

# National Budget FY 2021-22

*“Ensuring Sustained Economic  
Stability for a Resilient Recovery”*

FISCAL YEAR  
FY 2021-22

RESOURCES Nu. 56,765.582m

DOMESTIC REVENUE

GRANTS

OTHERS

OUTLAY Nu. 73,919.335m

CAPITAL

CURRENT

INTEREST



# Budget Highlights

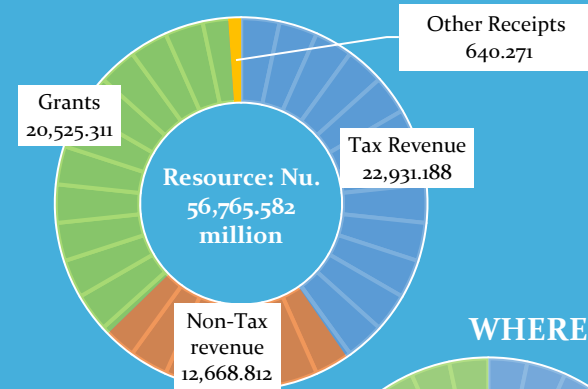
Growth outlook remains uncertain amidst the pandemic, however, mass inoculation and efficacy of the vaccine is expected to increase public and business confidence in accelerating economic recovery.

The FY 2021-22 Budget intends to achieve the overall goal of ensuring “Sustained Economic Stability for a Resilient Recovery” through 5 thematic areas: i) *Maintaining Public Confidence* ii) *Sustaining Economic Activities* iii) *Transforming Health & Education System* iv) *Leveraging on ICT & Innovation* v) *Enabling Reform Initiatives*

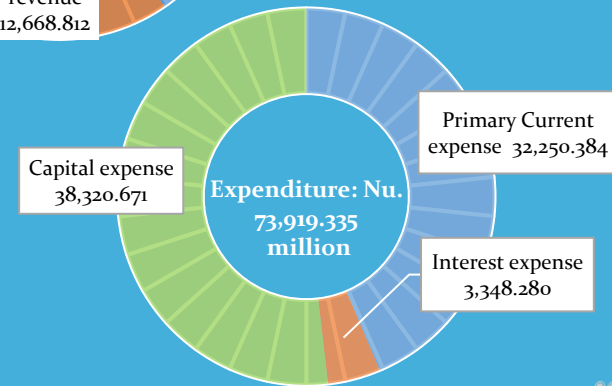
To stimulate aggregate demand, the Government continues to provide annual/block grant of recurrent budget to the Local Government and Budgetary Bodies.

The Government has announced an expansionary fiscal stance as a countercyclical measure for the output loss. This is ensured through higher allocation of capital budget for investments that carries high multiplier.

## WHERE IT COMES FROM

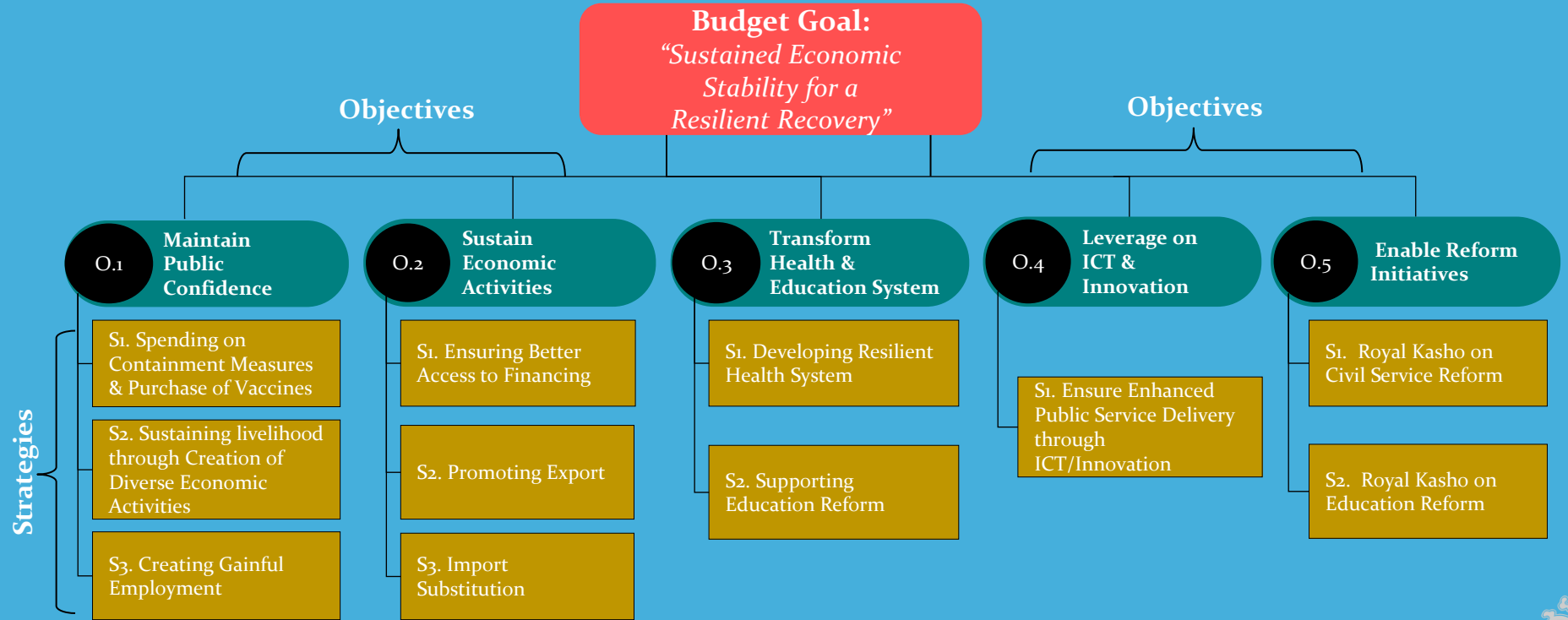


## WHERE IT'S SPENT

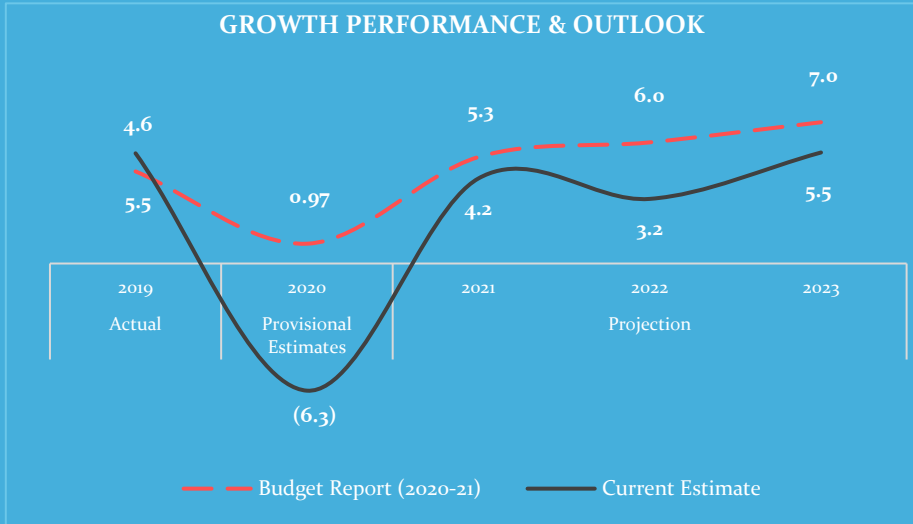


# FY 2021-22 Spending Priorities

## “Responding to the Pandemic”



# COVID-19 Causes the Economy to Contract



*Economy contracted significantly in 2020 deeper than projected, as a result of strict containment measures both within and across the borders.*

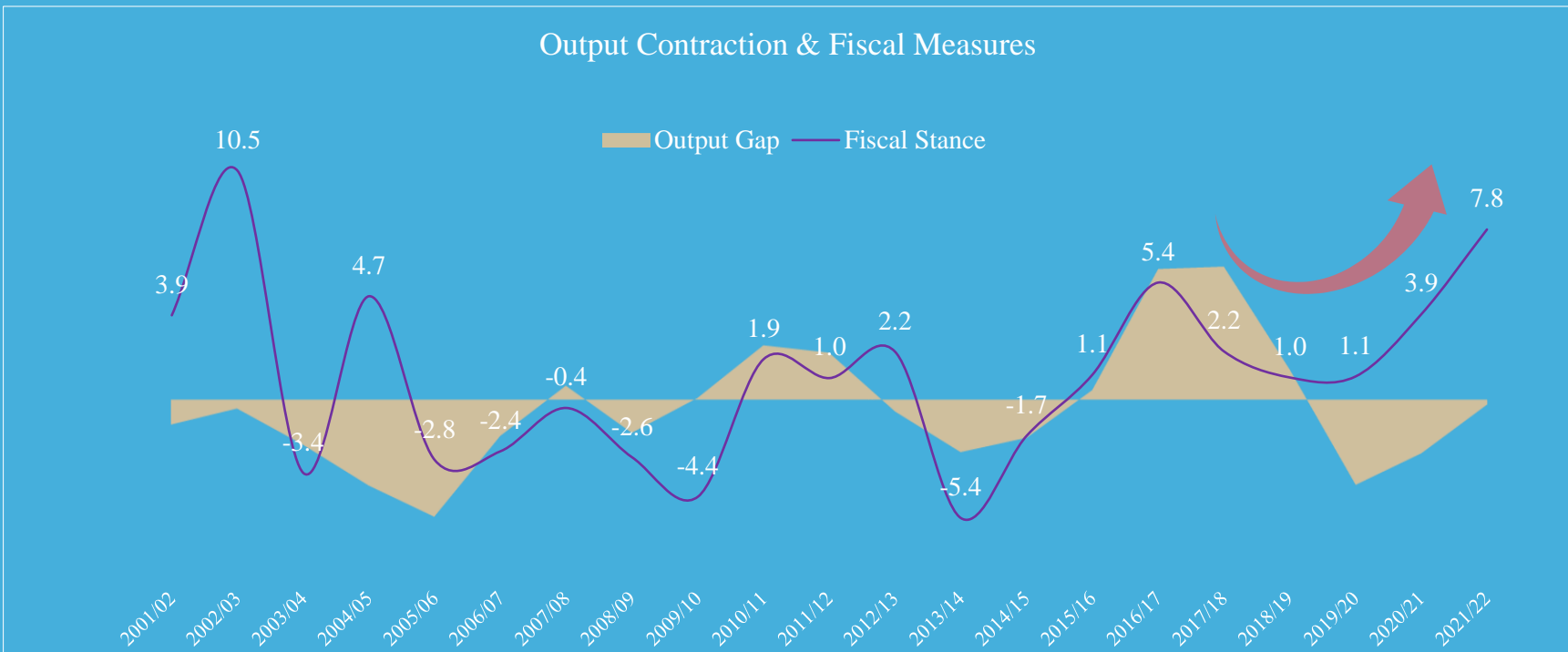
Macroeconomic Performance and Outlook					
Year	2019	2020	2021	2022	2023
Percentage change	Actual	Estimate	Proj.	Proj.	Proj.
Public Consumption	10.8	3.1	3.6	5.3	5.6
Private Consumption	10.2	-2.4	-12.9	12.7	12.2
Govt. Investment	-31.2	26.2	6.3	-33.8	-7.2
Private Investment	-12.3	-2.8	2.7	5.8	3.6
Exports of Goods and Services	1	-1.2	4.7	3.8	9.8
Imports of Goods and Services	-10.1	-17.3	-5.1	0.9	-6.9
<b>Real GDP Growth</b>	<b>5.5</b>	<b>-6.3</b>	<b>4.2</b>	<b>3.9</b>	<b>6.3</b>

*Decline in aggregate demand in 2020, however, positive outlook is anticipated through accommodative fiscal-monetary policy in 2021.*

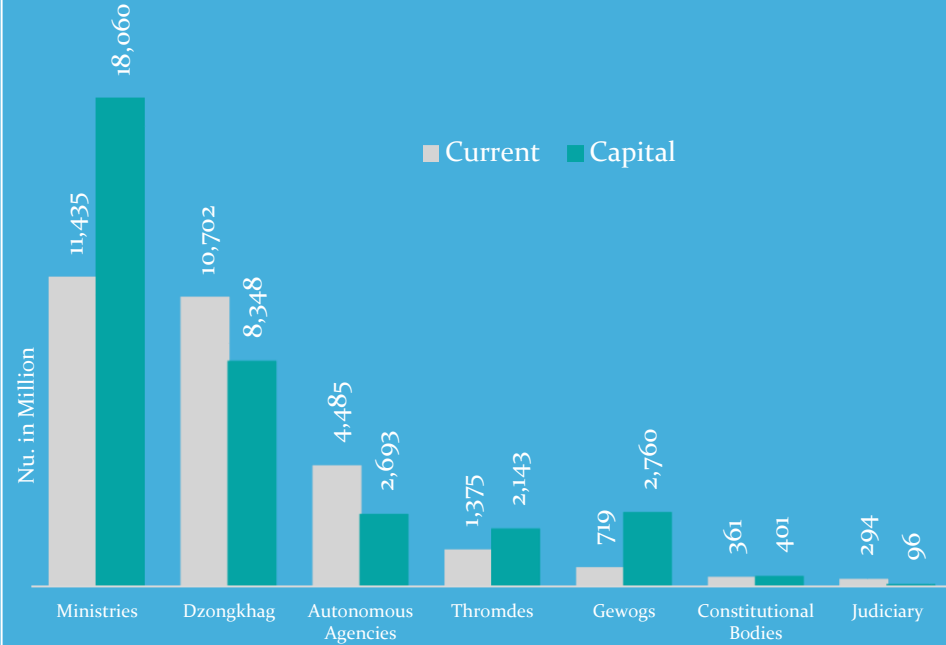
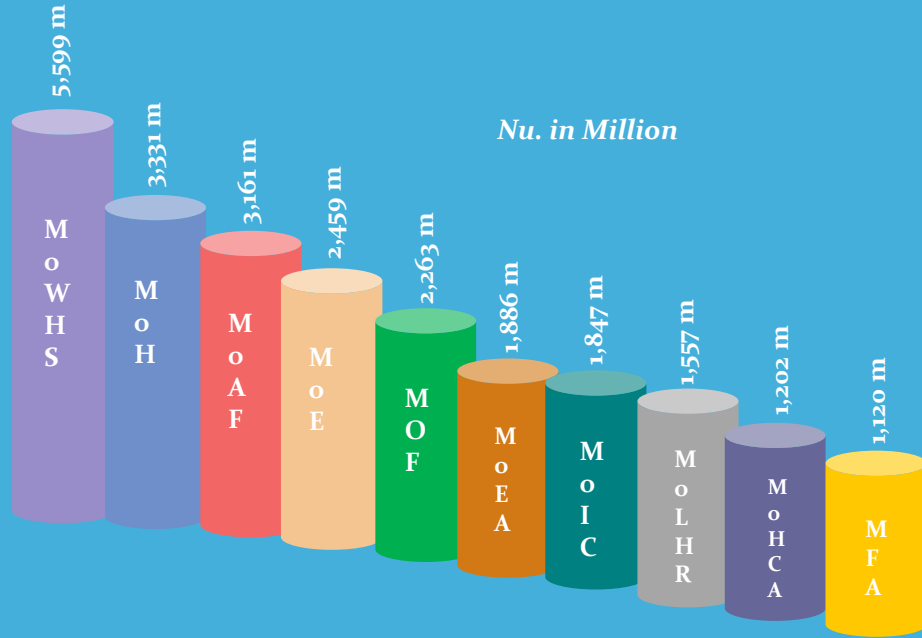
# Fiscal Stance

## *“An Expansionary Approach”*

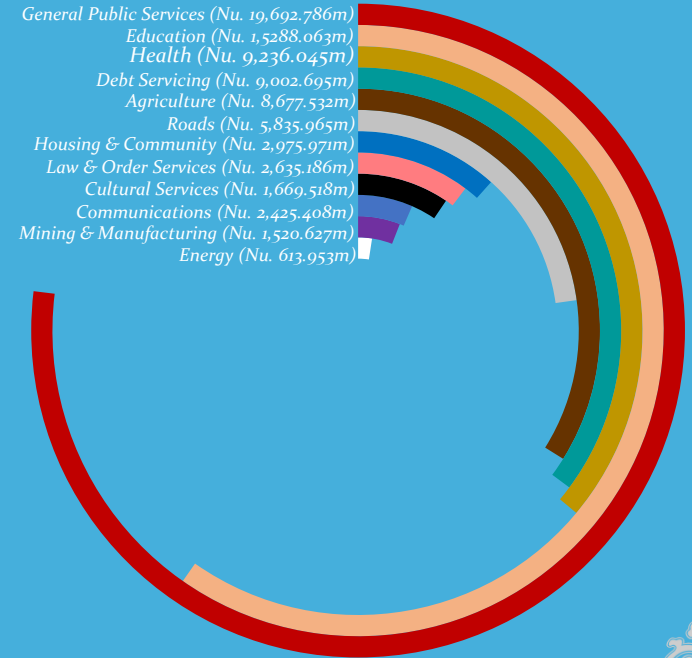
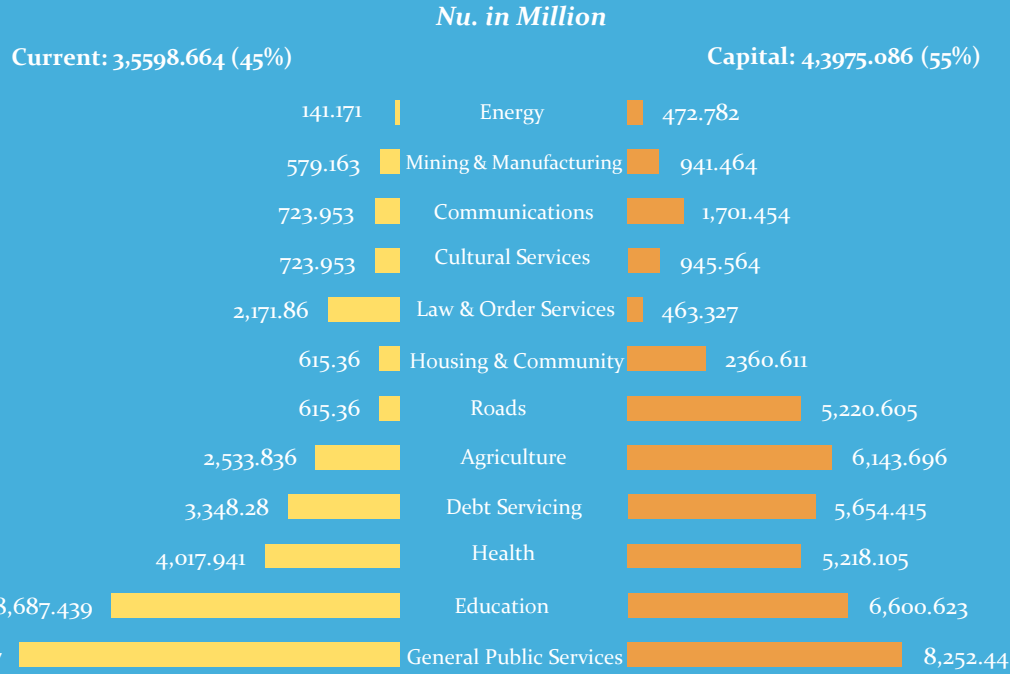
Output Contraction & Fiscal Measures



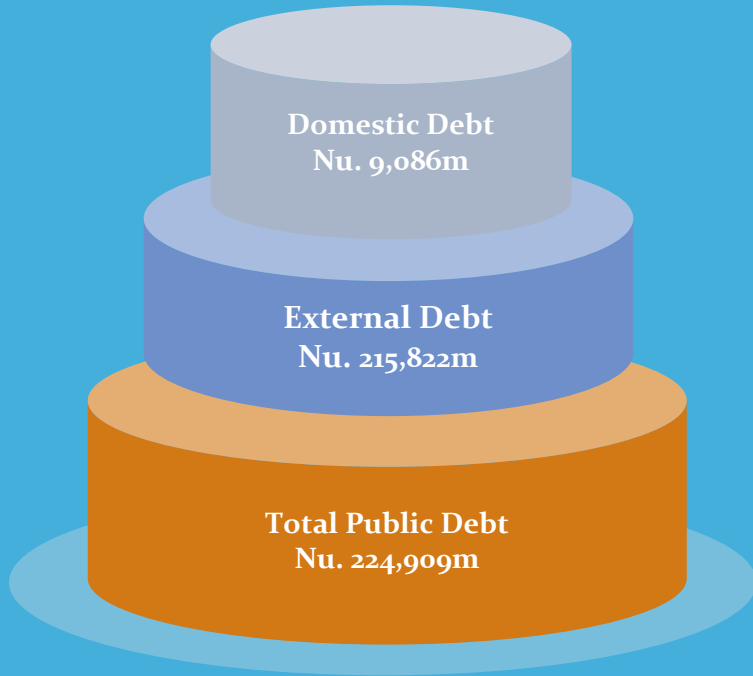
# Budget Allocation by Ministry & Functions



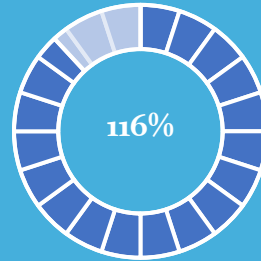
# Budget Dimensions By Sectors



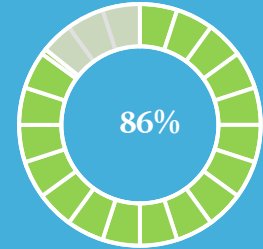
# Public Debt Situation



External Debt to GDP



Hydro-Debt to GDP



Non-Hydro debt-to GDP

