

**EXECUTIVE  
BOARD  
MEETING**

SM/20/42  
Correction 2

March 24, 2020

To: Members of the Executive Board

From: The Secretary

Subject: **Myanmar—Staff Report for the 2019 Article IV Consultation**

Board Action: The attached corrections to SM/20/42 (2/12/20) have been provided by the staff:

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

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Questions: Mr. De, APD (ext. 34869)  
Ms. Nadeem, APD (ext. 37091)  
Mr. Peiris, APD (ext. 34761)



**Table 2. Myanmar: Summary Operations of the Nonfinancial Public Sector, 2015/16–2020/21 1/**  
(Consolidated account, in percent of GDP) (concluded)

	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21					
	Act.	Est.	Proj.	Proj.	Proj.	Proj.					
	(In percent of GDP)										
<b>Revenue</b>	19.6	18.3	18.8	18.0	18.1	18.1					
Taxes	7.1	7.1	7.1	6.8	6.9	7.2					
On income, profits, and capital gains	2.4	2.3	2.0	2.0	2.1	2.2					
On goods and services	3.9	4.1	4.3	4.0	4.0	4.2					
On international trade & transactions	0.6	0.6	0.6	0.6	0.6	0.6					
Other taxes	0.1	0.1	0.1	0.1	0.1	0.1					
Social contributions	0.1	0.1	0.1	0.1	0.1	0.1					
Grants	0.5	0.4	0.3	0.6	0.4	0.4					
Other revenue	11.9	10.6	11.3	10.4	10.6	10.4					
Interest income	0.0	0.0	0.0	0.0	0.0	0.0					
Property income	1.4	1.3	1.3	1.3	1.3	1.3					
Sales of goods and services 2/	10.5	9.3	10.0	9.1	9.3	9.1					
<b>Expenditure</b>	23.4	21.0	21.8	21.5	22.1	22.5					
Expense	16.0	14.6	14.7	14.7	15.0	15.1					
Compensation of employees	3.4	3.7	3.9	3.9	3.9	3.9					
Purchases/use of goods & services	8.2	7.7	7.7	7.7	7.8	7.9					
Interest	1.3	1.4	1.9	1.7	1.7	1.8					
External	0.3	0.3	0.6	0.6	0.4	0.4					
Domestic	1.0	1.1	1.3	1.1	1.3	1.3					
Subsidies and transfers	0.4	0.0	0.1	0.1	0.2	0.2					
Social benefits	0.9	0.9	0.9	1.0	1.0	1.0					
Other expense	1.8	0.9	0.2	0.3	0.3	0.3					
<b>Net acquisition of nonfinancial assets</b>	7.4	6.4	7.1	6.8	7.2	7.4					
<b>Balances</b>											
Gross operating balance	3.5	3.7	4.1	3.3	3.1	3.0					
Net lending/borrowing	-3.9	-2.7	-3.0	-3.5	-4.1	-4.4					
<b>Net acquisition of financial assets</b>											
Domestic	0.9	-0.2	-14.5	-0.4	0.2	0.1					
Currency and deposits	0.6	-0.4	-14.5	-0.5	0.1	0.0					
Central Bank	0.5	0.0	-0.4	-0.6	0.0	0.0					
Commercial banks	0.1	-0.4	-14.2	0.1	0.1	0.0					
Loans	0.2	-0.1	0.0	0.1	0.1	0.0					
Equity	0.1	0.2	0.1	0.1	0.1	0.1					
External	0.0	0.0	0.0	0.0	0.0	0.0					
Equity	0.0	0.0	0.0	0.0	0.1	0.0					
<b>Net incurrence of liabilities</b>	4.8	2.5	-11.5	3.1	4.2	4.5					
Domestic	4.7	2.3	-11.9	2.6	3.1	3.3					
Securities	4.0	2.3	1.8	2.6	3.1	3.3					
Central bank	3.3	2.2	0.3	0.7	0.2	0.2					
Commercial banks	0.8	1.4	2.4	2.0	3.0	3.2					
Nonbanks	-0.1	-1.2	-0.9	-0.1	0.0	0.0					
Loans	0.7	0.0	-13.7	0.0	0.0	0.0					
External	0.1	0.2	0.5	0.5	1.1	1.2					
Loans	0.8	0.8	1.2	1.4	2.0	2.0					
<b>Memorandum items:</b>											
Primary balance	-2.6	-1.4	-1.1	-1.8	-2.4	-2.6					
Functional breakdown of public sector expenditure											
Economic affairs	11.0	9.7	9.2	9.7	9.7	9.7					
Social services	5.0	4.5	4.6	4.9	4.9	4.9					
Of which: education	2.1	2.0	1.9	2.0	2.0	2.0					
Of which: health	1.0	0.9	0.9	1.0	1.0	1.0					
Defense	4.1	3.7	3.6	3.8	3.8	3.8					
Public debt	37.8	38.3	40.8	38.2	36.9	37.2					
Of which: held by CBM	16.1	15.8	16.5	14.3	12.6	11.2					
Of which: other and external	21.7	22.5	24.3	23.8	24.3	26.0					
Domestic public debt	22.0	23.3	26.3	23.4	23.5	23.9					
External public debt	15.7	15.0	14.5	14.7	13.5	13.3					
Of which: Arrears											
GDP (in billions of kyat)	74,216	82,700	92,789	105,012	120,872	138,076					
CBM financing (share of reserve money)	15.8	17.5	16.8	11.6	1.4	3.7	4.1	0.9	1.0	0.9	1.0
CBM financing (share of GDP)	3.3	2.2	0.3	0.7	0.2	0.2					

Sources: Data provided by the Myanmar authorities; and IMF staff estimates and projections.

1/ Revised to reflect Government Finance Statistics Manual 2014 classification. From 2018/19 onwards the fiscal year was changed to an October 1 to September 30 format. This table uses the new fiscal year definition for both historical data and projections.

2/ Includes proceeds from SEEs' commercial activities.