

# Macro Insights

October 2022

## Fiscal Deficit- April-Oct'22

- The fiscal deficit for the five months through October touched Rs 7.58 trillion Indian rupees (\$66.56 billion) or 45.6% of annual estimates.

## Highlights:

- In the same period of the last year, the fiscal deficit stood at 36% of the budget estimates of 2021-22.
- While the government's net tax revenues (post-devolution to states) reported a healthy growth of 11%, the 14% contraction in non-tax revenues, combined with the 10% rise in revenue expenditure, and the robust 62% expansion in capex, widened the fiscal deficit to Rs 7.6 trillion in April-Oct FY23 from Rs 5.5 trillion in the first seven months of FY22.
- The fiscal deficit as % of GDP is likely to remain on the expected lines of 6.4% of GDP Revenue buoyancy on the back of strong direct tax and GST collections may have helped the government stay on path despite the burgeoning additional subsidy burden.

Table: Fiscal Deficit: April-October'22 (Rs Crore)

Parameters (Rs Cr)	Budget Estimate 2022-23	Actuals@ upto October 2022	% of Actuals to Budget Estimates
Fiscal Deficit	1661196	758137	45.60%
Revenue Receipts	2204422	1349882	61.20%
Tax Revenue (Net)	1934771	1171103	60.50%
Non-Tax Revenue	269651	178779	66.30%
Non-Debt Capital Receipts	79291	35692	45.00%
Total Receipts	2283713	1385574	60.70%
Revenue Expenditure	3195257	1734697	54.30%
Capital Expenditure	749652	409014	54.60%
Total Expenditure	3944909	2143711	54.30%

**Disclaimer:** The opinion/information expressed/compiled in this note is of Bank's Research team and does not reflect opinion of the Bank or its Management or any of its subsidiaries. The contents can be reproduced with proper acknowledgement to the original source/authorities publishing such information. Bank does not take any responsibility for the facts/ figures represented in the note and shall not be held liable for the same in any manner whatsoever.

**For any feedback or valuable suggestions:** Reach us at [eicsmead@pnb.co.in](mailto:eicsmead@pnb.co.in)

Follow our Official Page

[www.pnbindia.in](http://www.pnbindia.in)