



**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.

**Finance Division
Islamabad, the 10th June, 2022**

**Hamed Yaqoob Sheikh
Secretary to Government of Pakistan**

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PART - I

Key Priorities of the Federal Government for FY 2022-23

Following are the Key Priorities of the Federal Government:

- a) To rejuvenate the Development Programmes
- b) To eliminate the power outages
- c) To boost agricultural productivity for food security
- d) To reduce fiscal deficit to restore fiscal sustainability
- e) To increase in agriculture and industrial productivity
- f) To ban on imports of luxury items to save the foreign exchange
- g) To minimize the losses of Public Sector Enterprises
- h) To enhance the Tax rate on wealthy people of the country
- i) Fine tuning of taxes on stronger shoulders to provide relief to the needy

The Budget Strategy for FY 2022-23

The Budget 2022-23 is a sustainable 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) To stabilize in economic growth
- 2) To control the increasing inflation
- 3) To increase Revenues
- 4) To enhance Exports
- 5) To protect the vulnerable segments of society through relief measures and pro-poor initiatives
- 6) To provide maximum relief to improve the socio-economic condition of poors
- 7) To stop tax leakages

Main Objectives of Budget 2022-23

- a) Control on the fiscal deficit and to promote sustainable growth of economy
- b) Maintaining primary balance at a sustainable level
- c) Protection of social spending to support the poors of the society
- d) Mobilization of resources by widening tax net
- e) Enhancement in Non-Tax Revenue through cost recovery and rationalizing various fees/levies

- f) Increase agricultural productivity
- g) Promotion of exportable industrial productions
- h) Continuation of successful IMF programme
- i) Maintain a level of Development Budget to boost the economy of country
- j) Funding of special areas of the country to ensure their development
- k) Control of non productive expenditure through austerity measures
- l) Target subsidy to the deserving segments of the society
- m) Keep the expenditure within the approved budget allocation
- n) Control the prices of daily useable items through increase in supply of such items

PART - II

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	7,470	A. Current	8,709
Non-Tax Revenue	1,935	Interest Payments	3,950
a) Gross Revenue Receipts	9,405	Pension	609
b) Less Provincial Share	4,373	Defence Affairs & Services	1,563
I. Net Revenue Receipts (a-b)	5,032	Grants and Transfers to Provinces & Others	1,174
II. Non Bank Borrowing (NSSs & Others) - Public Account	1,996	Subsidies	664
III. Net External Receipts - Fed. Consolidated Fund	1,611	Running of Civil Govt.	553
IV. Bank Borrowing (T-Bills, PIBs, Sukuk) - Fed. Consolidated Fund	843	Provision for Emergency and others	195
V. Privatization Proceeds - Fed. Consolidated Fund	96	B. Development	871
Total (II + III + IV + V)	4,547	Federal PSDP	727
		Net Lending	144
<u>TOTAL RESOURCES (I to V)</u>	<u>9,579</u>	<u>TOTAL EXPENDITURE(A+B)</u>	<u>9,579</u>

(Rs. in Billion)

Table - 2
Fiscal Deficit & Financing of Budget 2022-23

Table-2 shows Fiscal Deficit and Financing for FY 2022-23.

Fiscal Deficit		Financing	
A) Federal Revenue (Net)	5,032	A) Net External Financing	1,611
B) Total Federal Expenditure (i+ii)	9,579	Multilateral & Bilateral Sources	548
i) Current Expenditure	8,709	Commercial & Euro Bond	1,064
ii) Development and Net Lending (a+b)	871	B) Net Domestic Financing	2,839
a) Federal PSDP	727	National Saving Schemes, GP Fund and Deposit & Reserves	-125
b) Net Lending	144	Bank (Govt. Securities)	2,964
		C) Privatization Proceeds	96
C) Federal Deficit (A-B)	-4,547	Total Financing (A+B+C)	4,547

(Rs. in Billion)

Table - 3
BE & RE of FY 2021-22 and BE of FY 2022-23

Table-3 presents important percentages of Budget & Revised Estimates of FY 2021-22 and Budget Estimates of FY 2022-23.

	Budget 2021-22	Revised 2021-22	Budget 2022-23
	(Rs. in Billion)		
Revenue Receipt (FBR)	5,829	6,050	7,470
Non Tax Revenue	2,080	1,315	1,935
Gross Revenue (FBR+NTR)	7,909	7,365	9,405
Less: Transfer to Provinces (-)	-3,412	-3,541	-4,373
Net Revenue for Federal Government	4,497	3,824	5,032
Expenditure	8,487	9,133	9,579
Federal Budget Deficit	-3,990	-5,309	-4,547
Provincial Surplus	570	570	750
Overall Budget Deficit	-3,420	-4,739	-3,797
Overall Fiscal Deficit as %GDP	-6.3%	-7.1%	-4.9%
Primary Deficit	-360	-1,596	153
Primary Deficit as %GDP	-0.7%	-2.4%	0.2%
Nominal GDP	53,867	66,950	78,197

PART - III

COMPARISON OF BUDGET ESTIMATES
FY 2021-22 - FY 2022-23

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	7,470,000
I. Direct Taxes	2,182,000	3,039,000
- Income Tax	2,171,839	3,024,076
- Capital Value Tax	562	515
- Workers Welfare Fund	8,054	6,947
- Workers' Profit Participation Fund	1,545	7,462
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 (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	684,105	354,044
FUNCTIONS				
- 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	1,266,053
- Economic Services			2,980	25,971
- Foreign Grants			20,000	25,000
- Petroleum Levy			610,000	855,000
- 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	30,000
- 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	1,934,896

TABLE - 6
DETAILS OF DIVISIBLE POOL TAXES

Table-6 provides details of Divisible Pool Taxes that are transferred to provinces as per NFC Award and straight transfers to provinces.

Classification	(Rs in Million)	
	Budget 2021-22	Budget 2022-23
A. DIVISIBLE POOL TAXES	3,310,489	4,247,648
- Income Tax	1,232,877	1,722,958
- Capital Value Tax	322	295
- Sales Tax (Excluding GST on Services)	1,435,588	1,761,391
- Federal Excise (Excluding Excise Duty on Natural Gas)	197,285	223,635
- Customs Duties (Excluding Export Dev. Surcharge)	444,416	539,368
B. STRAIGHT TRANSFERS	101,370	124,917
- Natural 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	11,784
TOTAL (A + B):	3,411,858	4,372,565
PROVINCE- WISE SHARE		
Punjab	1,691,098	2,167,735
Sindh	848,208	1,097,247
Khyber Pakhtunkhwa	559,257	713,502
Balochistan	313,296	394,081
TOTAL PROVINCIAL SHARE	3,411,858	4,372,565

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	2,375,060
I. Recoveries of Loans & Advances	273,352	253,576
- Provinces	95,361	243,576
- Others	177,990	10,000
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-23 of Part-IV.

Classification	(Rs in Million)	
	Budget 2021-22	Budget 2022-23
I. EXTERNAL LOANS (A to C)	2,692,838	5,503,470
A. Project Loans (i+ii)	259,443	266,537
i Federal Government	93,213	56,602
ii Provinces	166,231	209,935
B. Programme Loans	438,195	1,243,141
C. Other Aid	1,995,200	3,993,792
II. EXTERNAL GRANTS	31,636	29,463
D. External Resources (I + II):	2,724,474	5,532,933
E. Project Loans & Grants Outside PSDP	22,817	13,404
GROSS EXTERNAL RESOURCES (D+E):	2,747,292	5,546,338
Foreign Loans and Repayment (-)	1,427,592	3,792,401
Repayment of Foreign Credits (-)	74,405	142,772
NET EXTERNAL RESOURCES:	1,245,295	1,611,165

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	8,708,540
(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	609,000
- Military	360,000	395,000
- Civil	120,000	125,000
- Federal Pension Fund	-	10,000
- Increase in Pension	-	79,000

Contd.....

(Rs in Million)		
Classification	Budget 2021-22	Budget 2022-23
(iii) Defence Affairs and Services	1,370,000	1,563,000
(iv) Grants and Transfers	1,167,518	1,174,478
- Grants to Provinces	106,250	82,000
- Grants to Others	1,061,268	1,092,478
(v) Subsidies	682,000	664,000
(vi) Pay and Pension Increase	160,000	-
(vii) Running of Civil Government	479,048	553,000
(Viii) Provision for Emergency and others	125,000	195,000
Total: CURRENT EXPENDITURE	7,523,248	8,708,540

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 2021-22	Budget 2022-23
1) General Public Service	5,435,200	6,245,478
2) Defence Affairs and Services	1,373,275	1,566,698
3) Public Order and Safety Affairs	178,511	209,161
4) Economic Affairs	114,201	182,369
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	11,414	15,424
9) Education Affairs and Services	91,970	90,556
10) Social Protection	255,292	370,103
TOTAL:	7,523,247	8,707,970

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	535,000
- WAPDA/ PEPCO	257,000	275,000
- KESC	85,000	80,000
- PHPL & IPPs	254,000	180,000
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	-
- 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	664,000

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
- Sindh	19,250	22,000
- Khyber Pakhtunkhwa	77,000	60,000
- Balochistan	10,000	-

Contd....

(Rs in Million)		
Classification	Budget 2021-22	Budget 2022-23
II. GRANTS TO OTHERS	1,061,268	1,092,478
- Contingent and Misc.	440,000	391,000
- Pakistan Railways	42,000	45,000
- Provision for Relief etc.	7,000	7,000
- Competition Commission of Pakistan	200	100
- Reimbursement of TT Charges, PRI & Others	22,232	20,000
- 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	400
- DLTL (Draw Back of Taxes)	20,000	-
- Artist Welfare Fund M/o Culture	100	100
- PPAF	2,000	2,000
- ECP (LG Election)	5,000	500
- General Election	-	5,000
- ASPIRE W.B	-	2,000
- PSEB for IT Exports, M/o IT	-	1,000
- HEC	65,250	65,000
- Security Enhancement	40,000	40,000
- Viability Gap Fund	100	-
- 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	-
- Crop Loan Insurance Scheme	600	200
- Live Stock Insurance Scheme	500	200
- Reconstruction in Afghanistan	300	-

(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	100
- Payment of PLIC/PPOD Liabilities (Principal+Interest)	8,000	1,000
- KJ/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	-
- NEECA	175	200
- Anti Rape Fund	100	100
- 7th Population and Housing Census	5,000	5,000
- Pakistan Population Fund	1,000	1,048
- National Disaster Risk Management Fund	1,000	1,000
- Agriculture Relief Initiatives	-	10,000
- Artist Assistance Fund*	-	1,000
- Film Finance Fund*	-	1,000
- National Film Production institute	-	1,000
- Publicity and Advertising (Info. & Broad Div.)	-	1,000
- Others	-	115
TOTAL GRANTS (I+II):	1,167,518	1,174,478

* Funds 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 injection in Sarmaya-e-Pakistan Ltd	200	-
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	-
5 Pakistan Mortgage Refinance Company Ltd. PMRCL	2,000	1,000
6 GoP Equity in DISCOs through PHPL for payment of DSL of STFF	10,000	-
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	-
9 Loan to GENCO IV	-	350
10 Equity Pakistan Credit Guarantee	0	-
11 PHL Loan as equity	0	35,000
12 Equity Pakistan Credit Guarantee	3,000	-
TOTAL:	21,408	40,366

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	104,103
2 External Development Loans and Advances	313,716	346,594
TOTAL:	445,062	450,697

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.

(Rs in Million)		
Classification	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	-
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 Division	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)	-	52,645
39 Provincial Projects	-	33,011
40 Merged Districts of Khyber Pakhtunkhwa	-	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 Clamities Programme	5,000	-
45 VGF for PPP Projects	61,500	-
46 Pak SDGs & Community Development Programme	22,000	-
(A) Total Federal PSDP (1 to 46)	900,000	727,000
(B) Provinces	1,235,000	1,431,786
TOTAL NATIONAL PSDP (A + B)	2,135,000	2,158,786

PART - IV
DETAILED BUDGET ESTIMATES

Budget Estimates 2021-22
Revised Estimates 2021-22
Budget Estimates 2022-23

TABLE - 18
REVENUE RECEIPTS

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

Classification	(Rs in Million)		
	Budget 2021-22	Revised 2021-22	Budget 2022-23
FBR TAXES (I + II)	5,829,000	6,050,000	7,470,000
I. Direct Taxes	2,182,000	2,234,000	3,039,000
- Income Tax	2,171,839	2,221,217	3,024,076
- Capital Value Tax	562	440	515
- Workers Welfare Fund	8,054	5,951	6,947
- Workers' Profit Participation Fund	1,545	6,392	7,462
II. Indirect Taxes	3,647,000	3,816,000	4,431,000
- Customs Duties	785,000	817,000	953,000
- Sales Tax	2,506,000	2,655,000	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.

Classification	(Rs in Million)		
	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 (4G Licences)	45,436	100,000	50,000
- Regulatory Authorities (Surplus/ Penalties)	508	571	695

Contd...

(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	1,266,053
- Economic Services	2,980	19,970	25,971
- Foreign Grants	20,000	20,000	25,000
- Petroleum Levy	610,000	135,000	855,000
- 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	30,000
- 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	1,934,896

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 No. 5 of 2010. 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) The President has constituted 10th NFC on 21st July, 2020 for consideration on distribution of resources afresh.

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	(Rs in Million)		
	Budget 2021-22	Revised 2021-22	Budget 2022-23
A. DIVISIBLE POOL TAXES	3,310,489	3,418,201	4,247,648
- Income Tax	1,232,877	1,251,907	1,722,958
- Capital Value Tax	322	252	295
- Sales Tax (Excluding GST on Services)	1,435,588	1,512,276	1,761,391
- Federal Excise (Excluding Excise Duty on Natural Gas)	197,285	191,369	223,635
- Customs Duties (Excluding Export Dev. Surcharge)	444,416	462,397	539,368
B. STRAIGHT TRANSFERS	101,370	123,167	124,917
- 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	10,083	11,784
TOTAL (A + B):	3,411,858	3,541,368	4,372,565
PROVINCE- WISE SHARE			
Punjab	1,691,098	1,746,571	2,167,735
Sindh	848,208	884,643	1,097,247
Khyber Pakhtunkhwa (Inclusive 1% War on Terror)	559,257	587,090	713,502
Balochistan	313,296	323,063	394,081
TOTAL PROVINCIAL SHARE:	3,411,858	3,541,368	4,372,565

TABLE - 21
CAPITAL RECEIPTS (NET)

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

Classification	(Rs in Million)		
	Budget 2021-22	Revised 2021-22	Budget 2022-23
TOTAL CAPITAL RECEIPTS (I + II)	1,439,879	2,507,711	2,375,060
I. Recoveries of Loans & Advances	273,352	305,697	253,576
- Provinces	95,361	99,674	243,576
- PSEs and Others	177,990	206,023	10,000
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)	(0.5)	(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 - Years)	(1,581)	(1,649)	(2,150)
- Pakistan Banao Certificate (5 - Years)	-	(409)	(308)
- Foreign Assets (Declaration and Repatriation) Act, 2018	-	-	(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)
- Ways and Means Advances	(300)	-	-
CAPITAL RECEIPTS (I + II):	1,439,879	2,507,711	2,375,060

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)	2,692,838	3,776,249	5,503,470
A. Project Loans (i+ii)	259,443	239,465	266,537
i <u>Federal Government</u>	<u>93,213</u>	<u>105,048</u>	<u>56,602</u>
- Ministries/Divisions	20,096	38,620	13,329
- Corporations/Autonomous Bodies	73,117	66,428	43,273
ii <u>Provinces</u>	<u>166,231</u>	<u>134,417</u>	<u>209,935</u>
B. Programme Loans	438,195	656,092	1,243,141
C. Other Aid	1,995,200	2,880,692	3,993,792
- Islamic Development Bank	160,000	232,225	223,200
- Saudi Arabia (Oil Facility)	-	70,000	148,800
- Saudi Arabia (Time Deposit)	-	530,250	558,000
- Euro Bond/International Sukuk	560,000	342,544	372,000
- Commercial Banks	779,200	821,923	1,389,792
- SAFE China Deposit	-	700,000	744,000
- IMF Loan for Budgetary Support	496,000	183,750	558,000
II. GRANTS	31,636	32,917	29,463
- <u>Project Aid Grants</u>	<u>31,636</u>	<u>32,917</u>	<u>29,463</u>
• Federal Departments	6,028	12,050	3,398
• Autonomous Bodies	259	372	-
• 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):	2,724,474	3,809,166	5,532,933
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):	2,747,292	3,928,105	5,546,338
Foreign Loans and Repayment (-)	1,427,592	2,336,594	3,792,401
Repayment of Short Term Credits (-)	74,405	95,006	142,772
EXTERNAL RESOURCES (Net):	1,245,295	1,496,504	1,611,165

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	540,000	609,000
- Military	360,000	404,000	395,000
- Civil	120,000	136,000	125,000
- Federal Pension Fund	-	-	10,000
- Increase in Pension	-	-	79,000
(iii) Defence Affairs and Services	1,370,000	1,480,245	1,563,000
- Defence Services	1,370,000	1,480,245	1,563,000
(iv) Grants and Transfers	1,167,518	1,090,407	1,174,478
- Grants to Provinces	106,250	94,350	82,000
- Grants to Others	1,061,268	996,057	1,092,478
(v) Subsidies	682,000	1,514,900	664,000
(vi) Pay and Pension Increase	160,000	-	-
(vii) Running of Civil Government	479,048	530,000	553,000
(viii) Provision for Emergency and others	125,000	232,000	195,000
CURRENT EXPENDITURE (i to viii)	7,523,248	8,531,118	8,708,540

RE 2021-22 and BE 2022-23 including Provincial and Federal Net Lending (after disbursement (-) recoveries)

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	5,633,043	6,245,478
2) Defence Affairs and Services	1,373,275	1,483,922	1,566,698
3) Public Order and Safety Affairs	178,511	191,491	209,161
4) Economic Affairs	114,201	453,050	182,369
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	11,414	13,422	15,424
9) Education Affairs and Services	91,970	90,861	90,556
10) Social Protection	255,292	362,205	370,103
TOTAL:	7,523,247	8,388,798	8,707,970

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	5,633,043	6,245,478
Executive & Legislative Organs, Financial, Fiscal Affairs & External Affairs	4,235,254	4,468,621	5,227,252
- Superannuation Allowances & Pensions	480,000	540,000	609,000
- 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	668,190
Foreign Economic Aid	3,305	2,063	2,289
Transfers	1,149,251	1,103,167	953,616

Contd....

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
General Services	10,619	16,803	15,528
Basic Research	6,413	7,159	7,643
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

(Rs in Million)			
(2) DEFENCE AFFAIRS AND SERVICES			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
DEFENCE AFFAIRS AND SERVICES	1,373,275	1,483,922	1,566,698
- Defence Administration	3,275	3,677	3,698
- Defence Services	1,370,000	1,480,245	1,563,000
- Employees Related Expenses	481,592	560,223	607,494
- Operating Expenses	327,136	356,323	368,915
- Physical Assets	391,499	389,555	411,157
- Civil Works	169,773	174,144	175,434

(Rs in Million)			
(3) PUBLIC ORDER AND SAFETY AFFAIRS			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
PUBLIC ORDER AND SAFETY AFFAIRS	178,511	191,491	209,161
- 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	9,231

(4) ECONOMIC AFFAIRS (Rs in Million)

Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
ECONOMIC AFFAIRS	114,201	453,050	182,369
- 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	71,926
- 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	384	396	224
- 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	-	-	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	11,414	13,422	15,424
- Recreation and Sporting Services	1,042	1,042	1,434
- 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	3,563

(9) EDUCATION AFFAIRS AND SERVICES

Classification	(Rs in Million)		
	Budget 2021-22	Revised 2021-22	Budget 2022-23
EDUCATION AFFAIRS AND SERVICES	91,970	90,861	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	78,303	74,609
- Education Services not definable by Level	-	-	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

Classification	(Rs in Million)		
	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>455,000</u>
1 IPPs	136,000	434,000	180,000
2 PHPL *	118,000	118,000	-
3 Tariff Differential for Agri-Tubewells in Balochistan	4,400	4,400	-
4 WAPDA/PEPCO receivable Ex FATA	7,600	7,600	-
5 TDS (PM Package)	-	80,000	-
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 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>
13 KESC's Tariff Differential	56,000	56,000	60,000
14 Tariff Differential for Agriculture Tubewells in Balochistan	7,000	5,000	7,000
15 KESC for Industrial Support Package	22,000	22,000	13,000
<u>Subsidy to Petroleum:</u>	<u>20,000</u>	<u>377,000</u>	<u>71,000</u>
16 LNG sector for providing Gas on lower rates to industry	10,000	81,000	40,000
17 PSO, APL Liabilities and Others	10,000	10,000	6,000
18 Domestic Consumers through SNGPL (RLNG)	-	36,000	25,000
19 PDC Claims (PM Package)	-	250,000	-

* Allocation of Rs.35 billion for PHL Loan as Equity for FY 2022-23 is shown in Table-29 "Current Investment" and included in Net Lending as shown in Table-1.

Contd.....

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
<u>PASSCO:</u>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>
20 PASSCO Wheat Operation	2,000	2,000	2,000
21 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>
22 Ramzan Package	6,000	8,000	5,000
23 USC (PM Package)	-	13,000	12,000
<u>Others:</u>	<u>53,000</u>	<u>37,900</u>	<u>34,000</u>
24 Wheat Subsidy to GB	8,000	8,800	8,000
25 Metro Bus Subsidy	1,000	2,000	4,000
26 Fertilizer Plants Subsidy	6,000	25,000	15,000
27 Provision for Subsidy	5,000	-	-
28 Subsidy to Naya Pakistan Housing Authority	30,000	50	500
29 Mark-up Subsidy Naya Pakistan	3,000	50	500
30 Ehsaas Ration Subsidy	-	2,000	-
31 Subsidy on Import of Urea	-	-	6,000
TOTAL SUBSIDIES:	682,000	1,514,900	664,000

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 Sindh	19,250	19,250	22,000
2 Khyber Pakhtunkhwa	77,000	65,100	60,000
-Khyber Pakhtunkhwa	60,000	60,000	60,000
-TDPs	17,000	5,100	-
3 Balochistan	10,000	10,000	-
II. GRANTS TO OTHERS	1,061,268	996,057	1,092,478
- Contingent Liabilities	340,000	269,400	291,000
- 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

Contd.....

Classification	(Rs in Million)		
	Budget 2021-22	Revised 2021-22	Budget 2022-23
- 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
- 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 M/o Culture	100	100	100
- Machine Tools Factory	500	500	500
- DLTL (Draw Back of Taxes)	20,000	62,000	-
- HEC	65,250	65,250	65,000
- Security Enhancement	40,000	29,600	40,000
- Viability Gap Fund	100	-	-

Contd...

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
- FMU, Karachi	400	400	400
- AML/CFT Supervisory Board (CDNS)	50	5	10
- Association for Welfare of Retired Pensioners	10	10	5
- TDRP & Foreign Grants through EAD	6,000	5,000	5,000
- Credit Guarantee Scheme for Small Farmers	100	-	-
- Crop Loan Insurance Scheme	600	200	200
- Live Stock Insurance Scheme	500	200	200
- Reconstruction in Afghanistan	300	100	-
- Public Financial Management & Accountability (MOF P4R)	1,443	300	1,000
- Public Financial Management & Accountability (Provinces P4R)	600	-	100
- 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	-	2,000
- Budget Computerization / SAP	100	-	50
- Conversion of DCS Pension	200	200	200
- SME/ Risk Sharing Facility	5,000	-	50
- Covid Tax Loan Guarantee Scheme	5,000	-	50

Contd...

Classification	(Rs in Million)		
	Budget 2021-22	Revised 2021-22	Budget 2022-23
- Naya Pakistan Certificates	1,000	400	700
- Refinance and Credit Guarantee Scheme	1,190	-	50
- NEECA	175	175	200
- National Remittance Loyalty Program (NRLP)	1,768	-	-
- Anti Rape Fund (Investigation & Trial)	100	-	100
- 7th Population and Housing Census	5,000	5,000	5,000
- Pakistan Population Fund (Health)	1,000	1,000	1,048
- National Disaster Risk Management Fund	1,000	2,300	1,000
- Agriculture Relief Initiatives	-	-	10,000
- Artist Assistance Fund*	-	-	1,000
- Film Finance Fund*	-	-	1,000
- National Film Production Institute	-	-	1,000
- Publicity and Advertising (Info. & Broad Div.)	-	-	1,000
- Others	-	10	115
TOTAL GRANTS (I+II):	1,167,518	1,090,407	1,174,478

* Funds 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:

Classification	(Rs in Million)		
	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

Contd...

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
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:

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
1 GoP Contribution in Equity of Pak China Investment Co. Ltd. Islamabad	100	-	10
2 GoP Equity injection in Sarmaya-e- Pakistan Ltd	200	-	-
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	-	-
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	-

Contd...

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
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	-	-
9 Loan to GENCO IV	-	500	350
10 Loan to GENCO IV for Repayment of Lakhra loan to NBP	-	7,631	-
11 PHL Loan as equity	-	-	35,000
12 Equity Pakistan Credit Gurantee	3,000	-	-
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	-	104,103
2 External Development Loans and Advances	313,716	210,536	346,594
TOTAL:	445,062	210,536	450,697

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:-

Classification	(Rs in Million)		
	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
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
12 Higher Education Commission	42,450	26,338	44,179
13 Housing & Works Division	24,212	14,327	13,985
14 Human Rights Division	279	168	185
15 Industries and Production Division	2,916	1,704	2,850
16 Information & Broadcasting Division	1,900	809	2,100
17 Information Tech. & Telecom Division	9,361	4,399	6,331
18 Inter Provincial Coordination Division	3,735	824	3,472

Contd....

(Rs in Million)			
Classification	Budget 2021-22	Revised 2021-22	Budget 2022-23
19 Interior Division	21,049	12,049	9,093
20 Kashmir Affairs & Gilgit Baltistan Division	69,960	45,899	-
21 Law and Justice Division	6,027	2,747	1,814
22 Maritime Affairs Division	4,462	1,669	3,465
23 Narcotics Control Division	489	406	208
24 National Food Security & Research Division	12,017	8,425	10,129
25 National Health Services, Regulations & Coordination Division	21,723	12,600	12,651
26 National Heritage & Culture Division	126	49	550
27 Pakistan Atomic Energy Commission	27,000	18,900	25,991
28 Pakistan Nuclear Regulatory Authority	200	200	290
29 Petroleum Division	3,250	1,881	1,481
30 Planning, Development & Spl. Initiatives Division	19,246	6,614	42,177
31 Poverty Alleviation and Social Safety Division	599	358	500
32 Railways Division	30,026	17,830	32,648
33 Religious Affairs & Interfaith Harmony	494	494	600
34 Revenue Division	4,025	3,071	3,189
35 Science & Technology Research Division	8,341	3,070	5,716
36 SUPARCO	7,369	3,343	7,395
37 Water Resources Division	103,473	90,571	99,572
38 Special Areas (AJK & GB)	-	-	52,645
39 Provincial Projects	-	-	33,011
40 Merged Districts of Khyber Pakhtunkhwa	-	-	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>7,426</u>	<u>500</u>
D. COVID Responsive and Other Natural Clamities Programme	<u>5,000</u>	-	-
E. VGF for PPP Projects	<u>61,500</u>	-	-
F. Pak SDGs & Community Development Programme	<u>22,000</u>	-	-
Total Federal PSDP (A to F):	900,000	550,000	727,000