

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 |



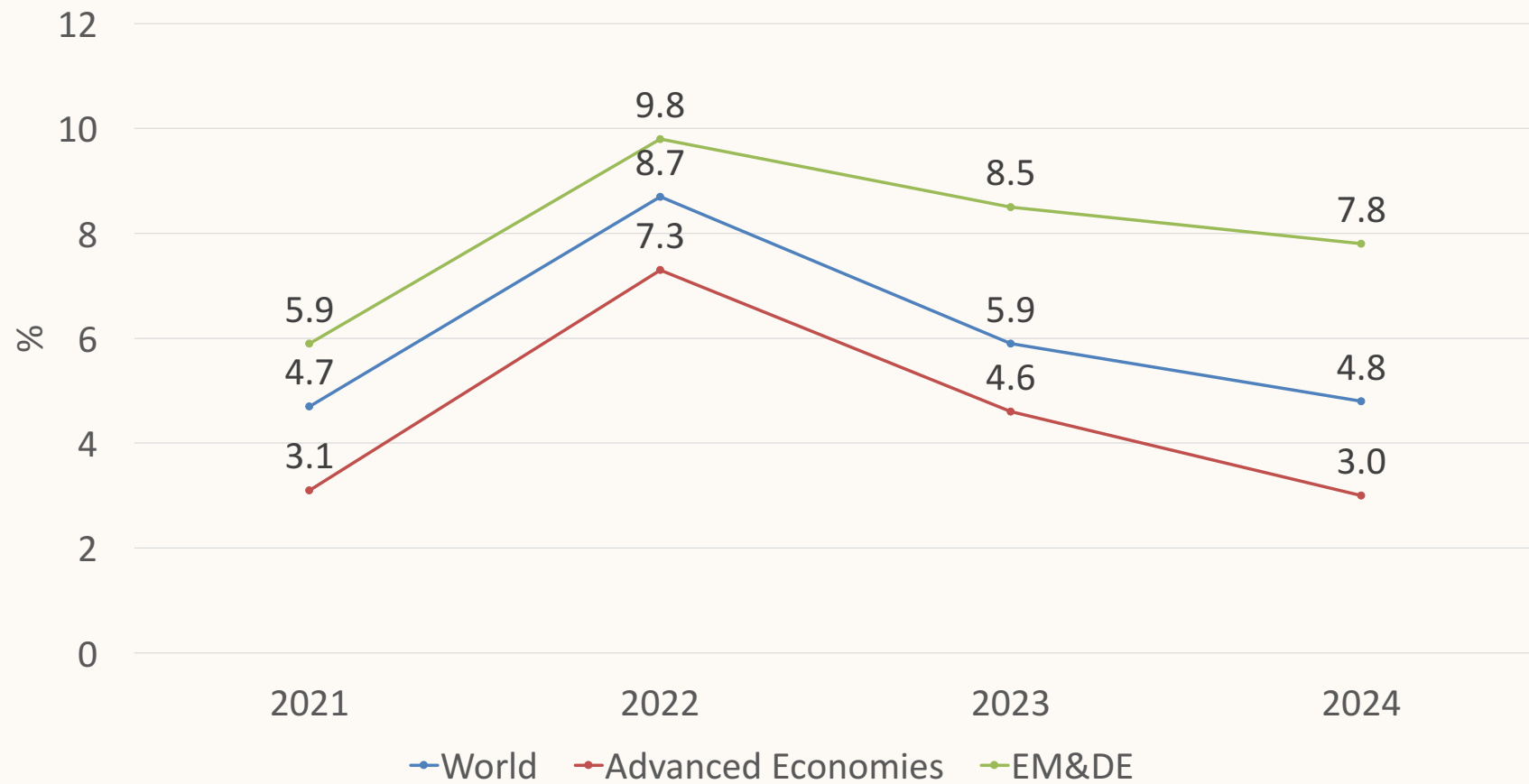
3. Sub-Sahara African Economies GDP Growth (%)



| | 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 |

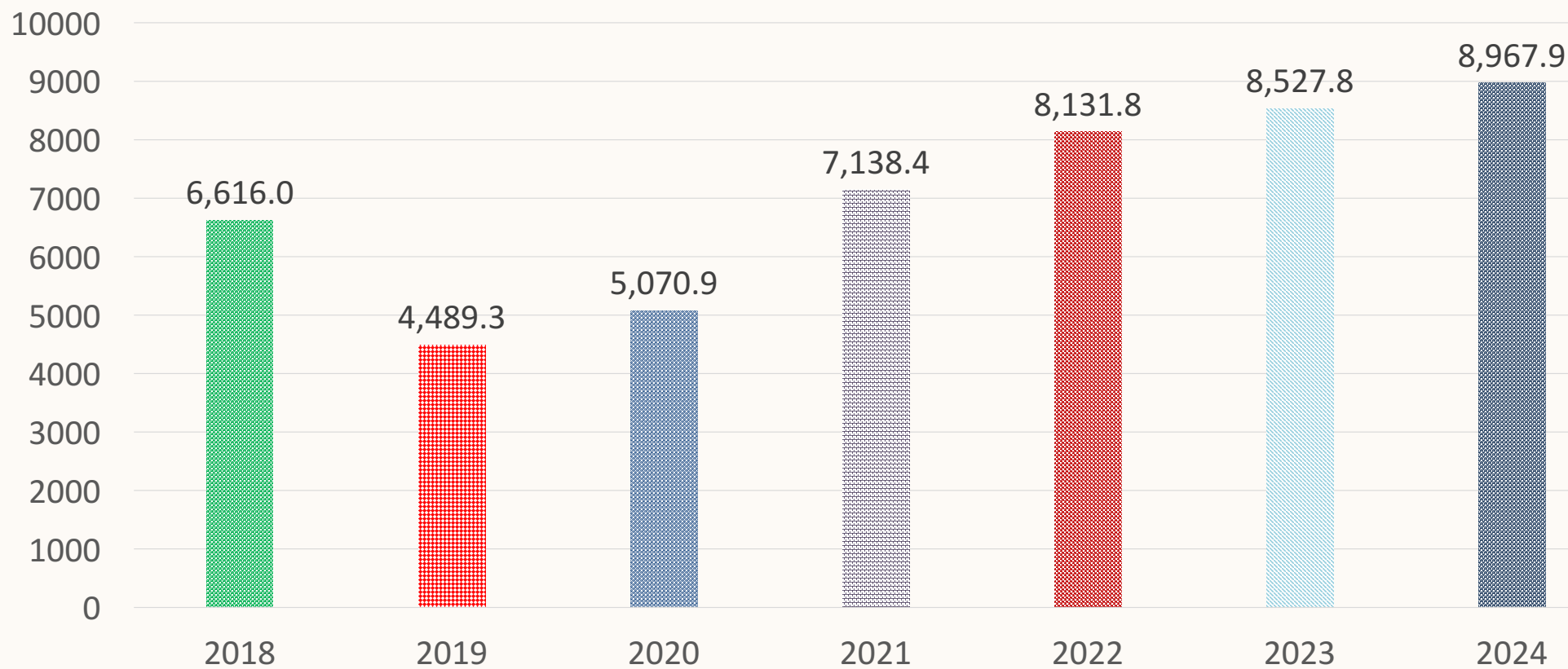
9. Merchandise Exports (US\$ millions)



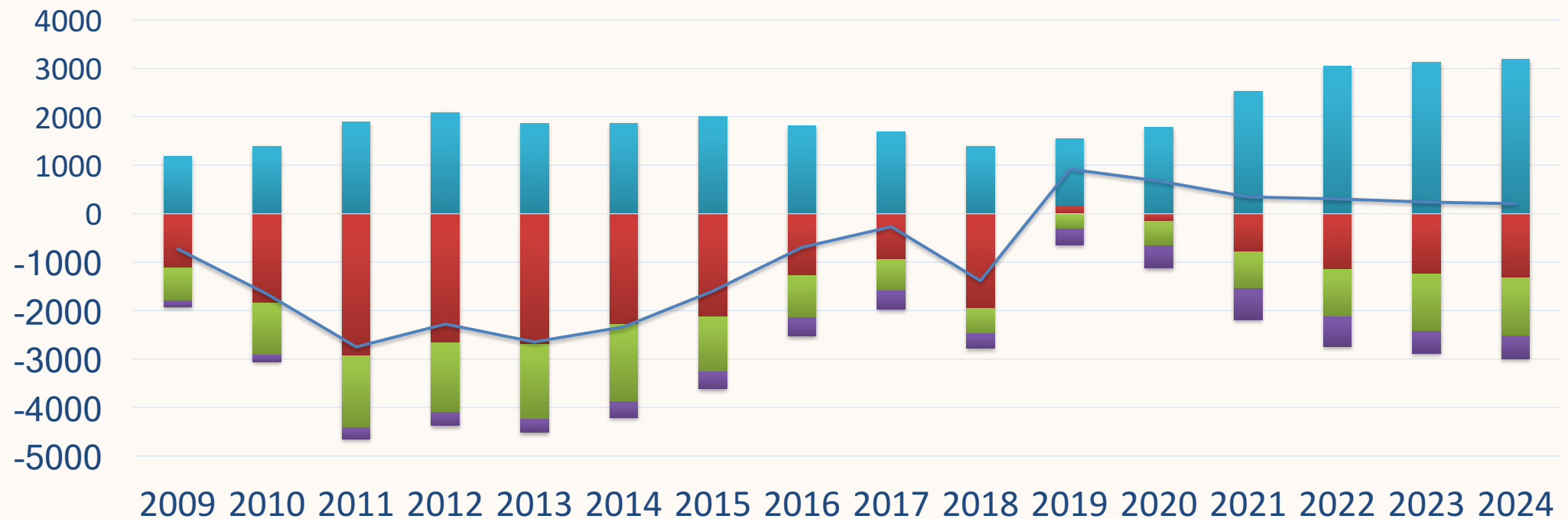
| | 2023 | 2024 | 22/23 Change (%) | 23/24 Change (%) |
|-----------------------------|---------|---------|------------------|------------------|
| Agricultural Exports | 1,240.1 | 1,316.3 | 16.2 | 6.1 |
| Tobacco | 1,090.8 | 1,172.0 | 17.8 | 7.4 |
| Horticulture | 41.6 | 46.0 | 0.7 | 10.6 |
| Mac Nuts | 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)

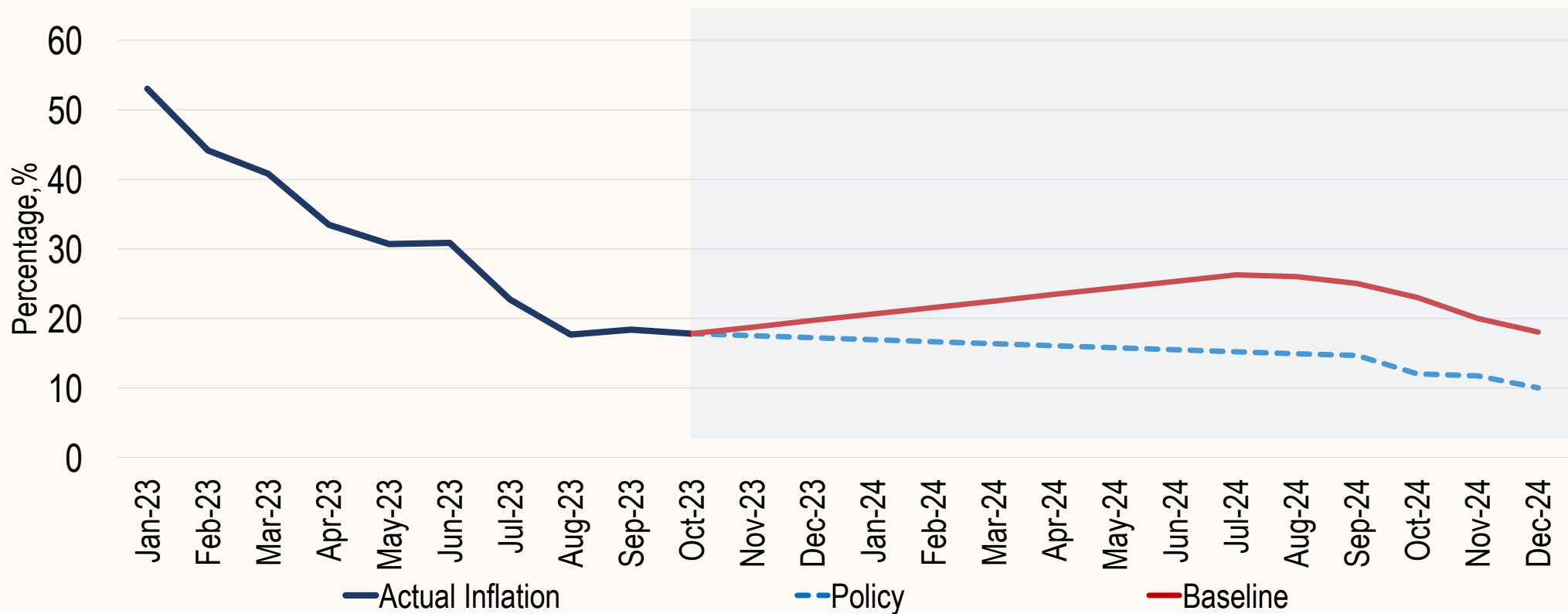


11. Current Account (US\$ millions)

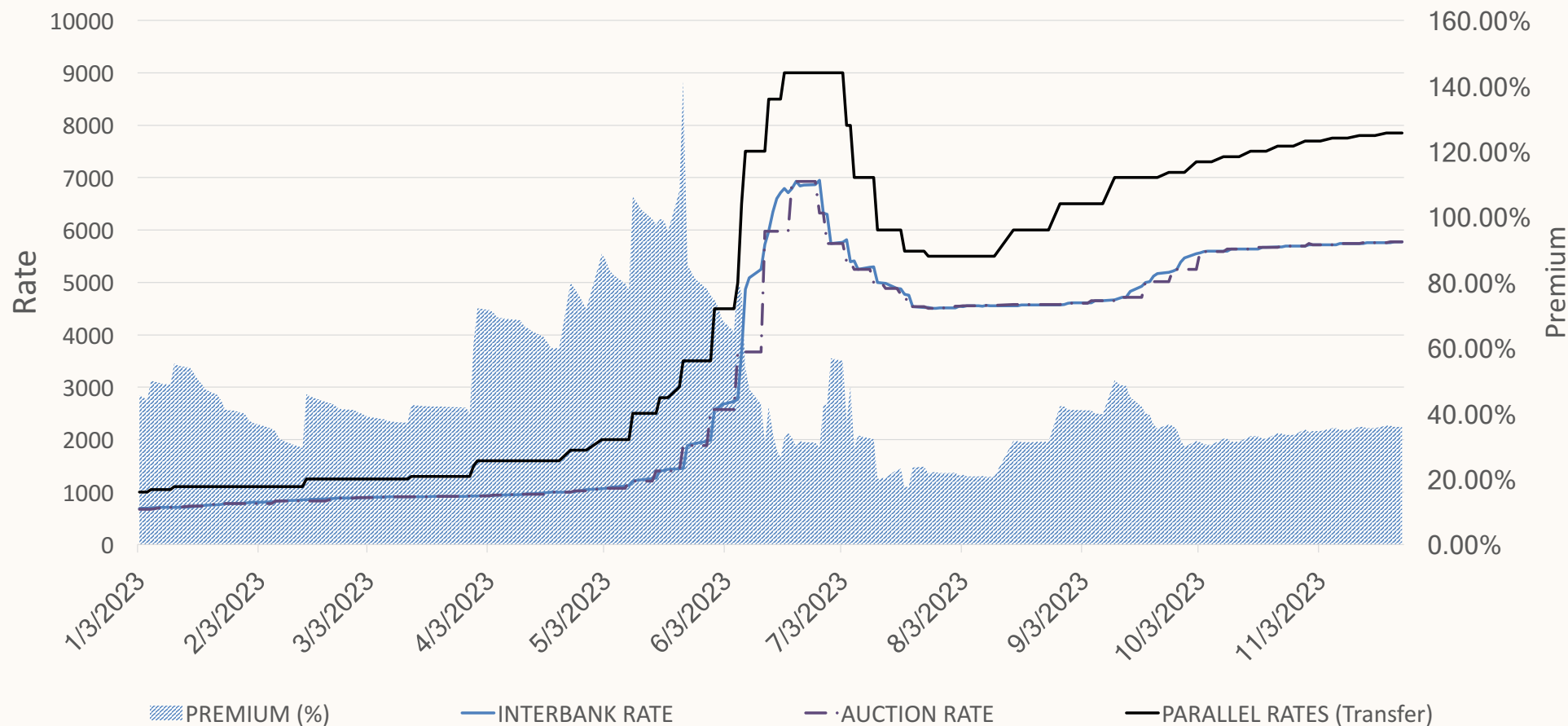


■ Balance on Goods
 ■ Balance on Services
 ■ Balance on Primary Income
 ■ Balance on Secondary Income
 — Current Account Bal

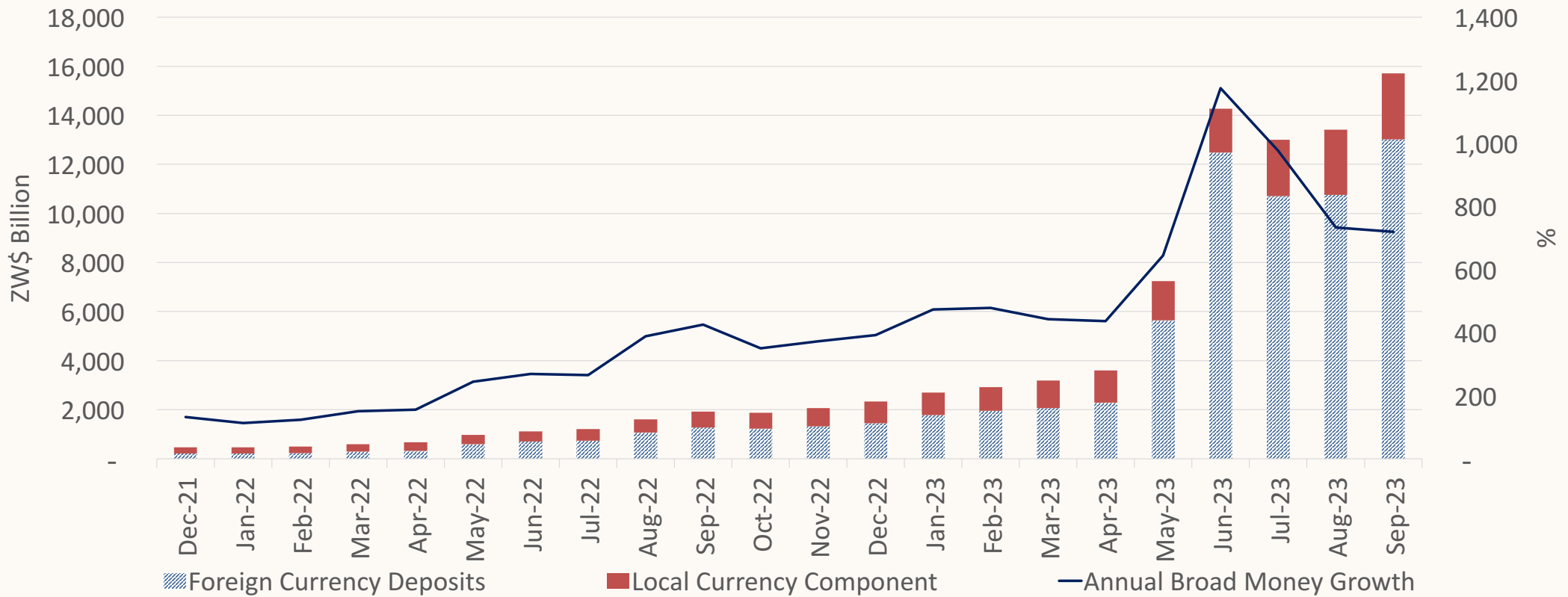
12. Annual Inflation Developments and Outlook



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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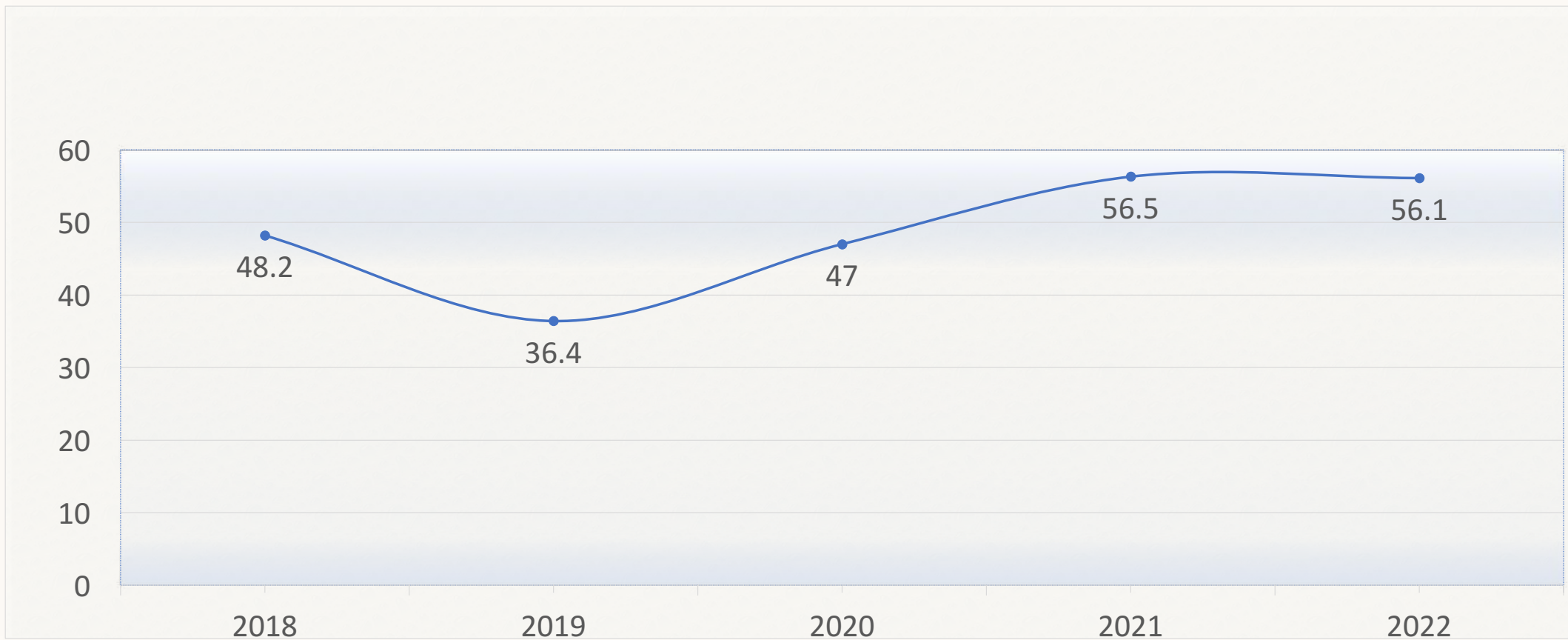
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20. Industry Capacity Utilisation (%)



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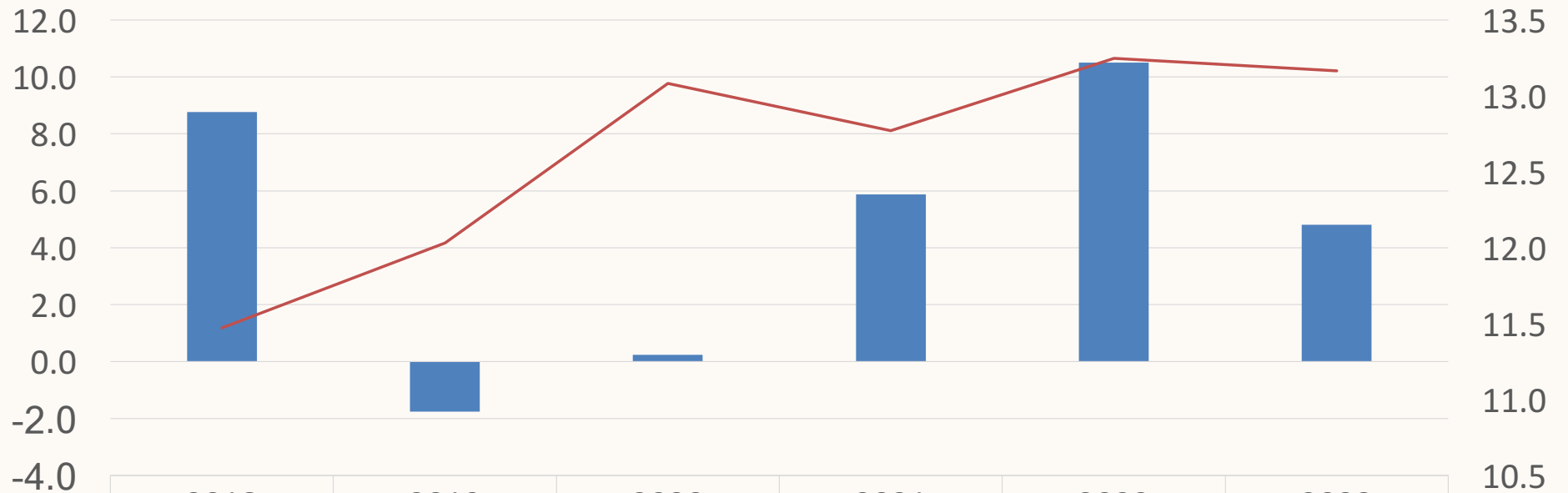
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21. Mining Output (%)



| | 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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