

EBS/09/35  
Correction 1

CONFIDENTIAL

April 13, 2009

To: Members of the Executive Board

From: The Acting Secretary

Subject: **Pakistan—Staff Report for the 2009 Article IV Consultation and First Review Under the Stand-By Arrangement**

The attached corrections to EBS/09/35 (3/17/09) have been provided by the staff.

**Factual Errors Not Affecting the Presentation of Staff's Analysis or Views**

**Page 34, Table 3a, rows 21 and 22:** data corrected for quarterly domestic and foreign interest expenditure in FY2008/09

**Page 35, Table 3b, rows 21 and 22:** data corrected for quarterly domestic and foreign interest expenditure in FY2008/09

Questions may be referred to Mr. Westphal, FAD (ext. 37389).

This document will shortly be posted on the extranet, a secure website for Executive Directors and member country authorities.

Att: (2)

Other Distribution:  
Department Heads



**Table 2. Pakistan: Balance of Payments, 2007/08–2009/10**  
(In millions of U.S. dollars; unless otherwise indicated)

	2007/08	2008/09						2009/10	
		Jul-Sep	Oct-Dec	Jan-Mar	Apr-Jun	Year		Prog.	Proj.
		Act.	Act.	Proj.	Proj.	Prog.	Proj.		
Current account	-14,036	-3,774	-3,569	-1,767	-533	-10,622	-9,643	-9,738	-7,407
Balance on goods	-15,295	-4,122	-3,536	-2,300	-1,316	-13,273	-11,274	-12,848	-9,316
Exports, f.o.b.	20,122	5,714	4,482	4,400	4,420	22,537	19,015	25,016	19,311
Imports, f.o.b.	-35,417	-9,836	-8,018	-6,700	-5,736	-35,810	-30,290	-37,864	-28,627
Services (net)	-6,307	-1,217	-1,090	-950	-615	-6,164	-3,872	-6,410	-3,526
Services: credit	3,590	1,064	784	800	1,157	3,949	3,805	4,331	3,873
Services: debit	-9,897	-2,281	-1,874	-1,750	-1,772	-10,113	-7,677	-10,741	-7,399
Income (net)	-3,909	-1,118	-1,253	-934	-929	-3,704	-4,234	-4,251	-4,062
Income: credit	1,613	253	316	316	315	1,520	1,200	1,626	1,218
Income: debit	-5,522	-1,371	-1,569	-1,250	-1,244	-5,224	-5,434	-5,877	-5,279
Of which: interest payments	-2,161	-476	-667	-446	-569	-1,813	-2,158	-2,167	-1,873
Balance on goods, services, and income	-25,511	-6,457	-5,879	-4,184	-2,860	-23,141	-19,380	-23,508	-16,904
Of which: income on direct investment	-3,361	-895	-902	-804	-675	-3,411	-3,276	-3,710	-3,407
Current transfers (net)	11,475	2,683	2,310	2,417	2,327	12,519	9,737	13,770	9,497
Current transfers: credit, of which:	11,617	2,708	2,353	2,434	2,380	12,624	9,875	13,876	9,603
Workers' remittances	6,451	1,879	1,760	1,800	1,761	7,692	7,200	8,538	7,000
Other private transfers	4,666	752	556	600	592	4,759	2,500	5,235	2,500
Current transfers: debit	-142	-25	-43	-17	-53	-105	-138	-106	-106
Capital account	119	28	22	36	35	108	121	284	284
Capital transfers: credit	126	28	24	37	38	119	127	295	295
Of which: official capital grants	109	23	21	32	32	100	108	271	271
Capital transfers: debit	-7	0	-2	-1	-3	-11	-6	-11	-11
Financial account	7,657	615	1,703	1,348	1,793	6,158	5,459	9,109	6,628
Direct investment abroad	-75	-5	11	-5	-35	-100	-34	-80	-80
Direct investment in Pakistan	5,153	1,115	1,230	800	655	4,589	3,800	5,200	4,066
Of which: privatization receipts	133	0	0	0	0	639	0	500	266
Portfolio investment (net), of which:	36	-183	-37	-620	-116	28	-957	378	-322
Eurobond/GDR	-25	-2	-23	-500	0	600	-525	-122	-522
Other investment assets	-219	-43	141	-155	-388	-295	-445	-510	-95
General government	5	-1	3	0	3	5	5	5	5
Banks	276	-6	-79	-130	-135	-200	-350	-200	100
Other sectors	-500	-36	217	-25	-256	-100	-100	-315	-200
Other investment liabilities	2,762	-269	358	1,328	1,677	1,936	3,095	4,121	3,059
Monetary authorities	490	0	0	500	-500	0	0	0	0
General government, of which:	1,787	4	207	1,482	1,080	2,636	2,773	2,987	1,930
Disbursements (medium and long term)	2,549	718	531	1,645	1,303	4,146	4,197	4,077	3,287
Amortization (medium and long term)	-1,108	-526	-278	-313	-371	-1,342	-1,481	-1,075	-1,211
Banks	66	23	-110	-50	-75	200	-212	200	300
Other sectors	419	-296	261	-604	1,172	-900	534	934	829
Net errors and omissions	472	-560	156	0	0	0	-404	0	0
Reserves and related items	5,788	3,691	1,688	383	-1,295	4,355	4,467	345	495
Reserve assets, of which:	5,961	3,827	-1,404	-420	-2,191	-100	-188	-3,000	-1,850
Foreign exchange (State Bank of Pakistan)	5,711	3,414	-1,503	-320	-2,091	0	-500	-2,700	-1,500
Foreign exchange (deposit money banks)	250	413	99	-100	-100	-100	312	-300	-350
Use of Fund credit and loans	-173	-36	2,992	803	796	4,555	4,555	-230	2,345
Exceptional financing	0	-100	100	0	100	-100	100	3,575	0
Memorandum items:									
Current account (in percent of GDP; including official transfers)	-8.4	-2.3	-2.2	-1.1	-0.3	-6.5	-5.9	-5.7	-4.3
Current account (in percent of GDP; excluding fuel imports)	-2.1	...	...	...	...	0.1	-0.2	0.0	-0.3
Exports f.o.b. (growth rate, in percent)	16.5	...	...	...	...	12.0	-5.5	11.0	1.6
Imports f.o.b. (growth rate, in percent)	31.2	...	...	...	...	1.1	-14.5	5.7	-5.5
Imports f.o.b. (growth rate, in percent, excluding oil)	26.8	...	...	...	...	3.6	-15.4	12.1	2.2
Oil imports (in millions of U.S. dollars, cif)	10,496	...	...	...	...	10,304	9,250	9,710	6,957
Crude oil price (\$/bbl)	87.0	...	...	...	...	85.4	80.0	72.8	45.8
Terms of trade (growth rate, in percent)	-10.2	...	...	...	...	...	...	...	...
Workers' remittances and other private transfers (growth rate, in percent)	9.9	...	...	...	...	12.0	-12.7	10.6	-2.1
External debt (in millions of U.S. dollars)	44,468	44,790	48,811	50,820	51,971	51,315	51,544	56,820	55,402
Gross financing needs (in millions of U.S. dollars) 1/	15,367	...	...	...	...	13,373	12,659	12,210	10,340
End-period gross official reserves (millions of U.S. dollars) 2/	8,591	5,177	6,680	7,000	9,091	8,591	9,091	11,291	10,591
(In months of next year's imports of goods and services)	2.7	...	...	...	...	2.1	3.0	2.6	3.3
(In percent of debt service)	246.0	...	...	...	...	...	175.7	...	220.4
GDP (in millions of U.S. dollars)	167,640	162,627	162,627	162,627	162,627	163,220	162,627	171,343	171,015

Sources: Pakistani authorities; and Fund staff estimates and projections.

1/ Defined as current account deficit, plus amortization on medium- and long-term debt, plus short-term debt at end of previous period.

2/ Excluding foreign currency deposits held with the State Bank of Pakistan (cash reserve requirements) and gold.

**Table 3a. Pakistan: Consolidated Government Budget, 2007/08–2009/10**  
(In billions of Pakistani rupees)

	2007/08	2008/09										2009/10	
	Year	Jul.-Sep.		Oct.-Dec.		Jan.-Mar.		Apr.-Jun.		Year		Year	
	Est.	Prog.	Act.	Prog.	Est.	Prog.	Proj.	Prog.	Proj.	Prog.	Proj.	Prog.	Proj.
Revenue and grants	1,530	397	389	485	454	494	496	642	657	2,018	1,996	2,556	2,286
Revenue	1,499	392	385	479	450	490	490	634	649	1,995	1,974	2,521	2,255
Tax revenue	1,086	285	285	347	330	364	365	472	486	1,468	1,466	1,879	1,707
Federal	1,045	273	272	332	321	350	351	454	468	1,409	1,412	1,809	1,642
FBR revenue	1,007	261	264	320	291	338	314	441	431	1,360	1,300	1,753	1,516
Direct taxes	388	88.3	89.7	136	121	123	133	184	187	530	530	762	639
Federal excise duty	84	38	24	29	25	28	29	27	41	121	119	144	142
Sales tax	385	110	112	120	111	127	116	158	161	516	499	619	573
Customs duties	151	24	38	35	35	61	35	73	42	193	151	228	162
Petroleum surcharge	14	2	2	4	27	4	33	4	33	14	94	15	104
Gas surcharge and other	23	10	7	8	3	8	4	9	5	35	18	41	22
Provincial	41	12	13	15	9	14	14	18	18	59	54	70	66
Nontax revenue	414	107	100	132	119	126	126	163	163	527	507	642	547
Federal	336	87	92	107	103	106	106	133	133	432	433	520	457
Provincial	78	20	8	25	16	20	20	30	30	95	74	122	90
Grants	31	5	4	6	4	5	5	7	8	22	22	35	31
Expenditure	2,281	523	514	594	547	633	642	791	806	2,546	2,508	3,046	2,746
Current expenditure	1,858	462	456	521	482	537	531	623	619	2,147	2,088	2,435	2,176
Federal	1,420	366	341	387	361	402	396	471	473	1,630	1,571	1,771	1,581
Interest	490	142	142	161	158	149	154	161	165	618	619	752	678
Domestic	...	128	128	141	138	132	137	137	141	541	544	641	594
Foreign 1/	...	14	14	20	20	17	17	24	24	75	75	111	84
Other 2/	931	224	199	225	203	253	242	310	308	1,012	952	1,019	903
Of which: Subsidies and grants	...	108	75	99	85	121	108	163	161	492	429	320	326
Of which: Cash transfers to poor households 3/	...	...	1	...	2	...	21	...	26	82	46	...	83
Provincial	437	96	115	134	121	135	135	152	146	517	517	664	595
Development expenditure and net lending	423	61	58	74	64	96	111	168	187	399	420	612	569
Public Sector Development Program	452	61	57	73	65	96	111	168	187	397	419	610	568
Federal 1/	238	38	36	40	37	59	72.4	110	125	247	270	400	358
of which: one-off expenditure	17	7	7	7	7	7	7	7	7	27	27	15	15
Provincial	214	23	21	33	28	36	38	58	62	150	149	210	210
Net lending	-28	0.0	0.9	0.5	-0.4	0.5	0.5	0.5	0.5	2	2	2	2
Statistical discrepancy ("+" = additional expenditure) 4/	-3	11	13	0	15	0	0	0	0	11	27	0	0
Underlying budget balance (excluding grants and earthquake)	-762	-135	-135	-108	-105	-137	-145	-150	-150	-535	-535	-510	-476
Underlying budget balance (including grants)	-731	-131	-130	-103	-101	-132	-140	-143	-142	-513	-513	-476	-445
Overall Deficit (excluding grants)	-779	-142	-141	-115	-112	-144	-152	-157	-157	-562	-562	-525	-491
Overall Deficit (including grants)	-748	-137	-137	-109	-107	-139	-147	-150	-149	-540	-540	-491	-460
Financing 1/	748	137	133	109	107	139	147	150	149	540	540	491	460
External	121	6	2	40	27	96	79	187	69	328	177	312	140
Of which: privatization receipts	0	0	0	11	1	22	0	115	0	148	1	46	31
Domestic	628	132	132	69	81	43	68	-37	79	211	363	179	320
Bank	520	105	105	38	76	12	36	-68	48	91	269	97	238
Nonbank	106	27	27	31	4	31	31	31	31	120	94	82	82
Privatization receipts	2	0	0	0	0	0	0	0	0	0	0	0	0
Memorandum items:													
Expenditure 5/	2,295	541	533	601	568	640	649	798	813	2,584	2,562	3,061	2,761
Primary balance (excluding grants)	-289	0	1	46	46	5	2	4	8	56	57	226	187
Primary balance (including grants)	-259	5	5	52	51	10	7	11	16	78	79	261	219
Defense spending	285	77	82	74	66	76	83	82	87	308	318	375	351
Total government debt 6/	6,010	...	...	...	...	...	...	...	...	7,312	7,383	8,326	7,916
Domestic debt	3,266	...	...	...	...	...	...	...	...	3,710	3,769	4,029	4,164
External debt 6/	2,744	...	...	...	...	...	...	...	...	3,602	3,614	4,297	3,752
Nominal GDP (market prices)	10,478	13,384	12,970	13,384	12,970	13,384	12,970	13,384	12,970	13,384	12,970	15,880	14,298

Sources: Pakistani authorities for historical data; and Fund staff for estimates and projections.

1/ For 2007/08, financing figures are provided by the Ministry of Finance.

2/ In 2007/08, PR 23 billion (0.2 percent of GDP) of current expenditure has been reclassified as development expenditure.

3/ Comprises BISP, Bait-ul-Mal, and Pakistan Poverty Alleviation Fund.

4/ The statistical discrepancy is believed to arise mainly from double-counting of spending at the provincial level.

5/ Includes statistical discrepancy and spending related to the 2005 earthquake.

6/ Excludes military debt, commercial loans, and short-term debt.

**Table 3b. Pakistan: Consolidated Government Budget, 2007/08–2009/10**  
(In percent of GDP; unless otherwise indicated)

	2007/08					2008/09				2009/10			
	Year	Jul.-Sep.		Oct.-Dec.		Jan.-Mar.		Apr.-Jun.		Year		Year	
	Est.	Prog.	Act.	Prog.	Est.	Prog.	Proj.	Prog.	Proj.	Prog.	Proj.	Prog.	Proj.
Revenue and grants	14.6	3.0	3.0	3.6	3.5	3.7	3.8	4.8	5.1	15.1	15.4	16.1	16.0
Revenue	14.3	2.9	3.0	3.6	3.5	3.7	3.8	4.7	5.0	14.9	15.2	15.9	15.8
Tax revenue	10.4	2.1	2.2	2.6	2.5	2.7	2.8	3.5	3.7	11.0	11.3	11.8	11.9
Federal	10.0	2.0	2.1	2.5	2.5	2.6	2.7	3.4	3.6	10.5	10.9	11.4	11.5
FBR revenue	9.6	1.9	2.0	2.4	2.2	2.5	2.4	3.3	3.3	10.2	10.0	11.0	10.6
Direct taxes	3.7	0.7	0.7	1.0	0.9	0.9	1.0	1.4	1.4	4.0	4.1	4.8	4.5
Federal excise duty	0.8	0.3	0.2	0.2	0.2	0.2	0.2	0.2	0.3	0.9	0.9	0.9	1.0
Sales tax	3.7	0.8	0.9	0.9	0.9	1.0	0.9	1.2	1.2	3.9	3.8	3.9	4.0
Customs duties	1.4	0.2	0.3	0.3	0.3	0.5	0.3	0.5	0.3	1.4	1.2	1.4	1.1
Petroleum surcharge	0.1	0.0	0.0	0.0	0.2	0.0	0.3	0.0	0.3	0.1	0.7	0.1	0.7
Gas surcharge and other	0.2	0.1	0.1	0.1	0.0	0.1	0.0	0.1	0.0	0.3	0.1	0.3	0.2
Provincial	0.4	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.4	0.4	0.4	0.5
Nontax revenue	3.9	0.8	0.8	1.0	0.9	0.9	1.0	1.2	1.3	3.9	3.9	4.0	3.8
Federal	3.2	0.7	0.7	0.8	0.8	0.8	0.8	1.0	1.0	3.2	3.3	3.3	3.2
Provincial	0.7	0.2	0.1	0.2	0.1	0.1	0.2	0.2	0.2	0.7	0.6	0.8	0.6
Grants	0.3	0.0	0.0	0.0	0.0	0.0	0.0	0.1	0.1	0.2	0.2	0.2	0.2
Expenditure	21.8	3.9	4.0	4.4	4.2	4.7	5.0	5.9	6.2	19.0	19.3	19.2	19.2
Current expenditure	17.7	3.5	3.5	3.9	3.7	4.0	4.1	4.7	4.8	16.0	16.1	15.3	15.2
Federal	13.6	2.7	2.6	2.9	2.8	3.0	3.1	3.5	3.6	12.2	12.1	11.2	11.1
Interest	4.7	1.1	1.1	1.2	1.2	1.1	1.2	1.2	1.3	4.6	4.8	4.7	4.7
Domestic	...	1.0	1.0	1.1	1.1	1.0	1.1	1.0	1.1	4.0	4.2	4.0	4.2
Foreign 1/	...	0.1	0.1	0.2	0.2	0.1	0.1	0.2	0.2	0.6	0.6	0.7	0.6
Other 2/	8.9	1.7	1.5	1.7	1.6	1.9	1.9	2.3	2.4	7.6	7.3	6.4	6.3
Of which: Subsidies and grants	...	0.8	0.6	0.7	0.7	0.9	0.8	1.2	1.2	3.7	3.3	2.0	2.3
Of which: Cash transfers to poor households 3/	...	...	0.0	...	0.0	...	0.2	...	0.2	0.6	0.4	...	0.6
Provincial	4.2	0.7	0.9	1.0	0.9	1.0	1.0	1.1	1.1	3.9	4.0	4.2	4.2
Development expenditure and net lending	4.0	0.5	0.4	0.5	0.5	0.7	0.9	1.3	1.4	3.0	3.2	3.9	4.0
Public Sector Development Program	4.3	0.5	0.4	0.5	0.5	0.7	0.9	1.3	1.4	3.0	3.2	3.8	4.0
Federal 2/	2.3	0.3	0.3	0.3	0.3	0.4	0.6	0.8	1.0	1.8	2.1	2.5	2.5
Of which: one-off expenditure	0.2	0.0	0.1	0.0	0.1	0.0	0.1	0.0	0.1	0.2	0.2	0.1	0.1
Provincial	2.0	0.2	0.2	0.2	0.2	0.3	0.3	0.4	0.5	1.1	1.1	1.3	1.5
Net lending	-0.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Statistical discrepancy ("+" = additional expenditure) 4/	0.1	0.2	0.1	0.0	0.1	0.0	0.0	0.0	0.0	0.2	0.2	0.0	0.0
Underlying budget balance (excluding grants and earthquake)	-7.3	-1.0	-1.0	-0.8	-0.8	-1.0	-1.1	-1.1	-1.2	-4.0	-4.1	-3.2	-3.3
Underlying budget balance (including grants)	-7.0	-1.0	-1.0	-0.8	-0.8	-1.0	-1.1	-1.1	-1.1	-3.8	-4.0	-3.0	-3.1
Overall Deficit (excluding grants)	-7.4	-1.1	-1.1	-0.9	-0.9	-1.1	-1.2	-1.2	-1.2	-4.2	-4.3	-3.3	-3.4
Overall Deficit (including grants)	-7.1	-1.0	-1.1	-0.8	-0.8	-1.0	-1.1	-1.1	-1.1	-4.0	-4.2	-3.1	-3.2
Financing 1/	7.1	1.0	1.0	0.8	0.8	1.0	1.1	1.1	1.1	4.0	4.2	3.1	3.2
External	1.2	0.0	0.0	0.3	0.2	0.7	0.6	1.4	0.5	2.5	1.4	2.0	1.0
Of which: privatization receipts	0.0	0.0	0.0	0.1	0.0	0.2	0.0	0.9	0.0	1.1	0.0	0.3	0.2
Domestic	6.0	1.0	1.0	0.5	0.6	0.3	0.5	-0.3	0.6	1.6	2.8	1.1	2.2
Bank	5.0	0.8	0.8	0.3	0.6	0.1	0.3	-0.5	0.4	0.7	2.1	0.6	1.7
Nonbank	1.0	0.2	0.2	0.2	0.0	0.2	0.2	0.2	0.2	0.9	0.7	0.5	0.6
Privatization receipts	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Memorandum items:	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Expenditure 5/	21.9	4.0	4.1	4.5	4.4	4.8	5.0	6.0	6.3	19.3	19.8	19.3	19.3
Primary balance (excluding grants)	-2.8	0.0	0.0	0.3	0.4	0.0	0.0	0.0	0.1	0.4	0.4	1.4	1.3
Primary balance (including grants)	-2.5	0.0	0.0	0.4	0.4	0.1	0.1	0.1	0.1	0.6	0.6	1.6	1.5
Defense spending	2.7	0.6	0.6	0.5	0.5	0.6	0.6	0.6	0.7	2.3	2.5	2.4	2.5
Total government debt 6/	57.4	...	...	...	...	...	...	...	...	54.6	56.9	52.4	55.4
Domestic debt	31.2	...	...	...	...	...	...	...	...	27.7	29.1	25.4	29.1
External debt 6/	26.2	...	...	...	...	...	...	...	...	26.9	27.9	27.1	26.2
Nominal GDP (market prices, billions of Pakistani rupees)	10,478.2	13,384	12,970	13,384	12,970	13,384	12,970	13,384	12,970	13,384	12,970	15,880	14,298

Sources: Pakistani authorities for historical data; and Fund staff for estimates and projections.

1/ For 2007/08, financing figures are provided by the Ministry of Finance.

2/ In 2007/08, PR 23 billion (0.2 percent of GDP) of current expenditure has been reclassified as development expenditure.

3/ Comprises BISP, Bait-ul-Mal, and Pakistan Poverty Alleviation Fund.

4/ The statistical discrepancy is believed to arise mainly from double-counting of spending at the provincial level.

5/ Includes statistical discrepancy and spending related to the 2005 earthquake.

6/ Excludes military debt, commercial loans, and short-term debt.

Table 4. Pakistan: Monetary Survey and Analytical Balance Sheet of the State Bank of Pakistan, 2007/08–2009/10

	2007/08	2008/09						2009/10		
		Sept.		Dec.		Mar.		Jun.		
		Act.	Prog.	Act.	Prog.	Prog.	Prog.	Prog.	Prog.	
(In billions of Pakistani rupees)										
Monetary survey										
Net foreign assets (NFA)	668	486	295	376	229	370	438	509	530	436
Net domestic assets (NDA)	4,022	4,188	4,536	4,416	4,638	4,413	4,759	4,574	5,494	5,187
Net claims on government, of which:	1,473	1,578	1,593	1,692	1,596	1,742	1,535	1,803	1,642	2,051
Budget support	1,325	1,430	1,473	1,506	1,485	1,543	1,417	1,595	1,514	1,833
Commodity operations	127	113	100	138	91	179	137	227	147	237
Credit to nongovernment	3,018	3,172	3,410	3,283	3,573	3,318	3,794	3,340	4,522	3,805
Private sector	2,904	2,995	3,221	3,107	3,373	3,123	3,636	3,145	4,343	3,590
Public sector enterprises	114	177	189	175	200	195	159	195	179	215
Privatization account	-3	-3	-3	-3	-3	-3	-3	-3	-3	-3
Other items, net	-466	-559	-463	-555	-528	-645	-567	-566	-667	-666
Broad money	4,689	4,674	4,831	4,792	4,867	4,783	5,197	5,082	6,024	5,623
Currency	982	1,107	1,168	1,124	1,190	1,226	1,156	1,192	1,301	1,245
Rupee deposits	3,443	3,279	3,369	3,391	3,372	3,271	3,737	3,587	4,379	4,035
Foreign currency deposits	263	287	295	276	305	286	303	303	343	343
State Bank of Pakistan (SBP)										
NFA	480	308	101	186	57	163	236	280	276	210
NDA	1,000	1,250	1,346	1,270	1,412	1,281	1,314	1,241	1,472	1,466
Net claims on government	1,015	1,240	1,273	1,236	1,273	1,221	1,167	1,167	1,167	1,167
Of which: budget support	1,016	1,227	1,274	1,222	1,274	1,222	1,181	1,181	1,181	1,181
Claims on nongovernment	-7	-7	-7	-7	-7	-7	-7	-7	-7	-7
Claims on scheduled banks	227	224	249	283	249	283	249	327	279	357
Privatization account	-3	-3	-3	-3	-3	-3	-3	-3	-3	-3
Other items, net	-231	-204	-166	-238	-100	-213	-91	-242	37	-48
Reserve money, of which:	1,480	1,559	1,447	1,456	1,469	1,444	1,551	1,522	1,748	1,675
Banks' reserves	425	381	289	241	292	287	321	256	373	357
Currency	1,051	1,174	1,158	1,211	1,177	1,157	1,225	1,261	1,370	1,314
(Annual percentage change, unless otherwise indicated)										
Broad money	15.3	13.4	9.6	8.7	10.4	8.5	10.8	8.4	15.9	10.6
NFA, banking system (in percent of broad money) 1/	-7.8	-10.2	-11.4	-9.8	-10.1	-7.4	-4.9	-3.4	1.8	-1.4
NDA, banking system (in percent of broad money) 1/	23.2	22.0	20.2	17.8	19.6	15.2	15.7	11.8	14.1	12.1
Budgetary support (in percent of broad money) 1/	12.5	11.7	9.0	9.8	7.5	8.9	1.9	5.7	1.9	4.7
NFA, banking system	-32.2	-49.5	-65.1	-55.5	-68.3	-48.7	-34.5	-23.8	20.9	-14.3
NDA, banking system	30.6	32.6	27.3	24.0	25.8	19.7	18.4	13.7	15.4	13.4
Budgetary support	62.4	61.6	41.8	45.0	32.7	37.9	6.9	20.3	6.9	14.9
Private credit	16.4	20.2	16.8	12.7	18.4	9.6	25.2	8.3	19.5	14.1
Currency	16.9	26.6	15.9	11.5	21.2	24.8	17.7	21.3	12.6	4.4
Reserve money	22.3	27.9	5.8	6.5	9.8	7.9	5.4	2.8	12.7	10.1
NFA, SBP (in percent of reserve money) 1/	-25.4	-30.7	-43.1	-37.0	-36.9	-30.2	-16.6	-13.5	2.6	-4.6
NDA, SBP (in percent of reserve money) 1/	47.7	52.5	48.6	43.1	45.8	37.5	22.0	16.3	10.2	14.7
Net claims on government (in percent of reserve money) 1/	56.9	59.3	51.7	48.8	36.9	34.0	10.3	10.3	0.0	0.0
Memorandum items:										
Velocity	2.2	---	---	---	---	---	2.6	2.6	2.6	2.5
Money multiplier	3.2	3.0	3.3	3.3	3.3	3.3	3.4	3.3	3.4	3.4
Currency to broad money ratio (percent)	20.9	23.7	24.2	23.5	24.5	25.6	22.2	23.4	21.6	22.1
Currency to deposit ratio (percent)	26.5	31.0	31.9	30.7	32.4	34.5	28.6	30.6	27.6	28.4
Reserves to deposit ratio (percent)	11.5	10.7	7.9	6.6	7.9	8.1	7.9	6.6	7.9	8.2
Budget bank financing (billions of Pakistani rupees), of which:	509	105	147	181	160	217	91	269	97	238
By commercial banks	-167	-106	-111	-26	-98	11	-74	104	97	238
By SBP	677	211	258	207	258	206	165	165	0	0
NFA of SBP (change from beginning of the year in U.S. dollar billions) 2/	-4.5	-2.2	-4.4	-3.7	-5.0	-3.9	-2.9	-2.4	0.4	-0.8
NFA of commercial banks (billions of Pakistani rupees)	187	177	193	189	172	207	201	228	254	226
NDA of commercial banks (billions of Pakistani rupees)	3,022	2,938	3,191	3,146	3,226	3,132	3,445	3,332	4,022	3,721

Sources: Pakistani authorities for historical data; and Fund staff estimates and projections.

1/ Denominator is the stock of broad (reserve) money at the end of the previous year.

2/ Includes valuation adjustments.