

# STATEMENT OF GOVERNMENT OPERATIONS

Rs Million

	2024/25 Estimates	2024/25 Revised Estimates	2025/26 Estimates	2026/27 Planned	2027/28 Planned
<b><u>RECURRENT BUDGET</u></b>					
<b>Recurrent Revenue</b>	<b>206,820</b>	<b>180,807</b>	<b>223,050</b>	<b>244,400</b>	<b>263,765</b>
Tax Receipts	182,640	159,635	189,061	208,654	225,535
Social Contributions	13,815	14,287	16,285	18,381	20,745
Recurrent Grants	1,452	445	745	321	315
Other Revenue	8,913	6,440	16,960	17,043	17,170
<i>o/w Receipts i.c.w. Chagos Archipelago</i>	-	-	10,000	10,000	10,000
<b>Recurrent Expenditure</b>	<b>210,100</b>	<b>225,615</b>	<b>235,500</b>	<b>240,440</b>	<b>236,948</b>
Compensation of Employees	41,743	44,064	44,024	49,748	50,835
Purchase of Goods and Services	15,160	16,134	17,309	17,163	16,549
Interest (Accrual basis)	20,100	21,800	26,100	27,500	28,200
Subsidies	2,876	3,525	3,594	3,178	2,893
Grants to Parastatal Bodies/Local Authorities/RRA	33,454	36,053	36,740	39,756	40,573
Social Benefits	77,574	83,718	81,450	82,879	82,631
Other Expense	18,592	20,321	22,283	16,216	11,268
Contingencies	600	-	4,000	4,000	4,000
<b>Recurrent Balance</b>	<b>-3,279</b>	<b>-44,808</b>	<b>-12,450</b>	<b>3,960</b>	<b>26,817</b>
<b><i>Recurrent Balance as % of GDP</i></b>	<b>-0.4%</b>	<b>-6.3%</b>	<b>-1.6%</b>	<b>0.5%</b>	<b>3.0%</b>
<b><u>CAPITAL BUDGET</u></b>					
<b>Capital Revenue</b>	<b>3,680</b>	<b>1,363</b>	<b>970</b>	<b>3,555</b>	<b>225</b>
Capital Grants	2,260	1,363	970	3,555	225
<i>o/w External Grants</i>	1,910	1,013	720	3,305	225
<i>o/w Receipts i.c.w. Chagos Archipelago</i>	-	-	-	2,425	-
Transfer from Special Funds	1,420	-	-	-	-
<b>Capital Expenditure</b>	<b>27,220</b>	<b>26,621</b>	<b>25,875</b>	<b>34,345</b>	<b>38,926</b>
Acquisition of Non-Financial Assets	11,029	8,431	11,813	15,928	25,580
Grants to Parastatal Bodies/Local Authorities/RRA	2,895	2,122	2,574	2,128	1,907
Transfer to Special Funds	10,300	13,400	8,400	13,400	7,500
<i>o/w Transfer to Trust Fund (i.c.w. Chagos Archipelago)</i>	-	-	-	2,425	-
<i>Transfer to Future Fund</i>	-	-	-	3,000	3,000
Other Transfers	2,495	2,668	2,588	2,390	3,440
Contingencies	500	-	500	500	500
<b>Capital Balance</b>	<b>-23,540</b>	<b>-25,258</b>	<b>-24,905</b>	<b>-30,790</b>	<b>-38,701</b>
<b><i>Capital Balance as % of GDP</i></b>	<b>-2.9%</b>	<b>-3.5%</b>	<b>-3.2%</b>	<b>-3.7%</b>	<b>-4.3%</b>
<b>Budget Balance</b>	<b>-26,819</b>	<b>-70,067</b>	<b>-37,355</b>	<b>-26,830</b>	<b>-11,884</b>
<b><i>Budget Balance as % of GDP</i></b>	<b>-3.4%</b>	<b>-9.8%</b>	<b>-4.9%</b>	<b>-3.2%</b>	<b>-1.3%</b>

f(1)

# STATEMENT OF GOVERNMENT OPERATIONS

Rs Million

	2024/25 Estimates	2024/25 Revised Estimates	2025/26 Estimates	2026/27 Planned	2027/28 Planned
<b>Net Acquisition of Financial Assets</b>	<b>11,510</b>	<b>7,907</b>	<b>4,891</b>	<b>5,746</b>	<b>5,257</b>
<b>Domestic</b>	<b>9,184</b>	<b>7,365</b>	<b>2,713</b>	<b>5,468</b>	<b>4,979</b>
Loan to Parastatal Bodies	3,050	1,125	251	883	839
Reimbursement of Loan by Parastatal Bodies	970	630	1,634	969	969
Equity Purchase/Participation	7,105	6,870	4,096	5,554	5,109
<b>Foreign</b>	<b>1,206</b>	<b>639</b>	<b>978</b>	<b>258</b>	<b>258</b>
Loan to International Organisations	750	192	560	-	-
Equity Purchase/Participation	456	447	418	258	258
<b>Net SDR Transactions</b>	<b>1,120</b>	<b>-97</b>	<b>1,200</b>	<b>20</b>	<b>20</b>
Adjustment for Non-cash Transactions	-	-192	-1,760	-	-
Adjustment for difference in cash and accrual interest	-300	-1,900	-900	-1,100	-1,200
<b>Government Borrowing Requirements</b>	<b>38,029</b>	<b>75,881</b>	<b>39,585</b>	<b>31,477</b>	<b>15,941</b>
<i>Government Borrowing Requirements as % of GDP</i>	<i>4.8%</i>	<i>10.6%</i>	<i>5.1%</i>	<i>3.8%</i>	<i>1.8%</i>
<b>Budgetary Central Government Debt</b>	<b>509,832</b>	<b>566,776</b>	<b>602,901</b>	<b>634,264</b>	<b>650,480</b>
<i>Budgetary Central Government Debt as % of GDP</i>	<i>63.8%</i>	<i>79.4%</i>	<i>78.3%</i>	<i>76.6%</i>	<i>72.9%</i>
<b>General Government Debt</b>	<b>509,947</b>	<b>566,891</b>	<b>603,010</b>	<b>634,367</b>	<b>650,576</b>
<i>General Government Debt as % of GDP</i>	<i>63.9%</i>	<i>79.4%</i>	<i>78.4%</i>	<i>76.6%</i>	<i>73.0%</i>
<b>Public Sector Gross Debt</b>	<b>574,493</b>	<b>641,997</b>	<b>679,670</b>	<b>702,606</b>	<b>710,862</b>
<i>Public Sector Gross Debt as % of GDP</i>	<i>71.9%</i>	<i>90.0%</i>	<i>88.3%</i>	<i>84.8%</i>	<i>79.7%</i>

## Memo Items:

<b>Total Revenue</b>	<b>210,500</b>	<b>182,170</b>	<b>224,020</b>	<b>247,955</b>	<b>263,990</b>
<i>Total Revenue as % of GDP</i>	<i>26.4%</i>	<i>25.5%</i>	<i>29.1%</i>	<i>29.9%</i>	<i>29.6%</i>
<b>Total Expenditure</b>	<b>237,320</b>	<b>252,236</b>	<b>261,375</b>	<b>274,785</b>	<b>275,874</b>
<i>Total Expenditure as % of GDP</i>	<i>29.7%</i>	<i>35.3%</i>	<i>34.0%</i>	<i>33.2%</i>	<i>30.9%</i>
<b>Primary Balance</b>	<b>-6,719</b>	<b>-48,267</b>	<b>-11,255</b>	<b>670</b>	<b>16,316</b>
<i>Primary Balance as % of GDP</i>	<i>-0.8%</i>	<i>-6.8%</i>	<i>-1.5%</i>	<i>0.1%</i>	<i>1.8%</i>

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

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

<b>Total Public Sector Investment</b>	<b>49,573</b>	<b>35,049</b>	<b>43,799</b>	<b>41,385</b>	<b>39,911</b>
Capital Expenditure	16,400	12,720	16,242	17,358	22,839
Loans and Equity to Parastatal Bodies/State Owned Enterprises	2,685	1,995	1,902	4,132	3,685
Special Funds	14,986	14,458	10,001	7,034	4,356
State Owned Enterprises/Public Entities (own funds)	15,502	5,876	15,654	12,861	9,031