

BUDGET FY2026-27

BALANCING 4 Ds



AT A GLANCE
(Rs. in Billion)

Turning Revenue into Results for a Stronger Pakistan



REVENUE

(Net Federal Revenue Receipts)

Rs. 11,751
BILLION



CURRENT EXPENDITURES – THE 4 Ds (D1 + D2 + D3 + D4)

Rs. 17,495
BILLION



D1 DEBT / INTEREST PAYMENTS

- Interest Payments

Rs. 8,054
BILLION



D2 DEFENCE AFFAIRS & SERVICES

- Defence Affairs & Services

Rs. 3,000
BILLION



D3 DAY-TO-DAY RUNNING OF GOVERNMENT

- Pension 1,169
- Running of Civil Government 1,071
- Emergency & Others 430

Rs. 2,670
BILLION



D4 DEVELOPMENT THROUGH GRANTS, TRANSFERS & SUBSIDIES

- Grants & Transfers 2,680
- Subsidies 1,091

Rs. 3,771
BILLION

D1 + D2 + D3 + D4 =

Rs. 17,495
BILLION



PSDP / DEVELOPMENT & NET LENDING

- Federal PSDP 1,000
- Net Lending 276

Rs. 1,276
BILLION



TOTAL FEDERAL EXPENDITURE

(Current Expenditure + Development & Net Lending)

Rs. 18,771
BILLION



GAP TO BE FINANCED THROUGH BORROWING AND OTHER RECEIPTS

Rs. 7,020
BILLION



This gap will be met through borrowing (domestic & external), privatisation proceeds, and other receipts.



KEY INSIGHT

Out of every Rs100 of net federal revenue, about Rs69 goes to interest payments alone (Rs8,054 billion out of Rs11,751 billion). Debt servicing remains larger than defence, pensions, civil administration, subsidies and PSDP individually, leaving limited fiscal space for development and social investment.

