iv) Grants and Transfers	1,167,518	1,241,830
- Grants to Provinces	106,250	82,000
- Grants to Others	1,061,268	1,159,830
(v) Subsidies	682,000	699,000
(vi) Pay and Pension	160,000	100,000
(vii) Provision for Contingencies & Fund	-	-
(viii) Running of Civil Government	479,048	550,000
(xi) Provision for Disaster / Emergency/ Covid	125,000	100,000
Total: CURRENT EXPENDITURE	7,523,248	8,693,892

*The figures are provisional. Final figures will be provided during budget session.

TABLE - 11
FUNCTION-WISE EXPENDITURE

Table-11 contains function wise expenditure, i.e. how much is utilized for various functions of the Government.

(Rs in Million)		
Classification	Budget	Budget
	2021-22	2022-23
1) General Public Service	5,435,200	6,175,938
2) Defence Affairs and Services	1,373,275	1,526,698
3) Public Order and Safety Affairs	178,511	208,761
4) Economic Affairs	115,243	138,803
5) Environment Protection	436	749
6) Housing and Community Amenities	34,597	7,850
7) Health Affairs & Services *	28,352	19,582
8) Recreation, Culture and Religion	10,372	10,990
9) Education Affairs and Services	91,970	90,556
10) Social Protection	255,292	370,103
TOTAL:	7,523,248	8,550,030

TABLE - 12
SUBSIDIES

Table-12 gives the details of subsidies for which a single figure is given in Table-1, Part-II.

Classification	(Rs in Million)	
	Budget 2021-22	Budget 2022-23
Power	596,000	570,000
- WAPDA/ PEPCO	257,000	275,000
- KESC	85,000	80,000
- PHPL & IPPs	254,000	215,000
Petroleum	20,000	71,000
PASSCO	7,000	7,000
Utility Stores Corporation	6,000	17,000
Others	53,000	34,000
- Wheat Subsidy to GB	8,000	8,000
- Metro Bus	1,000	4,000
- Fertilizer Plant	6,000	15,000
- Others	5,000	0
- Naya Pakistan Housing Authority	30,000	500
- Mark-up Subsidy Naya Pakistan	3,000	500
- Subsidy on Import of Urea	-	6,000
TOTAL	682,000	699,000

TABLE - 13
GRANTS AND TRANSFERS

Table-13 gives the details of Grants and Transfers, for which a single figure is given in Table-1, Part-II.

Classification	(Rs in Million)	
	Budget 2021-22	Budget 2022-23
I. GRANTS IN AID & MISCELLANEOUS ADJUSTMENTS	106,250	82,000
SPECIAL GRANTS	106,250	82,000
- Punjab	-	-
- Sindh	19,250	22,000
- Khyber Pakhtunkhwa	77,000	60,000
- Balochistan	10,000	0

Contd....

(Rs in Million)		
Classification	Budget 2021-22	Budget 2022-23
II. GRANTS TO OTHERS	1,061,268	1,159,830
- Contingent and Misc.	440,000	463,000
- Pakistan Railways	42,000	45,000
- Provision for Relief etc.	7,000	7,000
- Competition Commission of Pakistan	200	100
- Reimbursement of TT Charges	22,232	20,000
- Pakistan Remittance Initiative	0	0
- Wallet Accounts	0	0
- Scheme For Marketing Home Remittance	0	0
- Audit Oversight Board	50	100
- Azad Jammu and Kashmir	59,500	59,500
- Gilgit Baltistan	47,000	47,000
- Bait-ul-Maal	4,200	3,700
- Pakistan Machine Tool Factory	500	500
- BISP	246,000	360,000
- FMU, Karachi	400	600
- DLT	20,000	0
- Artist Welfare Fund	100	100
- PPAF	2,000	2,000
- ECP (LG Election)	5,000	500
- General Election	-	5,000
- Export Development Fund/Commerce	-	0
- ASPIRE WB/ M/o F. Education (rupee cover)	-	2,000
- Grants to PSEB for IT Exports, M/o IT	-	1,000
- Grant to HEC	65,250	65,000
- Security Enhancement	40,000	40,000
- Viability Gap Fund	100	0
- AML / CFT Supervisory Board (CDNS)	50	10
- Association for Welfare of Retired Pensioners	10	5
- TDRP & Foreign Grants through EAD	6,000	5,000
- Credit Guarantee Scheme for Small Farmers	100	0
- Crop Loan Insurance	600	200
- Live Stock Insurance Scheme	500	200
- Grants for Reconstruction in Afghanistan	300	0

Contd...

(Rs in Million)		
Classification	Budget 2021-22	Budget 2022-23
- Public Financial Management & Accountability (MOF P4R)	1,443	1,000
- Public Financial Management & Accountability (Provinces P4R)	600	200
- Payment of PLIC/PPOD Liabilities (Principal+Interest)	8,000	1,000
- Kamyab Jawan/Kisan/KPP - Wazir-e-Azam Rozgar Scheme	10,000	10,000
- PMYBL / All PM old schemes & Widows	600	500
- Gas Infrastructure Development Cess	10,000	2,000
- Budget Computerization /SAP FD	100	50
- Conversion of DCS Pension	200	200
- SME/ Risk Sharing Facility	5,000	50
- Covid Tax Loan Guarantee (CTLG) Scheme	5,000	50
- Naya Pakistan Certificates	1,000	700
- Refinance and Credit Guarantee Scheme for Collateral Free Lending to SMEs	1,190	50
- National Remittance Loyalty Program (NRLP)	1,768	0
- NEECA	175	200
- Anti Rape Fund	100	100
- 7th Population and Housing Census	5,000	5,000
- Pakistan Population Fund	1,000	100
- National Disaster Risk Management Fund	1,000	1,000
- Agriculture Relief Initiatives	0	10,000
- Artist Assistance Fund*	0	1,000
- Film Finance Fund*	0	1,000
- National Film Production institute	0	1,000
- Federal Pension Fund*	0	5,000
- Others	0	115
TOTAL GRANTS (I+II):	1,167,518	1,241,830

* This will be opened in Public Account of Federation

TABLE - 14
CURRENT LOANS & ADVANCES

Table-14 explains the Current Loans and Advances to various PSEs, States and Friendly Countries.

Classification	(Rs in Million)	
	Budget 2021-22	Budget 2022-23
1 Ways & Means Advances to the Govt. of AJK for repayment of principal & interest	15,000	15,000
2 Junagadh and Kathiawar Chiefs	21	20
3 Loans and Advances to Governments Servants + PNRA	11,000	10,000
4 Loans/Advances to Friendly Countries	200	500
5 Gilgit-Baltistan for Repayment of Principal and Interest	60	5
7 Loan to State Engineering Corporation	25	10
8 Current Loans to PIA	20,000	15,000
9 Loans to Pakistan Steel Mills Karachi	16,000	10,000
10 Ways and Means to Provinces	15,000	10,000
11 Markup Payment of Pakistan Steel Mill Loan No.2	500	200
TOTAL:	77,806	60,735

TABLE - 15
CURRENT INVESTMENTS

Table-15 explains Current Investments through equity, etc. in various entities.

Classification	(Rs in Million)	
	Budget 2021-22	Budget 2022-23
1 GoP Contribution in Equity of Pak China Investment Co. Ltd. Islamabad	100	10
2 GoP Equity injuction in Sarmaya-e-Pakistan Ltd	200	0
3 Paid up Capital for EXIM Bank of Pakistan	5,000	4,000
4 4th General Increase of Capital Stock Islamic Development Bank (IDB)	1,000	0
5 Pakistan Mortgauge Refinance Company Ltd. PMRCL	2,000	1,000
6 GoP Equity in DISCOs through PHPL for payment of DSL of STFF	10,000	0
7 Pakistan's Annual Contribution to Inter Governmental Group IF 24 (G-24)	8	6
8 International Financial Institutions GOP contribution in equity of Pak-Libya Holding Company Limited	100	0
9 MCR DOE Postal Life Insurance Company	-	350
10 Equity Pakistan Credit Gurantee	3,000	0
TOTAL:	21,408	5,366

TABLE - 16
DEVELOPMENT LOANS AND ADVANCES *

Table-16 explains Domestic and External Development Loans and Advances.

Development Loans and Advances are part of project aid disbursed by foreign donors and are used to Finance PSDP. The loans are re-lent by the Federal Government to Provincial Governments and PSEs.

Classification	(Rs in Million)	
	Budget 2021-22	Budget 2022-23
1 Development Loans and Advances	131,346	144,204
2 External Development Loans and Advances	313,716	346,862
TOTAL:	445,062	491,066

*BE 2022-23 will be provided during the budget session.

TABLE - 17
DISTRIBUTION OF PSDP *

The Table-17 explains the Division wise distribution of PSDP, explaining the figures of PSDP given in Table-1, Part-I.

Classification	(Rs in Million)	
	Budget 2021-22	Budget 2022-23
1 Aviation Division	3,558	2,485
2 Board of Investment	80	808
3 Cabinet Division	46,155	70,059
4 Climate Change Division	14,327	9,600
5 Commerce Division	1,614	1,174
6 Communications Division (other than NHA)	451	180
7 Defence Division	1,978	2,232
8 Defence Production Division	1,745	2,200
9 Establishment Division	800	900
10 Federal Education & Professional Division	9,700	7,240
11 Finance Division	123,131	1,660
12 Higher Education Commission	42,450	44,179
13 Housing & Works Division	24,212	13,985
14 Human Rights Division	279	185
15 Industries and Production Division	2,916	2,850
16 Information & Broadcasting Division	1,900	2,100
17 Information Tech. & Telecom Division	9,361	6,331
18 Inter Provincial Coordination Division	3,735	3,472
19 Interior Division	21,049	9,093
20 Kashmir Affairs & Gilgit Baltistan Division	69,960	0
21 Law and Justice Division	6,027	1,814
22 Maritime Affairs Division	4,462	3,465
23 Narcotics Control Division	489	208
24 National Food Security & Research Division	12,017	10,129
25 National Health Services, Regulations & Coordination Division	21,723	12,651
26 National History & Literary Heritage Division	126	550
27 Pakistan Atomic Energy Commission	27,000	25,991
28 Pakistan Nuclear Regulatory Authority	200	290
29 Petroleum Division	3,250	1,481
30 Planning, Development & Special Initiatives Division	19,246	42,177
31 Poverty Alleviation and Social Safety Divivion	599	500

Contd.....

Classification	(Rs in Million)	
	Budget 2021-22	Budget 2022-23
32 Railways Division	30,026	32,648
33 Religious Affairs & Interfaith Harmony Division	494	600
34 Revenue Division	4,025	3,189
35 Science & Technological Research Division	8,341	5,716
36 SUPARCO	7,369	7,395
37 Water Resources Division	103,473	99,572
38 Special Areas (AJK & GB)	0	52,645
39 Provincial Projects	0	33,011
40 Merged Districts of Khyber Pakhtunkhwa	0	50,200
41 National Highway Authority (NHA)	113,750	118,403
42 NTDC / PEPCO	69,485	43,133
43 ERRRA	-	500
44 COVID Responsive and Other Natural Calamities Program	5,000	0
45 VGF for PPP Projects	61,500	0
46 SDGs Supplementary Funds	22,000	0
(A) Total Federal PSDP (1 to 47)	900,000	727,000
(B) Provinces	1,235,000	1,431,786
TOTAL NATIONAL PSDP (A + B)	2,135,000	2,158,786

Figures are provisional which will be finalized after approval of Federal Cabinet.

PART - IV
DETAILED BUDGET ESTIMATES
Provisional Data

TABLE - 18
REVENUE RECEIPTS

Table-18 presents the detail of Revenues collected by FBR, Summary already given in Table-4 (Part-II):

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
FBR TAXES (I + II)	5,829,000	6,000,000	7,004,000
I. Direct Taxes	2,182,000	2,204,000	2,573,000
- Income Tax	2,171,839	2,191,217	2,558,077
- Workers Welfare Fund	8,054	5,951	6,947
- Workers' Profit Participation Fund	1,545	6,392	7,462
- Capital Value Tax	562	441	515
II. Indirect Taxes	3,647,000	3,796,000	4,431,000
- Customs Duties	785,000	817,000	953,000
- Sales Tax	2,506,000	2,635,000	3,076,000
- Federal Excise	356,000	344,000	402,000

TABLE - 19
NON TAX REVENUE RECEIPTS

Table-19 shows the Non Tax Revenues details realized by the other government functionaries.

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
A. LEVIES & FEES	29,503	29,888	35,151
- Mobile Handset Levy	9,000	8,000	10,000
- Fee collected by ICT Administration	20,453	21,838	25,098
- Airport Fee	50	50	53
B. INCOME FROM PROPERTY & ENTERPRISE	265,839	300,078	279,647
- Pakistan Telecom Authority (Surplus)	4,000	3,500	9,000
- PTA (3G / 4G Licences)	45,436	100,000	50,000
- Regulatory Authorities (Surplus/ Penalties)	508	571	695

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
- Mark up (Provinces)	35,532	35,751	39,652
- Mark up (PSEs & Others)	90,000	90,000	100,000
- Dividends	90,363	70,257	80,300
C. RECEIPTS FROM CIVIL ADMINISTRATION AND OTHER FUNCTIONS	684,105	508,646	354,044
- General Administration	7,114	7,042	13,621
- SBP Profit	650,000	474,000	300,000
- Defence	20,274	20,085	30,222
- Law and Order	2,695	2,958	3,850
- Community Services	2,538	2,990	3,847
- Social Services	1,485	1,571	2,504
D. MISCELLANEOUS RECEIPTS	1,100,518	476,537	1,331,053
- Economic Services	2,980	19,970	25,971
- Foreign Grants	20,000	20,000	25,000
- Petroleum Levy	610,000	135,000	750,000
- Natural Gas Development Surcharge	36,000	30,000	40,000
- Citizenship, Naturalization & Passport Fee	35,000	25,000	35,000
- Royalty on Crude Oil	35,000	40,000	46,000
- Royalty on Natural Gas	65,000	60,000	70,000
- Discount Retained on Local Crude Price	20,000	16,000	20,000
- Windfall Levy against Crude Oil	10,000	12,000	10,000
- Gas Infrastructure Development Cess (GIDC)	130,000	25,000	200,000
- Petroleum Levy on LPG	7,600	5,000	8,000
- Extraordinary Receipts (UNO)	47,360	35,290	45,020
- Extraordinary Receipts (Others)	45	28	31
- Others	81,534	53,249	56,031
Total (A +B+C+D)	2,079,965	1,315,150	1,999,896

Distribution of Resources Among Federation and Provinces

1. Pakistan is a Federal democracy. In order to maintain inter-governmental fiscal relationship, Article 160 of the Constitution provides for setting up of a National Finance Commission (NFC) with intervals not exceeding five years. The mandate of NFC is to make recommendations to the President for the distribution of resources between the Federal and Provincial Governments. The recommendations of the NFC are given legal cover through a President's Order. The relevant provisions of President's Order No. 5 of 2010 as amended vide No. 6 of 2015 are as under:

(i) Distribution of Revenues.—(1) The divisible pool taxes in each year shall consist of the following taxes levied and collected by the Federal Government in that year, namely:—

- (a) taxes on income;
- (b) wealth tax;
- (c) capital value tax;
- (d) taxes on the sales and purchases of goods imported, exported, produced, manufactured or consumed;
- (e) export duties on cotton;
- (f) customs duties;
- (g) federal excise duties excluding the excise duty on gas charged at well-head; and
- (h) any other tax which may be levied by the Federal Government.

(2) One percent of the net proceeds of divisible pool taxes shall be assigned to Government of Khyber Pakhtunkhwa to meet the expenses on war on terror.

(3) After deducting the amounts as prescribed in clause (2), of the balance amount of the net proceeds of divisible pool taxes, fifty-six percent shall be assigned to provinces during the financial year 2010-11 and fifty-seven and half percent from the financial year 2011-12 onwards. The share of the Federal Government in the net proceeds of divisible pool shall be forty-four percent during the financial year 2010-11 and forty-two and half percent from the financial year 2011-12 onwards.

(ii) Allocation of shares to the Provincial Governments.—(1) The Province-wise ratios given in clause (2) are based on multiple indicators. The indicators and their respective weights as agreed upon are:—

(a)	Population	82.0%
(b)	Poverty or backwardness	10.3%
(c)	Revenue collection or generation	5.0%
(d)	Inverse population density	2.7%

(2) The sum assigned to the Provincial Governments under Article 3 shall be distributed amongst the Provinces on the basis of the percentage specified against each:—

(a)	Balochistan	9.09%
(b)	Khyber Pakhtunkhwa	14.62%
(c)	Sindh	24.55%
(d)	Punjab	51.74%
	Total:	100.00%

(3) The Federal Government shall guarantee that Balochistan province shall receive the projected sum of eighty-three billion rupees from the provincial share in the net proceeds of divisible pool taxes in the first year of the Award. Any shortfall in this amount shall be made up by the Federal Government from its own resources. This arrangement for Balochistan shall remain protected throughout the remaining four years of the Award based on annual budgetary projections.

(iii) Payment of net proceeds of royalty on crude oil.—Each of the provinces shall be paid in each financial year as a share in the net proceeds of the total royalties on crude oil an amount which bears to the total net proceeds the same proportion as the production of crude oil in the Province in that year bears to the total production of crude oil.

(iv) Payment of net proceeds of development surcharge on natural gas to the Provinces.—(1) Each of the Provinces shall be paid in each financial year as a share in the net proceeds to be worked out based on average rate per MMBTU of the respective province. The average rate per MMBTU shall be derived by notionally clubbing both the royalty on natural gas and development surcharge on Gas. Royalty on natural gas shall be distributed in accordance with clause (1) of Article 161 of the Constitution whereas the development surcharge on natural gas would be distributed by making adjustments based on this average rate.

(2) The development surcharge on natural gas for Balochistan with effect from 1st July 2002, shall be re-worked out hypothetically on the basis of the formula given in clause (1) and the amount, subject to maximum of ten billion rupees, shall be paid in five years in five equal installments by the Federal Government as grants to be charged on the Federal Consolidated Fund.

(v) Grants-in-Aid to the Provinces.—There shall be charged upon the Federal Consolidated Fund each year, as grants-in-aid of the revenues of the province of Sindh an amount equivalent to 0.66% of the provincial share in the net proceeds of divisible pool as a compensation for the losses on account of abolition of octroi and zilla tax.

(vi) **Sales tax on services.**—NFC recognizes that sales tax on services is a Provincial subject under the Constitution of the Islamic Republic of Pakistan, and may be collected by respective Provinces, if they so desired.

(vii) Recently, the President has constituted 10th NFC Award for consideration on distribution of resources afresh.

(viii) Detail of Provincial share of Federal Taxes for budget estimates and revised estimates of 2021-22 and budget estimates of 2022-23 are given below:-

TABLE - 20
DETAILS OF DIVISIBLE POOL TAXES
(TRANSFERS TO PROVINCES)

Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
(Rs in Million)			
A. DIVISIBLE POOL TAXES	3,310,489	3,388,999	3,974,328
- Income Tax	1,232,877	1,256,844	1,462,710
- Capital Value Tax	322	260	302,785
- Sales Tax (Excl. GST on Services)	1,435,588	1,475,089	1,683,401
- Federal Excise (excl. Excise Duty on Natural Gas)	197,285	187,475	233,648
- Customs Duties (excl. Export Development Surcharge)	444,416	469,330	594,267
B. STRAIGHT TRANSFERS	101,370	122,962	125,445
- Gas Development Surcharge	16,468	19,282	19,600
- Royalty on Natural Gas	51,564	58,863	61,118
- Royalty on Crude Oil	21,604	34,939	32,416
- Excise Duty on Natural Gas	11,733	9,877	12,311
C. Less	0	-	-
Tax Refund	-	-	-
TOTAL (A + B - C):	3,411,858	3,511,961	4,099,773
PROVINCE- WISE SHARE			
Punjab	1,691,098	1,740,723	2,029,325
Sindh	848,208	873,140	1,029,763
Khyber Pakhtunkhwa (Inclusive 1% War on Terror)	559,257	575,610	670,451
Balochistan	313,296	322,488	370,234
Tax Refund	-	-	-
TOTAL PROVINCIAL SHARE:	3,411,858	3,511,961	4,099,773

TABLE - 21
CAPITAL RECEIPTS (NET)

Table-21 indicates the position of Capital Receipts (Net):

(Rs in Million)

Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
TOTAL CAPITAL RECEIPTS (I + II)	1,439,879	2,507,711	2,407,680
I. Recoveries of Loans & Advances	273,352	305,697	286,196
- Provinces	95,361	99,674	115,192
- PSEs and Others	177,990	206,023	171,005
II. CAPITAL RECEIPTS (A + B)	1,166,527	2,202,014	2,121,484
Public Debt Net (1 + 2)	1,166,527	2,202,014	2,121,484
1. Permanent Debt	1,974,495	3,020,962	1,970,266
- Pakistan Investment Bonds	751,139	1,279,062	747,860
- Ijara Sukuk Bonds	1,200,000	1,725,000	1,200,000
- Foreign Exchange Bearer Certificates (FEBCs)	(5)	(0.50)	(5)
- Foreign Currency Bearer Certificates (FCBCs)	(5)	(1)	(5)
- U.S. Dollar Bearer Certificates	(3)	(0.1)	(3)
- Special US Dollar Bonds	(50)	(40)	(50)
- Premium Prize Bonds (Regd.)	25,000	19,000	25,000
- Pakistan Banao Certificate (3)	(1,581)	(1,649)	(2,150)
- Pakistan Banao Certificate (5)	-	(409)	(308)
- FADRA	-	-	(73)
2. Floating Debt	(807,967)	(818,947)	151,218
- Prize Bonds	(239,984)	(80,591)	17,297
- Treasury Bills Auction	(384,525)	(560,531)	157,713
- Govt. Bai-Muajjal Ijara Sukuk	(183,158)	(177,825)	(23,792)
- Other Bills	-	-	-
- Ways and Means Advances	(300)	-	-
CAPITAL RECEIPTS (I + II):	1,439,879	2,507,711	2,407,680

TABLE - 22
PUBLIC ACCOUNT (NET)

Table-22 indicates the position of Public Account (Net):

Classification	(Rs in Million)		
	Budget 2021-22	Revised 2021-22	Budget 2022-23
1 National Savings Schemes	66,137	(245,364)	(113,736)
2 G.P. Fund	(8,000)	(27,637)	(15,129)
3 Deposits and Reserves (Net)	16,058	28,438	3,669
TOTAL:	74,195	(244,564)	(125,196)

TABLE - 23
EXTERNAL RESOURCES *

Table-23 indicates the position of External Resources as below:

Classification	(Rs in Million)		
	Budget 2021-22	Revised 2021-22	Budget 2022-23
I. EXTERNAL LOANS (A to C)	2,693,338	2,963,906	3,125,342
A. Project Loans (i+ii)	259,943	245,016	269,209
i <u>Federal Government</u>	<u>93,713</u>	<u>106,455</u>	<u>59,579</u>
- Ministries/Divisions	20,596	40,027	15,206
- Corporations/Autonomous Bodies	73,117	66,428	44,373
ii <u>Provinces</u>	<u>166,231</u>	<u>138,561</u>	<u>209,630</u>
B. Programme Loans	438,195	1,252,199	722,341
C. Other Aid	1,995,200	1,466,692	2,133,792
- Islamic Development Bank	160,000	232,225	223,200
- Saudi Arabia (Saudi Oil)	-	70,000	148,800
- Euro Bond/International Sukuk	560,000	342,544	372,000
- Commercial Banks	779,200	821,923	1,389,792
- China Saif Deposits	-	-	-
- IMF Loan for Budgetary Support	496,000	-	-
II. GRANTS	31,636	31,510	27,586
- <u>Project Aid Grants</u>	<u>31,636</u>	<u>31,510</u>	<u>27,586</u>
• Federal Departments	6,028	10,643	1,521
• Autonomous Bodies	259	372	0
• Provinces	25,349	20,494	26,065

Contd....

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
D. External Resources (I + II):	2,724,974	2,995,416	3,152,928
E. Project Loans & Grants Outside PSDP	22,817	118,939	13,404
Loans	22,139	115,418	12,907
Grants	678	3,521	498
TOTAL EXTERNAL RESOURCES (D+E):	2,747,792	3,114,355	3,166,333
Foreign Loans and Repayment (-)	1,427,592	1,636,594	2,490,401
Repayment of Short Term Credits (-)	74,405	95,006	142,772
EXTERNAL RESOURCES (Net):	1,245,795	1,382,754	533,161

*RE 2021-22 and BE 2022-23 are provisional. Final figures will be provided during budget session.

TABLE - 24
CURRENT EXPENDITURE *

Table-24 presents the position of Current Expenditure.

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
(i) Mark-up Payment	3,059,682	3,143,566	3,950,062
- Mark-up on Domestic Debt	2,757,176	2,770,383	3,439,090
- Mark-up on Foreign Debt	302,506	373,183	510,972
(ii) Pension	480,000	525,000	530,000
- Military	360,000	394,000	395,000
- Civil	120,000	131,000	135,000
(iii) Defence Affairs and Services	1,370,000	1,480,245	1,523,000
- Defence Services	1,370,000	1,480,245	1,523,000
(iv) Grants and Transfers	1,167,518	1,090,407	1,241,830
- Grants to Provinces	106,250	94,350	82,000
- Grants to Others	1,061,268	996,057	1,159,830
(v) Subsidies	682,000	1,514,900	699,000
(vi) Pay and Pension	160,000	0	100,000
vii) Running of Civil Government	479,048	530,000	550,000
viii) Provision for Emergency / Covid	125,000	232,000	100,000
CURRENT EXPENDITURE (i to x)	7,523,248	8,516,118	8,693,892

*RE 2021-22 and BE 2022-23 are provisional. Final figures will be provided during budget session.

TABLE - 25
FUNCTION WISE CURRENT EXPENDITURE

Table-25 shows details of Current expenditure which is divided into ten (10) functional items as per Charts of Accounts.

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
1) General Public Service	5,435,200	5,621,818	6,175,938
2) Defence Affairs and Services	1,373,275	1,483,922	1,526,698
3) Public Order and Safety Affairs	178,511	191,491	208,761
4) Economic Affairs	115,243	454,092	138,803
5) Environment Protection	436	452	749
6) Housing and Community Amenities	34,597	5,463	7,850
7) Health Affairs & Services	28,352	154,889	19,582
8) Recreation, Culture and Religion	10,372	12,380	10,990
9) Education Affairs and Services	91,970	87,086	90,556
10) Social Protection	255,292	362,205	370,103
TOTAL:	7,523,248	8,373,798	8,550,030

The detail of Expenditure under above Ten Functions (10 Tables) are as under:-

(1) GENERAL PUBLIC SERVICE

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
GENERAL PUBLIC SERVICE	5,435,200	5,621,818	6,175,938
Executive & Legislative Organs, Financial, Fiscal Affairs & External Affairs	4,235,254	4,453,621	5,094,252
- Superannuation Allowances & Pensions	480,000	525,000	530,000
- Servicing of Foreign Debt	302,506	373,183	510,972
- Servicing of Domestic Debt	2,757,176	2,770,383	3,439,090
- Others	695,573	785,055	614,190
Foreign Economic Aid	3,305	2,063	2,289
Transfers	1,149,251	1,101,942	1,017,176

Contd....

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
General Services	10,619	21,803	15,528
Basic Research	6,413	7,159	7,543
Research and Development General Public Services	16,744	19,396	21,002
Administration of General Public Services	3,827	5,863	6,289
General Public Services not elsewhere defined	9,788	9,971	11,860

(2) DEFENCE AFFAIRS AND SERVICES

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
DEFENCE AFFAIRS AND SERVICES	1,373,275	1,483,922	1,526,698
- Defence Administration	3,275	3,677	3,698
- Defence Services	1,370,000	1,480,245	1,523,000
- Employees Related Expenses	481,592	560,223	567,494
- Operating Expenses	327,136	356,323	368,915
- Physical Assets	391,499	389,555	411,157
- Civil Works	169,773	174,144	175,434

(3) PUBLIC ORDER AND SAFETY AFFAIRS

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
PUBLIC ORDER AND SAFETY AFFAIRS	178,511	191,491	208,761
- Law Courts	7,974	8,398	9,256
- Police and Civil Armed Forces	165,153	177,553	190,265
- Fire Protection	290	290	309
- Prison Administration and Operation	48	44	44
- R & D Public Order and Safety	56	65	56
- Administration of Public Order	4,990	5,142	8,831

(4) ECONOMIC AFFAIRS

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
ECONOMIC AFFAIRS	115,243	454,092	138,803
- General Economic, Commercial and Labour Affairs	31,054	39,572	38,744
- Agriculture, Food, Irrigation, Forestry and Fishing	14,098	16,090	16,907
- Fuel and Energy	20,770	341,890	26,926
- Mining and Manufacturing	2,278	2,277	2,290
- Construction and Transport	26,700	32,653	30,241
- Communications	18,916	19,672	20,836
- Other Industries	1,426	1,438	1,658
- Research & Development Economic Affairs	-	500	1,201

(5) ENVIRONMENT PROTECTION

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
ENVIRONMENT PROTECTION	436	452	749
Research & Development Environment	0	0	187
Administration of Environment Protection (Waste Water Management)	436	452	562

(6) HOUSING AND COMMUNITY AMENITIES

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
HOUSING AND COMMUNITY AMENITIES	34,597	5,463	7,850
Housing Development	30,720	510	969
Community Development	3,877	4,953	6,881

(7) HEALTH AFFAIRS AND SERVICES

Classification	(Rs in Million)		
	Budget 2021-22	Revised 2021-22	Budget 2022-23
HEALTH AFFAIRS AND SERVICES	28,352	154,889	19,582
- Medical Products, Appliances and Equipment	31	31	31
- Hospital Services	23,982	25,163	14,857
- Public Health Services	849	126,205	1,001
- Health Administration	3,489	3,490	3,692

(8) RECREATION, CULTURE AND RELIGION

Classification	(Rs in Million)		
	Budget 2021-22	Revised 2021-22	Budget 2022-23
RECREATION, CULTURE AND RELIGION	10,372	12,380	10,990
- Recreation and Sporting Services	0.3	0.3	0.0
- Cultural Services	934	893	1,215
- Broadcasting and Publishing	7,677	7,779	8,002
- Religious Affairs	1,185	1,169	1,210
- Administration of Information, Recreation & Culture	574	2,539	563

(9) EDUCATION AFFAIRS AND SERVICES

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
EDUCATION AFFAIRS AND SERVICES	91,970	87,086	90,556
- Pre-Primary & Primary Education Affairs Services	3,021	3,021	3,786
- Secondary Education Affairs & Services	7,632	6,299	8,863
- Tertiary Education Affairs and Services	78,195	74,528	74,609
- Education Services Not definable by Level	0	0	140
- Subsidiary Services to Education	317	319	219
- Administration	1,915	2,028	2,010
- Education Affairs, Services not elsewhere classified	890	891	928

(10) SOCIAL PROTECTION

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
SOCIAL PROTECTION	255,292	362,205	370,103
- Administration	2,018	104,275	2,072
- Others	815	1,222	1,411
- Social Protection (not elsewhere class)	252,460	256,708	366,620

In addition to the above allocations under the Current Budget as per ten classification heads, the Federal Govts provides funds for various purposes.

In order to alleviate the impact of inflation on citizens, especially the poor segments of society, the Federal Government spends a fairly large sum on providing power and food subsidies.

TABLE - 26
SUBSIDIES

Table-26 shows detail of subsidies:

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
<u>Subsidy to WAPDA/PEPCO:</u>	<u>511,000</u>	<u>989,000</u>	<u>490,000</u>
1 IPPs	136,000	434,000	180,000
2 PHPL	118,000	118,000	35,000
3 Tariff Differential for Agri-Tubewells in Balochistan	4,400	4,400	0
4 WAPDA/PEPCO receivable Ex FATA	7,600	7,600	0
5 TDS (PM Package)	-	80,000	0
6 WAPDA/PEPCO receivables - merged districts of KP	18,000	18,000	20,000
7 Inter-Disco Tariff Differential	184,000	184,000	225,000
8 For Tariff Differential to AJK	2,000	2,000	3,000
9 Industrial Support Package	15,000	15,000	7,000
10 Zero rated Industrial Subsidy	26,000	26,000	20,000
11 Advance Subsidy 1 (Coal Plants Released)	-	50,000	-
12 Advance Subsidy 2 (To be Released)	-	50,000	-
<u>Subsidy to KESC:</u>	<u>85,000</u>	<u>83,000</u>	<u>80,000</u>
11 To pick up KESC's Tariff Differential	56,000	56,000	60,000
12 For Tariff Differential for Agriculture Tubewells in Balochistan	7,000	5,000	7,000
13 To KESC for Industrial Support Package	22,000	22,000	13,000

Contd.....

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
<u>Subsidy to Petroleum:</u>	<u>20,000</u>	<u>377,000</u>	<u>71,000</u>
14 Subsidy to LNG sector for providing Gas on lower rates to industry	10,000	81,000	40,000
15 PSO, APL Liabilities and Others	10,000	10,000	6,000
16 Subsidy to Domestic Consumers through	0	36,000	25,000
16 PDC Claims (PM Package)	0	250,000	0
<u>PASSCO:</u>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>
17 Subsidy to PASSCO on Account of Wheat Operation	2,000	2,000	2,000
18 Wheat Reserved Stock	5,000	5,000	5,000
<u>Utility Store Corporation</u>	<u>6,000</u>	<u>21,000</u>	<u>17,000</u>
19 Ramzan Package	6,000	8,000	5,000
20 USC (PM Package)	0	13,000	12,000
<u>Others:</u>	<u>53,000</u>	<u>37,900</u>	<u>34,000</u>
21 Wheat Subsidy to GB	8,000	8,800	8,000
22 Metro Bus Subsidy	1,000	2,000	4,000
23 Fertilizer Plants Subsidy	6,000	25,000	15,000
24 Provision for Subsidy	5,000	0	0
25 Subsidy to Naya Pakistan Housing Authority	30,000	50	500
26 Mark-up Subsidy Naya Pakistan	3,000	50	500
27 Ehsaas Ration Subsidy	-	2,000	0
28 Subsidy on Import of Urea	-	0	6,000
TOTAL SUBSIDIES:	682,000	1,514,900	699,000

TABLE - 27
GRANTS AND TRANSFERS

Table - 27 gives details of Grants and Transfer to provinces and other entities as provided by the Federal Government.

Classification	(Rs in Million)		
	Budget 2021-22	Revised 2021-22	Budget 2022-23
I. GRANTS IN AID & MISCELLANEOUS ADJUSTMENTS	106,250	94,350	82,000
SPECIAL GRANTS	106,250	94,350	82,000
1 Punjab	-	-	-
2 Sindh	19,250	19,250	22,000
3 Khyber Pakhtunkhwa	77,000	65,100	60,000
-Khyber Pakhtunkhwa	60,000	60,000	60,000
-TDPs	17,000	5,100	0
4 Balochistan	10,000	10,000	0
II. GRANTS TO OTHERS	1,061,268	996,057	1,159,830
- Contingent Liabilities	340,000	269,400	363,000
- Miscellaneous Grants	100,000	104,000	100,000
- Pakistan Railways	42,000	47,000	45,000
- Provision for Relief etc.	7,000	7,000	7,000
- Competition Commission of Pakistan	200	200	100
- Reimbursement of TT Charges, PRI & Others	22,232	20,000	20,000
- Audit Oversight Board	50	50	100
- AJK Government	59,500	59,500	59,500
- Gilgit Baltistan Government	47,000	47,000	47,000
- Bait-ul-Maal	4,200	4,200	3,700
- Benazir Income Support Programme	246,000	246,000	360,000

Contd.....

Classification	(Rs in Million)		
	Budget 2021-22	Revised 2021-22	Budget 2022-23
- Pakistan Poverty Alleviation Fund	2,000	3,757	2,000
- Export Development Fund	-	2,600	-
- ASPIRE W.B	-	-	2,000
- PSEB for IT Exports	-	-	1,000
- ECP (LG election)	5,000	5,000	500
- General Election	-	-	5,000
- Artist Welfare Fund	100	100	100
- Machine Tools Factory	500	500	500
- DLTL (Draw Back of Taxes)	20,000	62,000	0
- HEC	65,250	65,250	65,000
- Security Enhancement	40,000	29,600	40,000
- Viability Gap Fund	100	0	0
- FMU, Karachi	400	400	600
- Supervisory Board (CDNS)	50	5	10
- Association for Welfare of Retired Pensioners	10	10	5
- TDRP & Foreign Grants	6,000	5,000	5,000
- Credit Guarantee Scheme for Small Farmers	100	0	0
- Crop Loan Insurance	600	200	200
- Live Stock Insurance Scheme	500	200	200
- Grants for Reconstruction in Afghanistan	300	100	0
- Public Financial Management & Accountability (MOF P4R)	1,443	300	1,000

Contd...

(Rs in Million)

Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
- Public Financial Management & Accountability (Provinces P4R)	600	0	200
- Payment of PLIC/PPOD Liabilities	8,000	6,000	1,000
- KJ/KPP - Wazir-e-Azam Rozgar Scheme	10,000	1,000	10,000
- PMYBL / All PM old schemes & Widows	600	600	500
- Gas Infrastructure Development Cess	10,000	0	2,000
- Budget Computerization / SAP	100	0	50
- Conversion of DCS Pension	200	200	200
- SME/ Risk Sharing Facility	5,000	0	50
- Covid Tax Loan Guarantee Scheme	5,000	0	50
- Naya Pakistan Certificates	1,000	400	700
- Refinance and Credit Guarantee Scheme	1,190	0	50
- NEECA	175	175	200
- National Remittance Loyalty Program (NRLP)	1,768	-	-
- Anti Rape Fund (Investigation & Trial)	100	0	100
- 7th Population and Housing Census	5,000	5,000	5,000
- Pakistan Population Fund (Health)	1,000	1,000	100
- National Disaster Risk Management Fund	1,000	2,300	1,000
- Agriculture Relief Initiatives	0	0	10,000
- Artist Assistance Fund*	0	0	1,000
- Film Finance Fund*	0	0	1,000
- National Film Production institute*	0	0	1,000
- Federal Pension Fund*	0	0	5,000
- Others	0	10	115
TOTAL GRANTS (I+II):	1,167,518	1,090,407	1,233,830

* These will be opened in Public Account of Federation.

TABLE - 28
CURRENT LOANS & ADVANCES

Table - 28 shows Current Loans & Advances as provided by Federal Government to Govts. of AJK, GB and various institutions as well as Govt. Servants to enable them to meet their financial requirements. The details are as under:

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
1 Ways & Means Advances to the Govt. of AJK for repayment of principal & interest	15,000	10,000	15,000
2 Junagadh and Kathiawar Chiefs	21	20	20
3 Loans and Advances to Governments Servants + PNRA	11,000	11,000	10,000
4 Loans/Advances to Friendly Countries	200	200	500
5 Gilgit-Baltistan for Repayment of Principal and Interest	60	10	5
6 Loan for Heavy Electrical Complex	-	69	-
7 Loan to State Engineering Corporation	25	25	10
8 Current Loans to PIA	20,000	20,000	15,000
9 Loans to Pakistan Steel Mills Karachi	16,000	11,000	10,000
10 Ways and Means to Provinces	15,000	20,000	10,000
11 Markup Payment of Pakistan Steel Mill Loan No.2	500	500	200
TOTAL:	77,806	72,824	60,735

TABLE - 29
CURRENT INVESTMENTS

Table-29 shows detail of Current Investments. The Federal Government invests funds in various Companies, Banks etc, to earn Dividends which results an increase in Government's Revenues:

Classification	(Rs in Million)		
	Budget 2021-22	Revised 2021-22	Budget 2022-23
1 GoP Contribution in Equity of Pak China Investment Co. Ltd. Islamabad	100	0	10
2 GoP Equity injection in Sarmaya-e-Pakistan Ltd	200	0	0
3 Paid up Capital for the proposed Exim Bank of Pakistan	5,000	1,000	4,000
4 4th General Increase of Capital Stock Islamic Development Bank (IDB)	1,000	0	0
5 Pakistan Mortgage Refinance Company Ltd. PMRCL	2,000	500	1,000
6 GoP Equity in DISCOs through PHPL for payment of DSL of STFF	10,000	2,164	0
7 Pakistan's Annual Contribution to Inter Governmental Group IF 24 (G-24)	8	8	6
8 International Financial Institutions GOP contribution in equity of Pak-Libya Holding Company Limited	100	0	0
9 Loan to GENCO IV	0	500	350
10 Loan to GENCO IV for Repayment of Lakhra loan to NBP	0	7,631	0
11 PHL Loan as equity	0	0	35,000
12 Equity Pakistan Credit Gurantee	3,000	0	0
TOTAL:	21,408	11,803	40,366

TABLE - 30
DEVELOPMENT LOANS AND ADVANCES *

Table-30 shows Development Loans and Advances as made by Federal Government to Provinces, AJK & GB, PSEs, Financial / Non-Financial Institutions, District Governments / TMAs and others to assist them in carrying out their Development Programmes:

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
1 Development Loans and Advances	131,346	0	144,204
2 External Development Loans and Advances	313,716	210,536	346,862
TOTAL:	445,062	210,536	491,066

*RE 2021-22 and BE 2022-23 will be provided during the budget session.

Public Sector Development Programme (PSDP)

The Public Sector Development Programme (PSDP) is the main instrument for improving the socio-economic conditions in the country and achieving the macroeconomic & development objectives and targets set by the government, which yield maximum benefits for the society in the shortest possible time.

TABLE - 31
PSDP 2022-23 *

Table - 31 shows the details of PSDP size for FY 2022-23 in respect of Ministries / Divisions / Departments / Corporations and for Special Packages / Relief are given below:-

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
A. Federal Ministries/Divisions	<u>628,265</u>	<u>409,348</u>	<u>564,964</u>
1 Aviation Division	3,558	1,793	2,485
2 Board of Investment	80	48	808
3 Cabinet Division	46,155	64,000	70,059
4 Climate Change Division	14,327	9,579	9,600

Contd...

(Rs in Million)

Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
5 Commerce Division	1,614	1,045	1,174
6 Communications Division (other than NHA)	451	226	180
7 Defence Division	1,978	1,978	2,232
8 Defence Production Division	1,745	1,113	2,200
9 Establishment Division	800	465	900
10 Federal Education & Professional Training Division	9,700	4,600	7,240
11 Finance Division	123,131	45,757	1,660
13 Higher Education Commission	42,450	26,338	44,179
14 Housing & Works Division	24,212	14,327	13,985
15 Human Rights Division	279	168	185
16 Industries and Production Division	2,916	1,704	2,850
17 Information & Broadcasting Division	1,900	809	2,100
18 Information Tech. & Telecom Division	9,361	4,399	6,331
19 Inter Provincial Coordination Division	3,735	824	3,472
20 Interior Division	21,049	12,049	9,093
21 Kashmir Affairs & Gilgit Baltistan Division	69,960	45,899	0
22 Law and Justice Division	6,027	2,747	1,814
23 Maritime Affairs Division	4,462	1,669	3,465
24 Narcotics Control Division	489	406	208
25 National Food Security & Research Division	12,017	8,425	10,129
26 National Health Services, Regulations & Coordination Division	21,723	12,600	12,651
27 National Heritage & Culture Division	126	49	550
28 Pakistan Atomic Energy Commission	27,000	18,900	25,991
29 Pakistan Nuclear Regulatory Authority	200	200	290
30 Petroleum Division	3,250	1,881	1,481
31 Planning, Development & Spl. Initiatives Division	19,246	6,614	42,177
32 Poverty Alleviation and Social Safety Div.	599	358	500
33 Railways Division	30,026	17,830	32,648
34 Religious Affairs & Interfaith Harmony	494	494	600
35 Revenue Division	4,025	3,071	3,189

Contd...

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
36 Science & Technology Research Division	8,341	3,070	5,716
37 SUPARCO	7,369	3,343	7,395
38 Water Resources Division	103,473	90,571	99,572
39 Special Areas (AJK & GB)	0	0	52,645
40 Provincial Projects	0	0	33,011
41 Merged Districts of Khyber Pakhtunkhwa	0	0	50,200
B. Corporations	<u>183,235</u>	<u>133,226</u>	<u>161,537</u>
1 National Highway Authority (NHA)	113,750	86,708	118,403
2 NTDC / PEPCO	69,485	46,519	43,133
C. ERRA	<u>0</u>	<u>7,426</u>	<u>500</u>
D. COVID Responsive and Other Natural Clamities Program	<u>5,000</u>	<u>0</u>	<u>0</u>
E. VGF for PPP Projects	<u>61,500</u>	<u>0</u>	<u>0</u>
F. Pak SDGs & Community Development Programme	<u>22,000</u>	<u>0</u>	<u>0</u>
Total Federal PSDP (A to F):	900,000	550,000	727,000

Allocation is provisional and will be finalized with approval of Federal Cabinet.