

2024

NATIONAL BUDGET

“Consolidating Economic Transformation”

PRESENTED TO THE PARLIAMENT OF ZIMBABWE BY

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MINISTER OF FINANCE, ECONOMIC DEVELOPMENT
AND INVESTMENT PROMOTION

30 NOVEMBER 2023



2. Global Economic Outlook (%)



	2022	2023 Proj.	2024 Proj
World	3.5	3.0	2.9
Advanced economies	2.6	1.5	1.4
United Kingdom	4.1	0.5	0.6
United States	2.1	2.1	1.2
European Union	3.3	0.7	1.5
Emerging market	4.1	4.0	4.0
China*	3.0	5.4*	4.6*
India	7.2	6.3	6.3
Sub-Saharan Africa	4.0	3.3	4.0
Nigeria	3.3	2.9	3.1



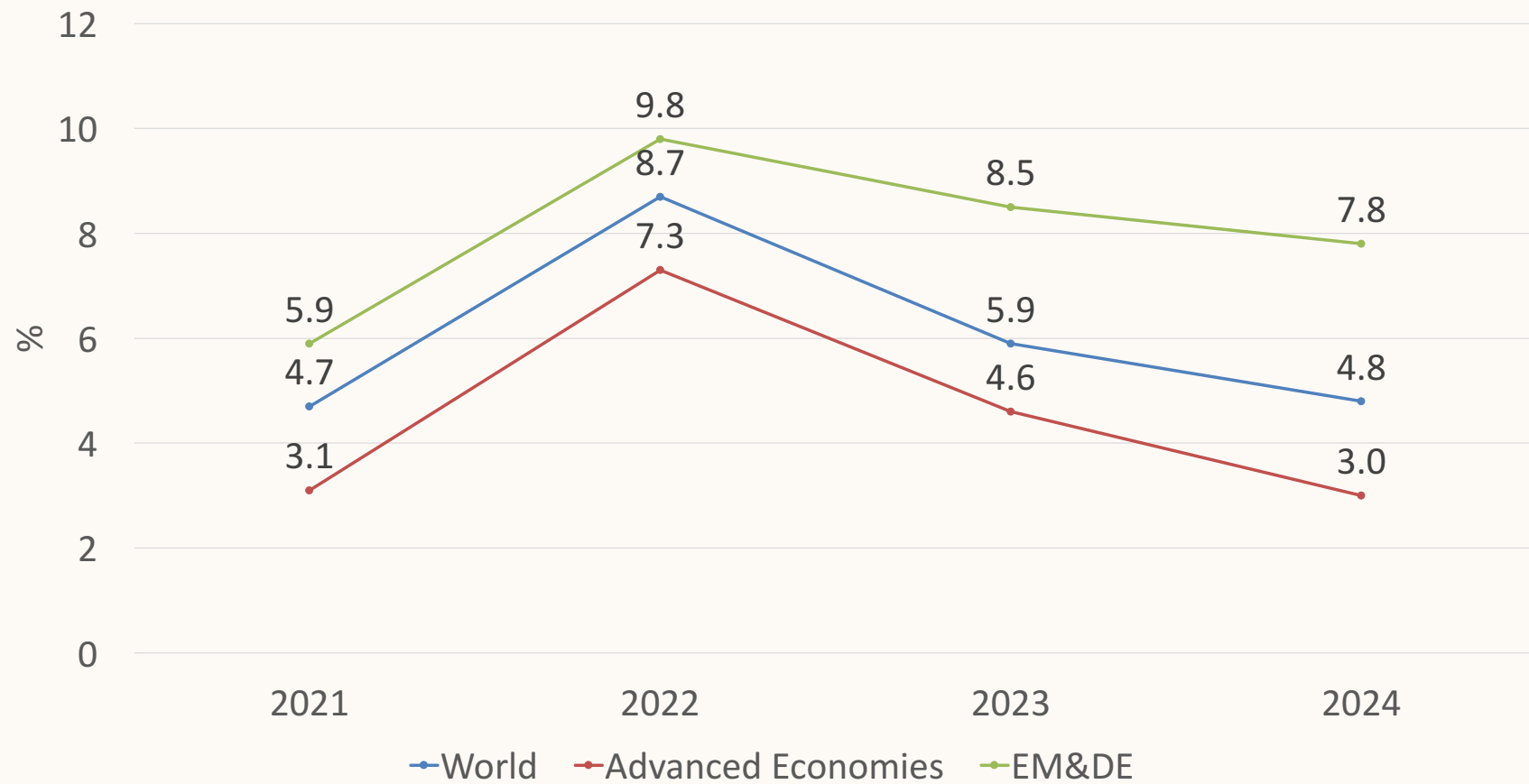
3. Sub-Sahara African Economies GDP Growth (%)



	2022	2023 Proj	2024 Proj
Sub-Saharan	4.0	3.3	4.0
Fuel Exporters	3.2	2.6	3.1
<i>Nigeria</i>	3.3	2.9	3.1
<i>Angola</i>	3.0	1.3	3.3
Middle-Income Countries	3.4	2.6	3.3
<i>South Africa</i>	1.9	0.9	1.8
<i>Mauritius</i>	8.7	5.1	3.8
Low Income Countries	5.6	5.3	5.7
<i>Ethiopia</i>	6.4	6.1	6.2
<i>Zambia</i>	4.7	3.6	4.3
<i>Malawi</i>	0.8	1.7	3.3



4. Global Inflation (%)



5. International Commodities Price Indices



	2020	2021	2022 Oct	2023e	2024f
Energy	52.7	95.4	152.6	108.6	103.7
Non-Energy	84.1	112.5	124.4	111.5	108.0
Agriculture	87.1	108.3	122.7	113.9	112.2
Beverages	80.4	93.5	106.3	106.3	100.9
Food	93.1	121.8	143.7	131.1	129.1
Oils & Meals	89.8	127.1	145.2	120.4	117.3
Grains	95.3	123.8	150.4	133.4	129.6
Other Food	95.5	113.1	135.6	142.9	144.1
Raw Materials	75.8	82.9	80.3	76.0	76.9
Timber	86.4	90.4	80.1	79.9	81.2
Other Raw Materials	64.2	74.8	80.5	71.8	72.2
Fertilizers	74.6	152.3	235.7	156.5	132.4
Metals & Minerals	79.1	116.4	115.0	101.4	96.6
Base Metals	80.2	117.7	122.4	107.8	102.3
Precious Metals	133.5	140.2	136.8	138.4	145.1

6. Sectoral GDP Growth Rate (%)



	Weight	2022	2023	2024	2025	2026
Agriculture, Hunting and Fishing and forestry	12.0	6.2	11.1	-4.9	10.1	5.2
Mining and quarrying	13.2	10.5	4.8	7.6	4.9	4.8
Manufacturing	11.2	1.6	2.2	1.6	2.7	2.5
Electricity, gas, steam and air conditioning supply	3.4	3.5	-4.9	17.4	5.3	4.6
Water supply; sewerage, Construction	0.3	1.7	3.8	3.7	5.8	0.1
Wholesale and retail trade; repair of motor vehicles	2.8	1.9	4.0	3.4	3.8	4.3
Transportation and storage	18.7	4.6	5.5	4.2	4.4	7.4
Accommodation and food service activities	1.9	6.6	6.6	4.4	7.8	4.3
Information and communication	1.6	23.7	12.1	6.9	4.2	4.2
Financial and insurance activities	6.2	14.1	9.4	4.8	6.4	5.4
Real estate activities	8.2	15.6	6.1	4.5	3.9	4.4
Professional, scientific and technical activities	2.9	0.1	3.9	2.7	1.1	3.5
Administrative and support service activities	1.0	-0.3	2.6	3.7	5.9	7.2
Public administration and defence	1.1	1.7	2.1	0.9	3.7	4.8
Education	2.3	4.3	2.1	0.9	3.7	4.8
Human health and social work activities	2.8	5.5	4.7	4.8	2.1	2.0
Overall Growth Rate		6.5	5.5	3.5	5.0	5.0

7. Selected Economic Indicators (Growth %)



	2021	2022	2023	2024	2025
Real GDP Growth (Production)	8.4	6.4	5.5	3.5	5
Agriculture	17.5	6.2	11.1	-4.9	10.1
Industry	6.6	5.9	2.6	6.3	3.7
Services	7.5	6.7	5.7	4.1	4.6
Real GDP Growth (Expenditure)	8.5	6.5	5.5	3.5	5
Household Consumption	3.5	1.1	3.0	3.4	6.5
Government Consumption	30.5	70.7	13.0	3.9	4.7
Gross Capital Formation	-3.8	22.5	3.8	2.7	3.8
Exports, Goods and Services	41.1	29	13.2	5.4	4.5
Imports, Goods and Services	54.8	40.4	5.5	3.5	5.0
Current Account Balance (% of GDP)	1	1	0.7	0.1	-0.1
Fiscal Balance (% of GDP)	-2	0.2	-1.2	-1.5	-1.2
Primary Balance (% of GDP)	-1.9	0.3	-1	-1.1	-0.9

8. Sectoral Contribution to GDP



	2021	2022	2023	2024
Agriculture, Hunting and Fishing and forestry	12.0	12.0	12.6	11.6
Mining and quarrying	12.8	13.2	13.2	13.7
Manufacturing	11.7	11.2	10.8	10.6
Electricity, gas, steam and air conditioning supply	3.5	3.4	3.1	3.5
Water supply; sewerage, Construction	0.3	0.3	0.3	0.3
Wholesale and retail trade; repair of motor vehicles	19.1	18.7	18.8	18.9
Transportation and storage	1.9	1.9	2.0	2.0
Accommodation and food service activities	1.4	1.6	1.7	1.7
Information and communication	5.8	6.2	6.5	6.6
Financial and insurance activities	7.5	8.2	8.2	8.3
Real estate activities	3.1	2.9	2.8	2.8
Professional, scientific and technical activities	1.1	1.0	1.0	1.0
Administrative and support service activities	1.1	1.1	1.0	1.0
Public administration and defence	2.4	2.3	2.3	2.2
Education	2.8	2.8	2.7	2.8
Human health and social work activities	2.8	2.6	2.7	2.7
GDP at Market Prices	100.0	100.0	100.0	100.0



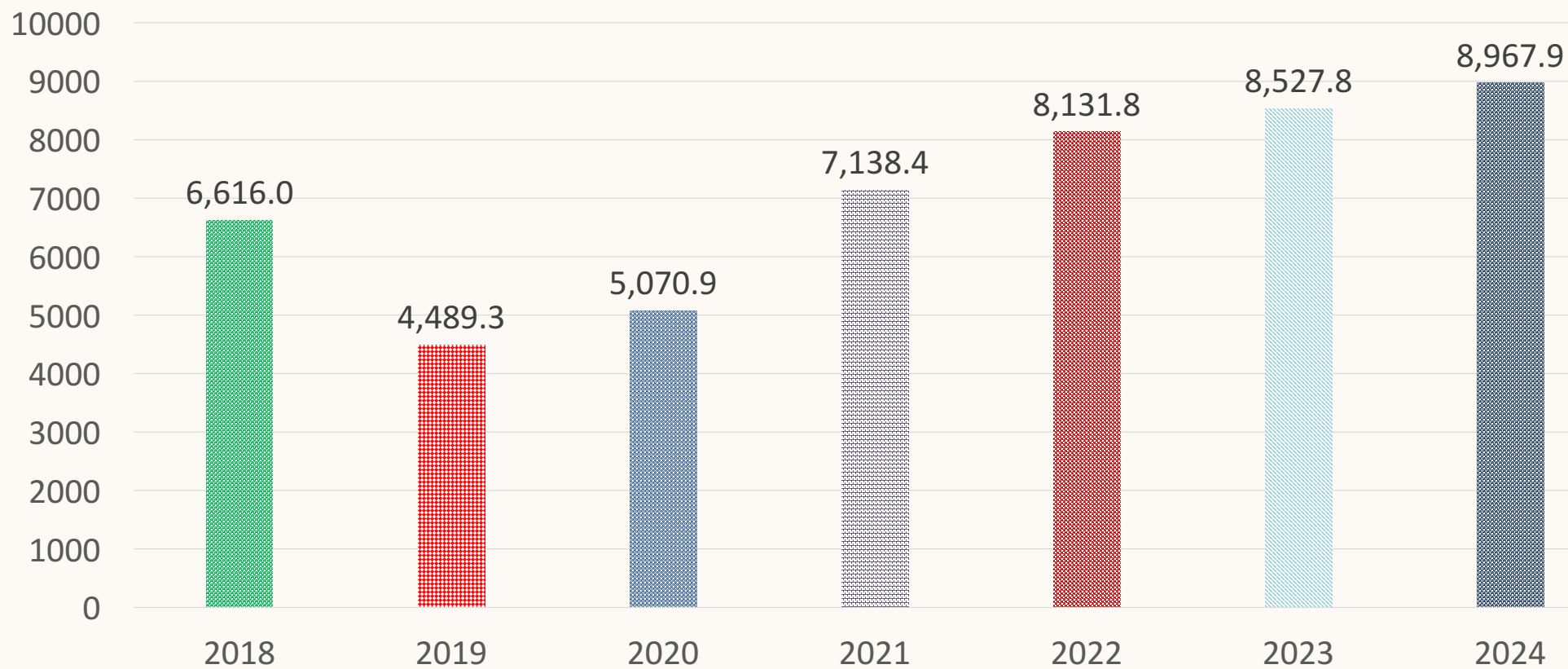
9. Merchandise Exports (US\$ millions)



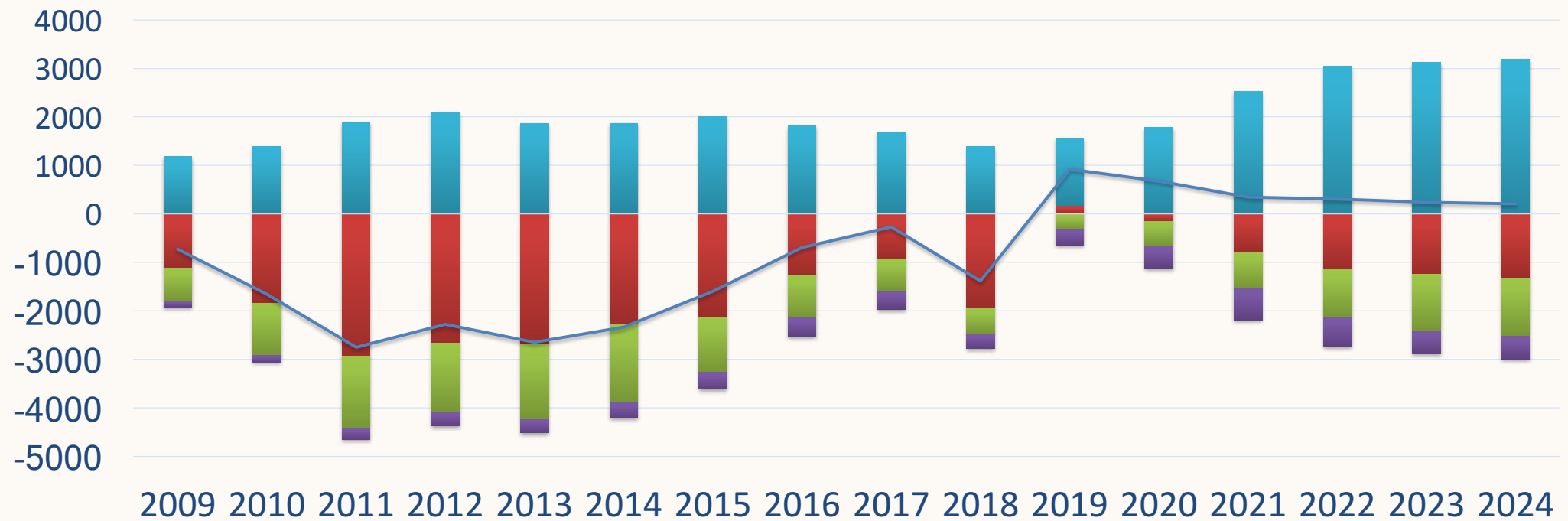
	2023	2024	22/23 Change (%)	23/24 Change (%)
Agricultural Exports	1,240.1	1,316.3	16.2	6.1
Tobacco	1,090.8	1,172.0	17.8	7.4
Horticulture	41.6	46.0	0.7	10.6
Mac Nuts	7.4	7.6	-4.6	3.0
Citrus	9.3	9.1	-3.5	-2.3
Flowers	3.9	3.5	12.8	-9.7
Fresh Produce	20.4	25.0	1.9	22.5
Hides	29.0	29.9	26.1	3.0
Mineral Exports	5,628.8	5,891.5	1.0	4.7
Gold	1,871.1	1,818.8	-6.3	-2.8
PGMs	1,403.6	1,328.4	-36.8	-5.4
Chrome & HCF	455.8	480.1	3.1	5.3
Diamonds	476.8	290.4	222.5	-39.1
Coke	185.7	209.6	28.2	12.9
Lithium	717.9	1,216.2	917.0	69.4
Nickel	58.6	61.3	-8.2	4.6
Manufactured Exports	430.7	446.5	19.1	3.7
Refined Sugar	28.3	33.0	46.3	16.6
Cigarettes	105.9	109.0	64.0	3.0
Wood & Timber	10.5	10.8	-20.7	3.0
Metal Products	16.5	17.0	3.4	3.0
Electricals Products	39.7	40.9	12.6	3.0
Merchandise Exports	7,299.7	7,654.3	4.3	4.9



10. Merchandise Imports (US\$M)



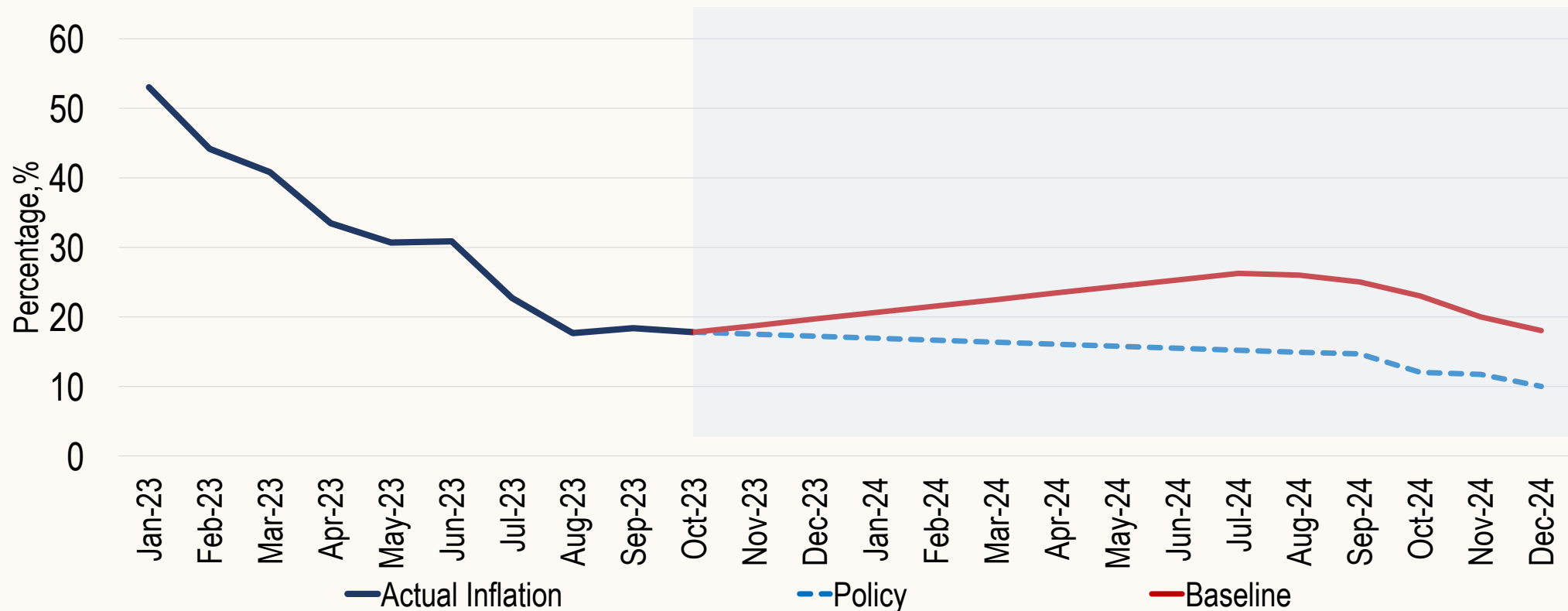
11. Current Account (US\$ millions)



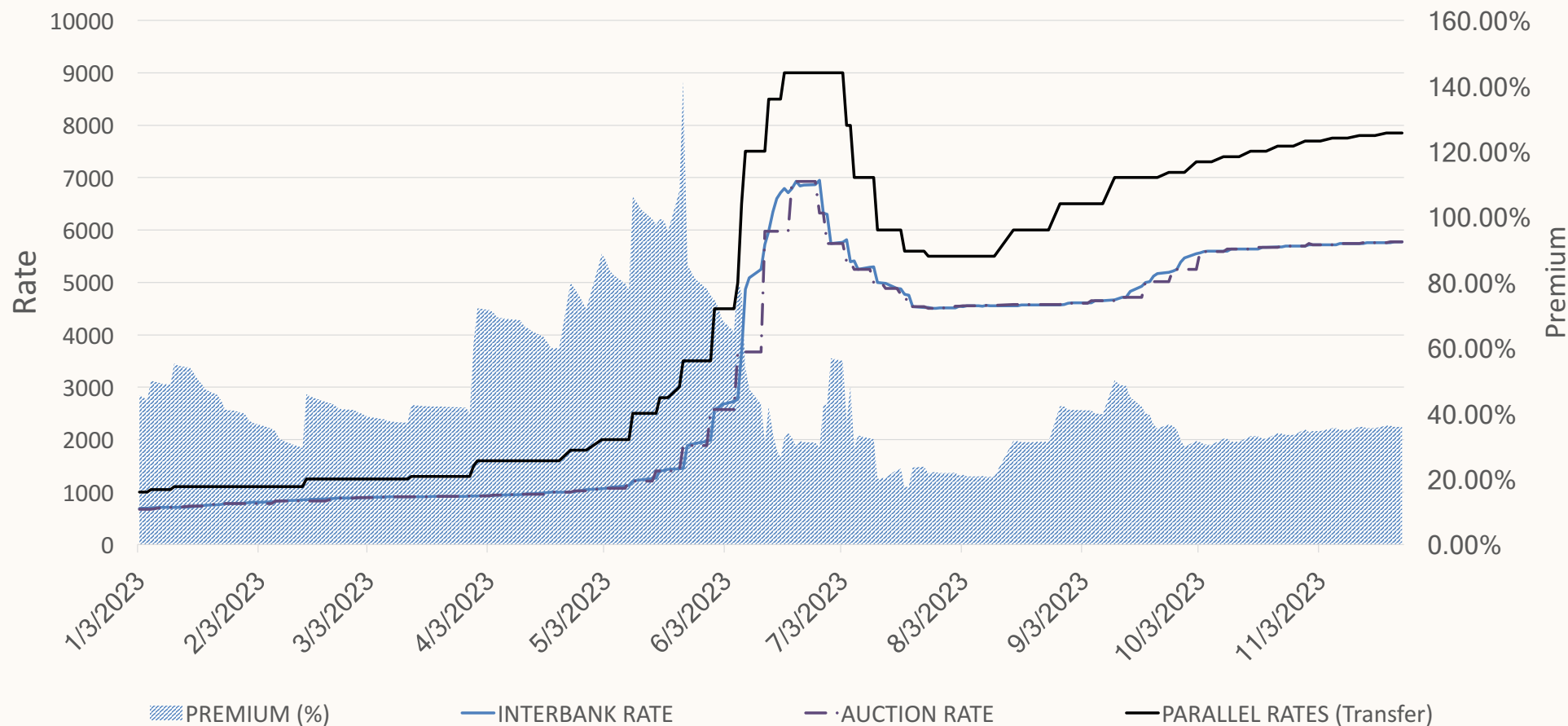
■ Balance on Goods
 ■ Balance on Services
 ■ Balance on Primary Income
 ■ Balance on Secondary Income
 — Current Account Bal



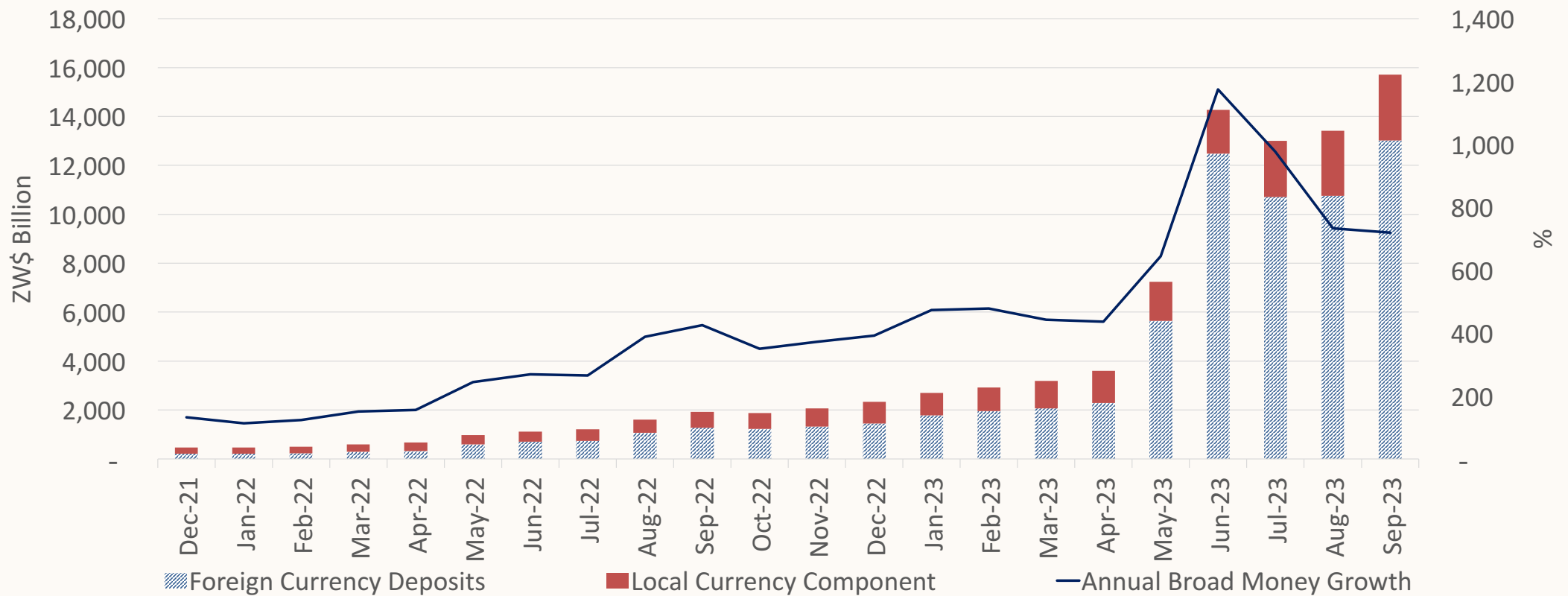
12. Annual Inflation Developments and Outlook



13. Exchange Rate Developments



14. Broad Money Developments and Composition



15. Public Finance Performance: Jan - Sept 2023 (Z\$ Billions)



	Outturn
Total Revenues	11,418.1
Tax Revenues	11,185.5
Non-Tax Revenues	232.6
Total Expenditures & Net Lending	12,317.9
Recurrent Expenditure	9,373.4
Transfers to Provincial Councils and Local Authorities	140.7
Capital	2,944.5
Deficit	-899.8

16. Total Public External Debt stock as end September 2023 (US\$ millions)



	DOD	PRA	IRA	Penalties	PRA+IRA+Penalties	Total
PPG External Debt (1+2+3)	5,717	2,925	1,668	2,378	6,971	12,688
Bilateral and Multilateral External Debt (1+2)	2,161	2,925	1,668	2,378	6,971	9,132
1. Bilateral Creditors	1,565	1,751	552	2,141	4,444	6,009
Paris Club	82	1,337	459	2,033	3,830	3,911
Non-Paris Club	1,483	414	92	108	615	2,098
2. Multilateral Creditors	596	1,174	1,117	236	2,527	3,123
World Bank	114	720	709	-	1,429	1,543
African Development Bank	26	277	379	-	656	681
European Investment Bank	10	143	23	236	402	412
Afreximbank	400	-	-	-	-	400
Others	47	34	6	-	40	87
3. Liabilities on the RBZ Balance Sheet	3,556	-	-	-	-	3,556
To be assumed by Treasury 2023	1,817					
Other Liabilities on the RBZ Balance Sheet	1,739					1,739



17. Macro-Fiscal Framework (Z\$ millions): 2023 - 26



	2023	2024	2025	2026
National Accounts				
Nominal GDP at market prices (Z\$M)	119,017,540.7	294,230,947.2	379,843,423.9	432,833,503.7
Real GDP Growth (%)	5.5	3.5	5.0	5.0
Government Accounts				
Revenues (Including Retained Revenue)	21,186,130.9	53,935,298.4	69,789,054.5	79,610,271.5
% of GDP	17.8	18.3	18.4	18.4
Expenditures & Net Lending (Z\$M)	22,626,872.9	58,222,819.3	74,497,627.4	84,859,674.5
% of GDP	19.0	19.8	19.6	19.6
Expenses	18,905,137.4	48,079,742.3	60,064,884.4	66,519,597.1
% of GDP	15.9	16.3	15.8	15.4
Compensation of Employees	10,862,577.8	25,779,538.3	30,252,072.8	33,090,624.8
% of GDP	9.1	8.8	8.0	7.6
% Total Expenditure	48.0	44.3	40.6	39.0
% of Revenue	51.3	47.8	43.3	41.6
Interest Payments	257,393.7	948,288.7	2,002,482.7	3,139,888.2
% of GDP	0.2	0.3	0.5	0.7
% of Revenue	1.2	1.8	2.9	3.9
Capital Expenditure	3,960,701.7	12,350,295.0	17,922,195.7	22,320,591.0
% of GDP	3.3	4.2	4.7	5.2
Overall Balance	-1,440,742.0	-4,287,520.8	-4,708,572.9	-5,249,403.0
% of GDP	-1.2	-1.5	-1.2	-1.2

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18. 2024 Vote Appropriations



Vote	Z\$ millions
Office of the President and Cabinet	2,157,038.63
Parliament of Zimbabwe	475,112.47
Public Service, Labour and Social Welfare	2,371,042.50
Defence	3,637,636.66
Finance, Economic Development and Investment Promotion	1,704,707.52
Audit Office	116,964.99
Industry and Commerce	130,473.99
Lands, Agriculture, Fisheries, Water and Rural Development	4,285,933.44
Mines & Mining Development	132,708.34
Environment, Climate and Wildlife	135,476.83
Transport and Infrastructural Development	1,153,233.30
Foreign Affairs and International Trade	976,004.05
Local Government and Public Works	1,220,136.19
Health and Child Care	6,311,893.76
Primary and Secondary Education	7,965,973.53
Higher & Tertiary Education, Innovation, Science and Technology Development	2,355,379.81
Women Affairs, Community, Small and Medium Enterprises Development	188,136.70
Home Affairs and Cultural Heritage	3,931,884.37
Justice, Legal and Parliamentary Affairs	1,078,019.36
Information, Publicity and Broadcasting Services	122,360.10
Youth Empowerment, Development and Vocational Training	210,207.26
Energy and Power Development	90,082.79
Information Communication Technology and Courier Services	185,280.61
National Housing and Social Amenities	352,980.55
Veterans of the Liberations Struggle Affairs	221,787.75



19. 2024 Vote Appropriations Con't



Tourism & Hospitality Industry	71,071.79
Sport, Arts and Recreation	136,233.11
Skills Audit and Development	43,045.20
Judicial Services Commission	274,035.50
Public Service Commission	1,428,094.81
National Council of Chiefs	39,938.94
Human Rights Commission	42,117.76
National Peace and Reconciliation Commission	56,007.63
National Prosecuting Authority	98,272.65
Zimbabwe Anti-Corruption Commission	59,642.47
Zimbabwe Electoral Commission	116,600.57
Zimbabwe Gender Commission	48,535.06
Zimbabwe Land Commission	52,937.84
Zimbabwe Media Commission	34,929.51
TOTAL	44,011,918.31
Unallocated Reserve	6,785,233.03
Debt Service: Interest Bill	1,176,218.57
Pension	4,617,934.86
Transfers to Provincial Councils and Local Authorities	2,696,764.92
Other Constitutional & Statutory Appropriations	255,612.57
Total Expenditure & Net Lending	59,543,682.27

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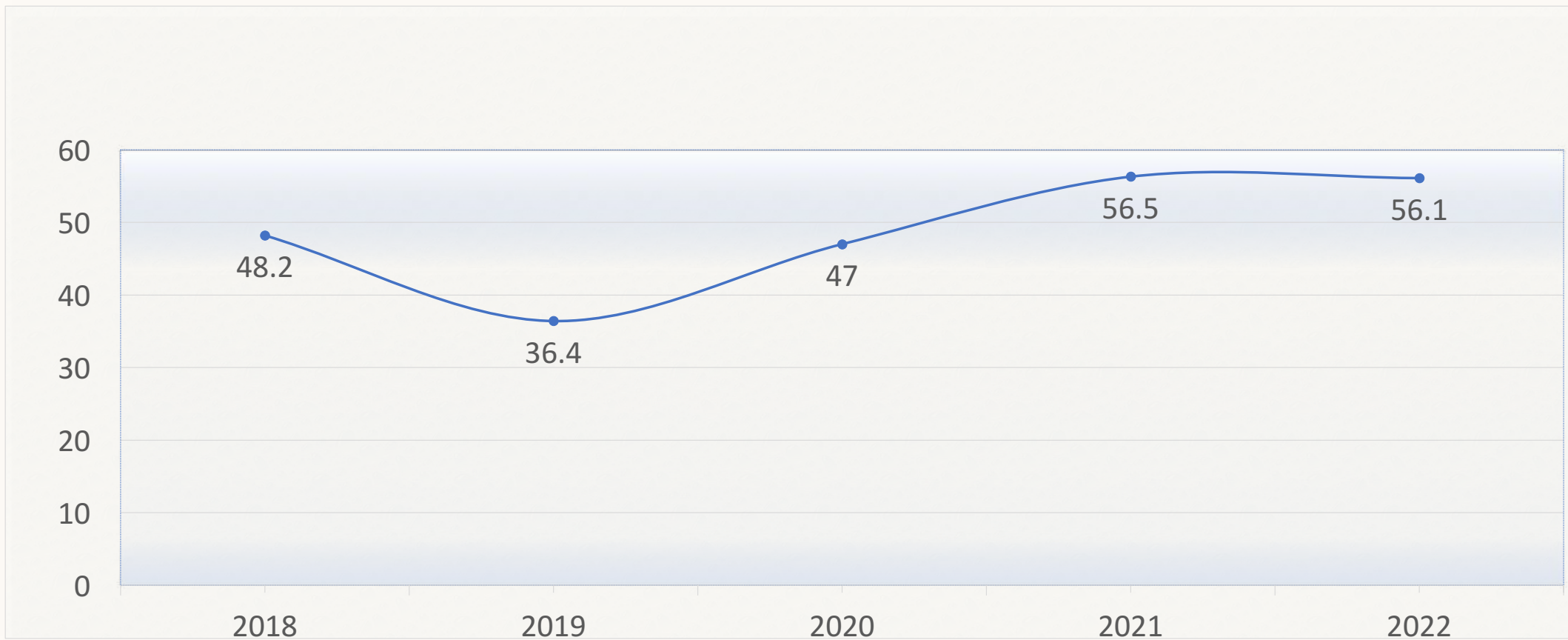
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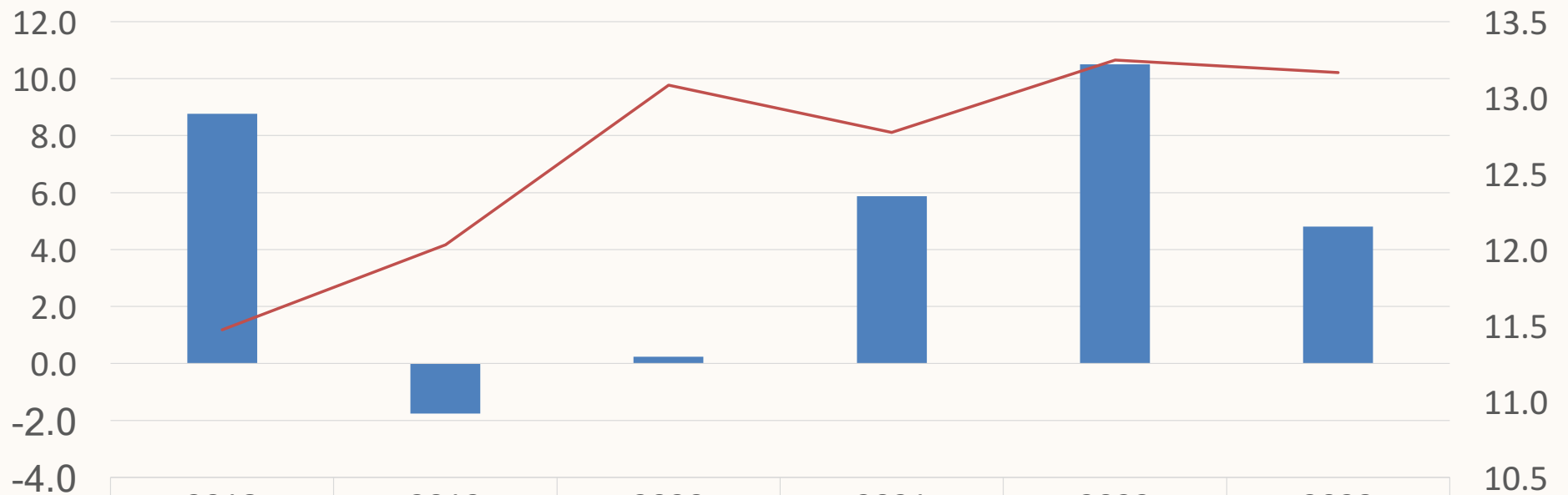
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20. Industry Capacity Utilisation (%)



21. Mining Output (%)



	2018	2019	2020	2021	2022	2023
Growth	8.8	-1.8	0.2	5.9	10.5	4.8
Contribution to GDP	11.5	12.0	13.1	12.8	13.2	13.2

■ Growth — Contribution to GDP

22. 2024 Inter-Governmental Fiscal Transfers Allocation: Z\$



	2024 Proposed Estimates		
	Operational Grant	Capital Grant	Total Grant
PROVINCIAL COUNCILS			
Bulawayo Metropolitan	4,520,138,000	10,170,310,000	14,690,448,000
Manicaland	12,870,703,500	28,959,082,800	41,829,786,300
Mashonaland Central	12,748,143,700	28,683,323,400	41,431,467,100
Mashonaland East	12,032,146,100	27,072,329,000	39,104,475,100
Mashonaland West	12,364,148,500	27,819,334,200	40,183,482,700
Matabeleland North	11,249,516,700	25,311,412,700	36,560,929,400
Matabeleland South	11,317,071,500	25,463,410,900	36,780,482,400
Midlands	11,955,807,300	26,900,566,400	38,856,373,700
Masvingo	12,294,591,300	27,662,830,500	39,957,421,800
Harare Metropolitan	6,518,330,200	14,666,242,900	21,184,573,100
Sub-total	107,870,596,800	242,708,842,800	350,579,439,600
LOCAL AUTHORITIES			
Bulawayo Metropolitan	1,983,395,300	26,775,836,200	28,759,231,500
Manicaland	19,344,142,400	261,145,924,100	280,490,066,500
Mashonaland Central	18,728,732,200	252,837,884,300	271,566,616,500
Mashonaland East	18,412,914,800	248,574,350,000	266,987,264,800
Mashonaland West	23,295,237,600	314,485,704,700	337,780,942,300
Matabeleland North	16,032,775,400	216,442,475,100	232,475,250,500
Matabeleland South	16,396,754,900	221,356,187,600	237,752,942,500
Midlands	22,504,279,600	303,807,776,000	326,312,055,600
Masvingo	16,447,913,800	222,046,828,800	238,494,742,600
Harare Metropolitan	8,659,749,200	116,906,618,400	125,566,367,600
Sub-total	161,805,895,200	2,184,379,585,200	2,346,185,480,400
Total	269,676,492,000	2,427,088,428,000	2,696,764,920,000

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