



**Government of Malawi**

**DRAFT**  
**2017-18 FINANCIAL STATEMENT**

**Ministry of Finance, Economic Planning and Development**

**P.O. Box 30049**

**Lilongwe**

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## Abbreviations and Acronyms

AfDB	African Development Bank
DfID	Department for International Development
EU	European Union
FISP	Farm Input Subsidy Programme
GDP	Gross Domestic Product
IDA	International Development Assistance (IDA)
IMF	International Monetary Fund
KPA	Key Priority Area
LDF	Local Development Fund
LUANAR	Lilongwe University of Agriculture and Natural Resources
MDG	Millennium Development Goal
MGDS	Malawi Growth and Development Strategy
MRA	Malawi Revenue Authority
MTEF	Medium-Term Expenditure Framework
MUST	Malawi University of Science and Technology
NAC	National AIDS Commission
ORT	Other Recurrent Transactions
PE	Personal Emoluments
PFMA	Public Finance Management Act
SWAP	Sector Wide Approach
USAID	United States Agency for International Development

## **I. INTRODUCTION**

The budget is presented to the National Assembly for consideration and approval of the 2017-18 budget estimates for both resources and their corresponding expenditure allocations. The budget estimates in this Financial Statement are presented in broad aggregates to facilitate easy understanding of the detailed budget documents presented before the National Assembly. The document will therefore set out the summary of Government revenues and expenditures for the preceding Financial Years, in this case 2015-16 and 2016-17 Fiscal Years and projections for the forthcoming financial year and the two outer years, thus, 2017-18 through to 2019-20.

## 2. THE 2015-16 FISCAL YEAR PERFORMANCE

The 2015-16 Budget considered priorities in the Malawi Growth and Development Strategy II, revenue policy reforms, budget reforms and policy interventions which Government implemented to address the social and macroeconomic imbalances prevailing in the country.

With regard to macroeconomic outlook, the Budget considered prospects in the global, sub regional and domestic economy. At the global level, real output growth was projected at 3.5 percent and 3.8 percent in 2015 and 2016, respectively. Stagnation and prolonged deflation which ultimately resulted in persistent weak global trade growth were still major concerns in advanced economies such as Japan and the Euro Area hence the slowdown in the expected growth forecast. Furthermore, geopolitical tensions, volatility in commodity markets and financial stress in major emerging market economies posed major risks to the growth prospects for 2015 and 2016.

An expected rebound in emerging markets was expected to improve growth in 2016. However, the decline in oil prices was expected to bring mixed results. Net oil importers like USA and Japan were projected to gain from the lower oil prices while net oil exporters like Russia, Saudi Arabia and Nigeria were expected to experience low growth.

Growth in Sub Saharan Africa was projected to remain robust at 4.5 percent and 5.1 percent in 2015 and 2016 respectively, due to continuing investment in infrastructure, increase in agricultural production and vibrant service sectors. In 2015 the Malawi Economy registered a growth of 3.1 percent down from 6.2 percent in 2014 on account of recent floods and dry spells. In 2016 growth was projected to average 5.1 percent to be driven by a good performance in the services sectors notably, the wholesale and retail trade sector, the information and communication sector, and the financial and insurance services sector.

**Table 1 2015-16 Budget Performance (K'million)**

Categories	2015/16 Approved Estimates	2015/16 Revised Estimates	2015/16 Outturn
Revenue and Grants	763,481	784,840	765,318
Revenue	666,349	653,949	634,311
Tax revenue	592,414	582,076	564,441
Non-tax revenue	73,935	71,872	69,870
Grants	97,132	130,891	131,007
Program	6,965	20,528	17,397

<b>Categories</b>	<b>2015/16 Approved Estimates</b>	<b>2015/16 Revised Estimates</b>	<b>2015/16 Outturn</b>
<b>Dedicated grants</b>	<b>37,245</b>	<b>49,064</b>	<b>64,069</b>
Agriculture SWAP Pool	15,150	19,070	18,184
Food Security Support (SGR)	1,800	-	1,840
FISP	585	715	7,914
NAC grants	382	3,121	8,672
Health SWAP Pool	-	165	1,825
PFEM RP - TRUST FUND	3,353	4,097	761
Education SWAP Pool	-	-	-
Roads	2,250	169	-
WB Reconstruction - Maize Purchase	13,500	21,725	8,570
WB Recovery Resources	225	-	16,303
<b>Project Grants</b>	<b>52,922</b>	<b>61,299</b>	<b>49,542</b>
<b>Total Expenditure and Net Lending</b>	<b>923,990</b>	<b>917,228</b>	<b>895,908</b>
<b>Recurrent expenditure</b>	<b>698,353</b>	<b>698,216</b>	<b>727,969</b>
<b>Wages and salaries</b>	<b>228,690</b>	<b>222,275</b>	<b>226,174</b>
<b>Interest on debt</b>	<b>125,497</b>	<b>116,174</b>	<b>132,577</b>
Foreign	24,497	10,693	11,931
Domestic	101,000	105,481	120,646
<b>Goods, services and transfers</b>	<b>186,989</b>	<b>176,533</b>	<b>197,398</b>
Generic goods and services	73,233	66,397	86,390
Storage Levy	1,450	1,703	1,441
Roads Maintenance	20,748	20,748	21,459
Other Statutory Expenditures	6,380	5,983	5,024
Agriculture Sector	6,465	6,534	6,182
Health Sector	31,360	32,434	29,565
Education Sector	22,151	20,625	19,454
Elections	1,200	1,200	694
PFEM	3,352	4,097	159
NAC	5,650	8,247	1,074
Maize Purchases	15,000	8,565	25,955
<b>Subsidies and Transfers</b>	<b>157,176</b>	<b>183,234</b>	<b>171,821</b>
Pensions and Gratuities	43,148	42,145	42,145
Transfer to Revenue Authorities	14,810	12,840	16,434
FISP	40,000	63,929	54,929

Categories	2015/16 Approved Estimates	2015/16 Revised Estimates	2015/16 Outturn
Seed Subsidy	1,500	9,000	9,000
Transfer to public entities	50,493	48,095	45,012
Iron Sheet Subsidy	7,000	7,000	4,300
WB reconstruction (PIU &DODMA)	225	225	-
<b>Development expenditure</b>	<b>224,137</b>	<b>217,512</b>	<b>166,665</b>
Domestically financed projects (Part II)	50,149	44,820	20,995
Foreign financed projects (Part I)	173,988	172,692	145,670
<b>Net Lending</b>	<b>1,500</b>	<b>1,500</b>	<b>1,274</b>
<b>Overall balance</b>	<b>(166,519)</b>	<b>(138,199)</b>	<b>(132,557)</b>
<b>Total financing</b>	<b>166,519</b>	<b>138,199</b>	<b>132,557</b>
<b>Foreign (net)</b>	<b>113,113</b>	<b>102,199</b>	<b>66,038</b>
<b>Borrowing</b>	<b>130,810</b>	<b>124,304</b>	<b>83,773</b>
Program Loans	32,094	11,726	17,585
Project Loans	98,716	112,578	66,187
<b>Amortization</b>	<b>(17,697)</b>	<b>(22,105)</b>	<b>(17,735)</b>
<b>Domestic Borrowing (net)</b>	<b>53,406</b>	<b>25,000</b>	<b>65,242</b>
<b>Privatization Proceeds</b>	<b>-</b>	<b>11,000</b>	<b>-</b>

Source: Ministry of Finance, Economic Planning and Development

## 2.1 Revenue and Grants

In the 2015-16 Financial Year, total Revenue and Grants were projected at K763.5 billion comprising K666.3 billion Revenue and K97.1 billion Grants. The projection was revised upwards to K784.8 billion of which K653.9 billion was Domestic Revenue and K130.9 billion Grants.

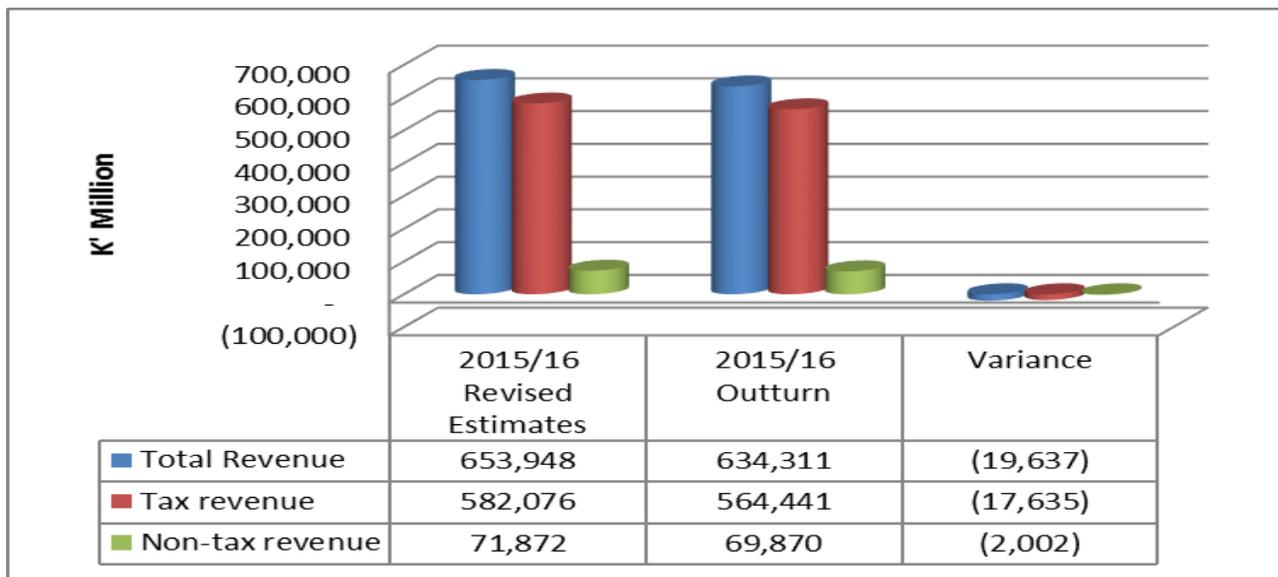
At the end of the year, outturn for Revenue and Grants amounted to K765.3 billion against a revised projection of K784.8 billion. This was largely on account of under collection in Revenue by K19.6 billion.

### 2.1.1 Domestic Revenue

In the 2015-16 Financial Year, total projected Domestic Revenue of K666.3 billion comprised K592.4 billion Tax Revenues and K73.9 billion Non Tax Revenues. This was revised at midyear to K653.9 billion comprising K582 billion Tax Revenue and K71.9 billion Non Tax Revenue.

At the end of the year, a total Domestic Revenue of K634.3 billion was collected against a revised estimate of K653.9 billion. This is explained by under collection in both Tax Revenue and Non Tax Revenue by K17.6 billion and K2 billion respectively. Figure 1 below provides a detailed illustration.

**Figure 1: 2015-16 Domestic Revenue Performance**



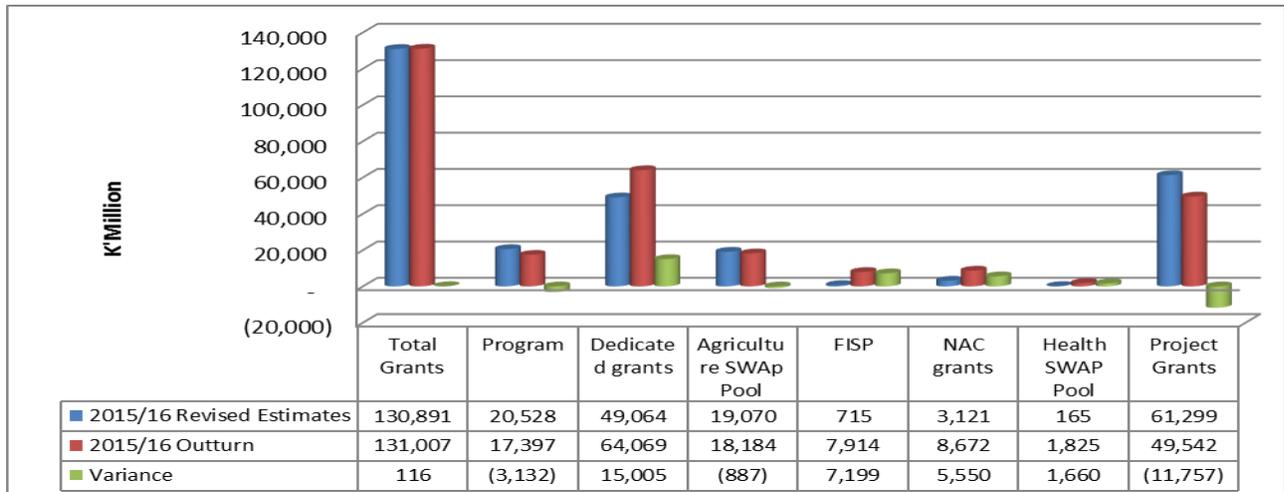
Source: Ministry of Finance, Economic Planning and Development

### 2.1.2 Grants

In the 2015-16 Financial Year, total Grants which were projected at K97.1 billion comprised K7 billion Programme Grants, K37.2 billion Dedicated Grants and K52.9 billion Project Grants. At midyear, the projection was revised upwards to K130.9 billion of which K20.5 billion were Program Grants, K49.1 billion Dedicated Grants and K61.3 billion Project Grants.

Grants over performed by K116 million by the end of the Financial Year. A total of K131 billion was disbursed against a midyear projection of K130.9 billion. This is explained by K15 billion over performance in Dedicated Grants. Figure 2 below provides details of major Grants by categories.

**Figure 2: 2015-16 Grants by Category**



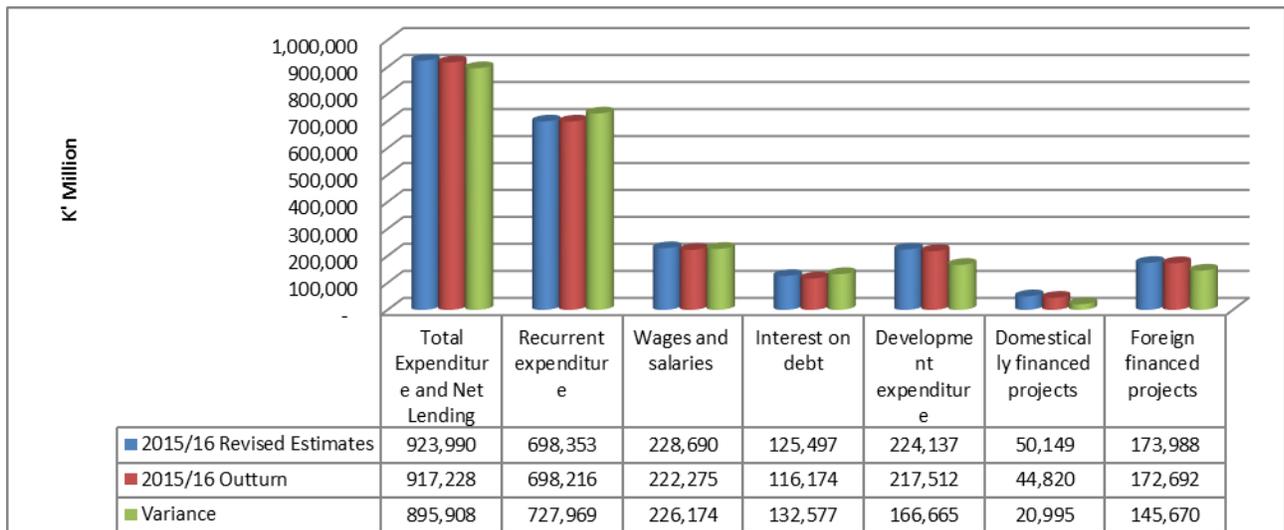
Source: Ministry of Finance, Economic Planning and Development

## 2.2 Expenditure

In the 2015-16 Financial Year, Total Expenditure and Net Lending was estimated at K924 billion of which K698.4 billion was Recurrent Expenditure and K224.1 billion Development Expenditure. At Midyear, the projection was revised to K917.2 billion comprising K698.2 billion Recurrent Expenditure and K217.5 billion Development Expenditure.

Overall Expenditure and Net Lending registered under expenditure of K21.4 billion at the financial year end. A total of K895.9 was spent against a midyear revised target of K917.2 billion. Figure 3 below provides detailed breakdown of the performance of expenditure by category.

**Figure 3: 2015-16 Expenditure by Category**



Source: Ministry of Finance, Economic Planning and Development

### **2.2.1 Recurrent Expenditure**

Recurrent Expenditure which was projected at K698.4 billion in 2015-16 included K228.7 billion Wages and Salaries, K157.2 billion Subsidies and Transfers and K125.5 billion interest on Public Debt. This projection was slightly reduced to K698.2 billion at Midyear. While Wages and Salaries and Interest on Debt were revised downwards by K6.4 billion and K9.3 billion respectively; Subsidies and Transfers were revised upwards by K26.1 billion.

At the end of the year, total Recurrent Expenditure amounted to K728 billion reflecting an overall expenditure of K29.8 billion. This largely resulted from over expenditures in Domestic Debt Interest of K16.4 billion, Goods and Services of K20.9 billion and under expenditures in Subsidies and Transfers of K11.4 billion.

### **2.2.2 Development Expenditure**

In the 2015-16 Financial Year, Development Expenditure was projected at K224.1 billion of which K50.1 billion was for domestically financed projects while K174 billion was for foreign financed projects. At Midyear the projection was revised downwards to K217.5 billion owing to a reduction of K5.3 billion in domestically financed projects and K1.3 billion in foreign financed projects.

Overall, Development Expenditure amounted to K166.7 billion against a revised projection of K217.5 billion. The under expenditure was on account of underperformance in both domestically and foreign financed projects by K23.8 billion and K27 billion respectively.

### **2.3 Overall Balance**

The 2015-16 Financial Year ended with a deficit of K132.6 billion compared with a midyear revised estimate of K138.2 billion. The positive performance is mainly due to overall under expenditure exceeding overall under performance in Revenue and Grants.

### 3. THE 2016-17 FISCAL YEAR PERFORMANCE

The 2016-17 Budget was prepared taking into consideration national priorities and challenges facing the economy. Reforms in revenue policy and budget and a mixture of policy interventions were implemented to sustain efforts undertaken to achieve macroeconomic stability.

Global economic growth in 2016 was estimated at 3.1 percent which is in line with the initial forecast of October 2016 (IMF's October 2016 and January 2017 World Economic Outlook (WEO) Updates). The stable but lackluster outturn for the year was attributed to unexpected slowdown in emerging markets moderated by a modest pickup in advanced economies especially in the United States of America on account of a rebound in manufacturing. The European Economies performance such as the United Kingdom and Spain and the resilience of the Japanese Economy were also stronger than previously forecasted (IMF's October 2016 and January 2017 World Economic Outlook (WEO) Updates).

The 2016 growth in the Sub Saharan region slowed down to 1.6 percent from 3.4 percent in 2015 (IMF's October 2016 and January 2017 World Economic Outlook (WEO) Updates). The slowdown was primarily driven by the repercussions of declining commodity prices, especially those for oil, as well as lower demand from China which is the largest trade partner of the region. In South Africa, weaker investment confidence driven by policy uncertainties also dampened the regional outlook. In 2017, growth for the Sub-Saharan region was expected to rise to 2.8 percent (January 2017 World Economic Outlook (WEO) Updates) on the back of infrastructure investments and the recovery of agricultural production.

In 2016 the Malawi economy was projected to rebound with a growth rate of 5.1 percent from 3.1 percent in 2015 anchored by continued tight monetary and fiscal policies with an emphasis on resilience-rebuilding investments.

**Table 2: 2016-17 Budget Estimates (K'millions)**

Category	2016/17 Approved Estimates	2016/17 Revised Estimates
<b>Revenue and Grants</b>	<b>974,518</b>	<b>999,160</b>
<b>Revenue</b>	<b>779,791</b>	<b>840,463</b>
Tax revenue	708,837	754,909
Non-tax revenue	70,954	85,554
<b>Grants</b>	<b>194,726</b>	<b>158,697</b>
Program grants	13,583	11,500
Dedicated grants	53,822	54,639
PFEM Pool Trust Fund	8,995	5,495

<b>Category</b>	<b>2016/17 Approved Estimates</b>	<b>2016/17 Revised Estimates</b>
Agriculture SWAP (Pool )	19,927	18,502
Food Security Support (SFR)	-	
WB Recovery Resources	7,263	12,863
FISP	3,750	3,750
NAC grants	3,769	3,215
Health SWAP Pool	6,349	7,045
Education SWAP Pool	3,769	3,769
<b>Project Grants</b>	<b>127,321</b>	<b>92,558</b>
<b>Total expenditure and Net Lending</b>	<b>1,149,335</b>	<b>1,132,933</b>
<b>Total Expenditure</b>	<b>1,145,835</b>	<b>1,129,473</b>
<b>Recurrent expenditure</b>	<b>823,363</b>	<b>868,929</b>
<b>Wages and salaries</b>	<b>272,381</b>	<b>270,769</b>
<b>Interest on debt</b>	<b>143,519</b>	<b>168,537</b>
Foreign	11,408	12,317
Domestic	132,111	156,220
<b>Goods, services and transfers</b>	<b>238,805</b>	<b>252,744</b>
Generic goods and services	88,429	100,136
Storage Levy	1,375	1,595
Roads Maintenance	20,660	22,622
Other Statutory Expenditures	5,767	5,017
Agriculture Sector	4,161	3,861
Health Sector	35,025	36,025
Education Sector	24,586	24,586
Elections	1,500	1,500
PFEM	8,995	5,495
NAC	12,807	12,807
Winter Cropping (Irrigation)	6,000	4,000
Maize Purchases	29,500	35,100
<b>Subsidies and Transfers</b>	<b>163,659</b>	<b>173,880</b>
Pensions and Gratuities	50,155	52,247
Transfer to Revenue Authorities	21,265	22,647
FISP	33,150	33,150
Transfer to public entities	47,340	49,677
Iron Sheet Subsidy	8,400	7,000
WB reconstruction (PIU &DODMA)	3,349	3,349
Legume Purchases	-	5,810
<b>Arrears (Small scale)</b>	<b>5,000</b>	<b>3,000</b>
<b>Development expenditure</b>	<b>322,472</b>	<b>260,544</b>
<b>Domestically financed projects (Part II)</b>	<b>38,581</b>	<b>42,715</b>
<b>Foreign financed projects (Part I)</b>	<b>283,891</b>	<b>217,829</b>

<b>Category</b>	<b>2016/17 Approved Estimates</b>	<b>2016/17 Revised Estimates</b>
<b>Net Lending</b>	<b>3,500</b>	<b>3,460</b>
<b>Overall balance</b>	<b>(174,818)</b>	<b>(133,773)</b>
<b>Total financing</b>	<b>174,818</b>	<b>133,773</b>
<b>Foreign (net)</b>	<b>111,194</b>	<b>78,178</b>
<b>Borrowing</b>	<b>136,715</b>	<b>106,699</b>
Program Loans	23,731	31,937
Project Loans	112,985	74,762
<b>Amortization</b>	<b>(25,521)</b>	<b>(28,521)</b>
<b>Domestic Borrowing (net)</b>	<b>63,624</b>	<b>44,269</b>
<b>Privatization Proceeds</b>	<b>-</b>	<b>11,325</b>

Source: Ministry of Finance, Economic Planning and Development

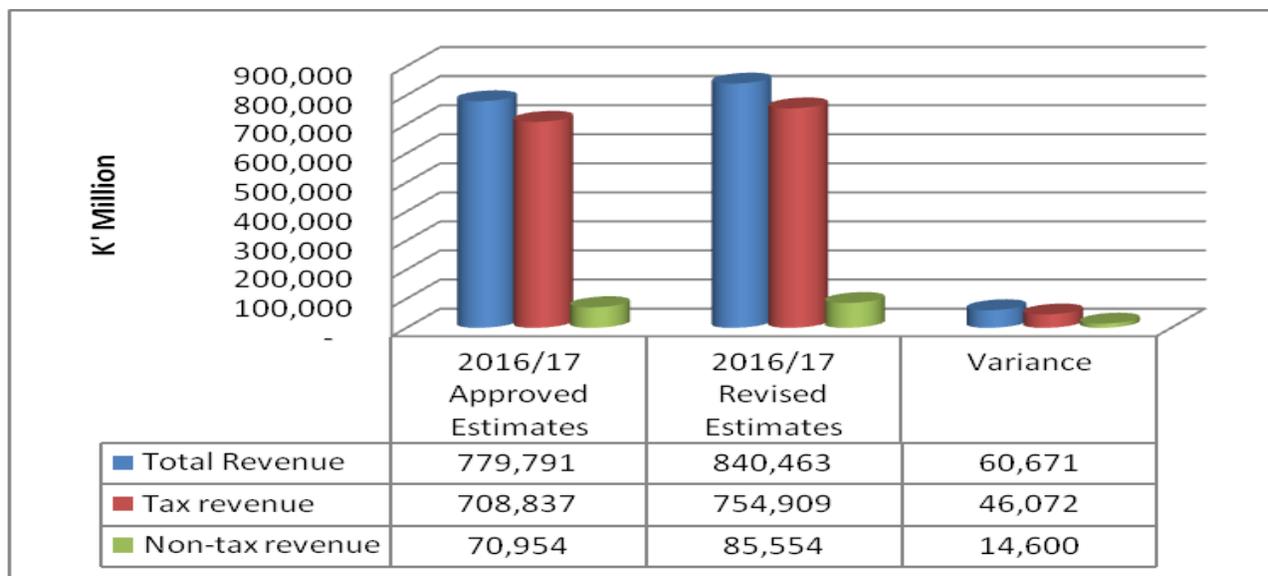
### **3.1 Revenue and Grants**

In the 2016-17 Financial Year, Revenue and Grants were projected at K974.5 billion comprising K779.8 billion Domestic Revenue and 194.7 billion Grants. At midyear, the projection was revised upwards to K999.2 billion of which K840.5 billion was Domestic Revenue and K158.7 billion Grants.

#### **3.1.1 Domestic Revenues**

In the 2016-17 Financial Year, the total estimated Domestic Revenue of K779.8 billion comprised K708.8 billion Tax Revenue and K71 billion Non Tax Revenue. This projection was revised upward to K840 billion on account of a projected over collection in Tax Revenue and Non Tax Revenue of K46.1 billion and K14.6 billion respectively. Figure 4 below gives a detailed illustration of Domestic Revenue by category.

**Figure 4: 2016-17 Domestic Revenue Performance**

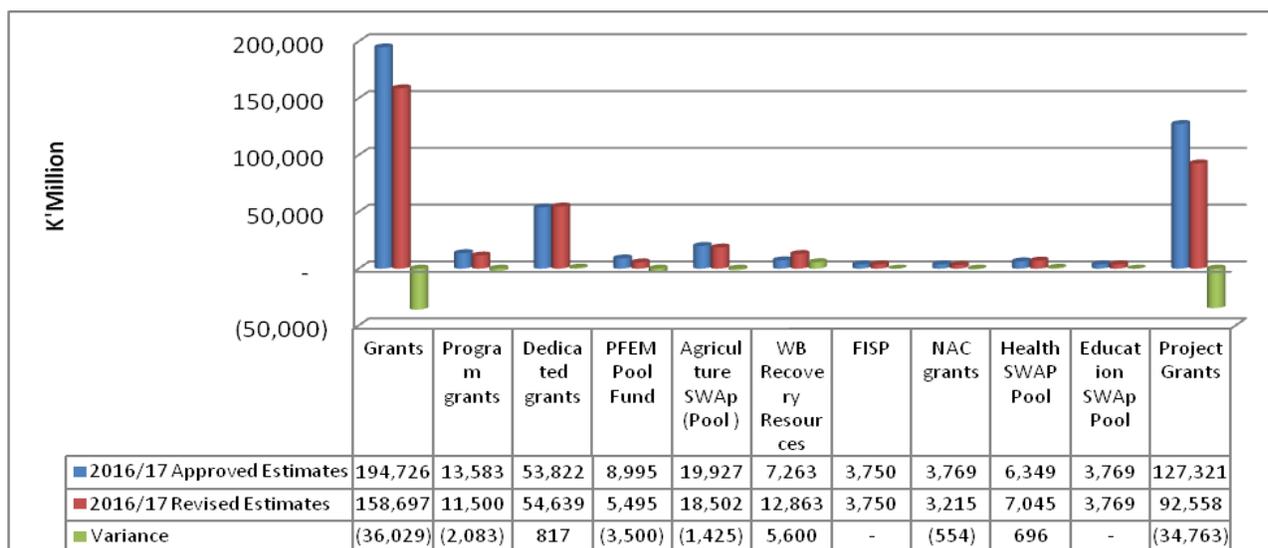


Source: Ministry of Finance, Economic Planning and Development

### 3.1.2 Grants

Grants which were projected at K194.7 billion comprised K13.6 billion Programme Grants, K53.8 billion Dedicated Grants and K127.3 billion Project Grants. At midyear, total Grants were revised downwards by K34.8 billion largely on account of projected underperformance in Project Grants and likely non-disbursement in Program Grants. Figure 5 below provides details on Grants.

**Figure 5: Grants by Category**



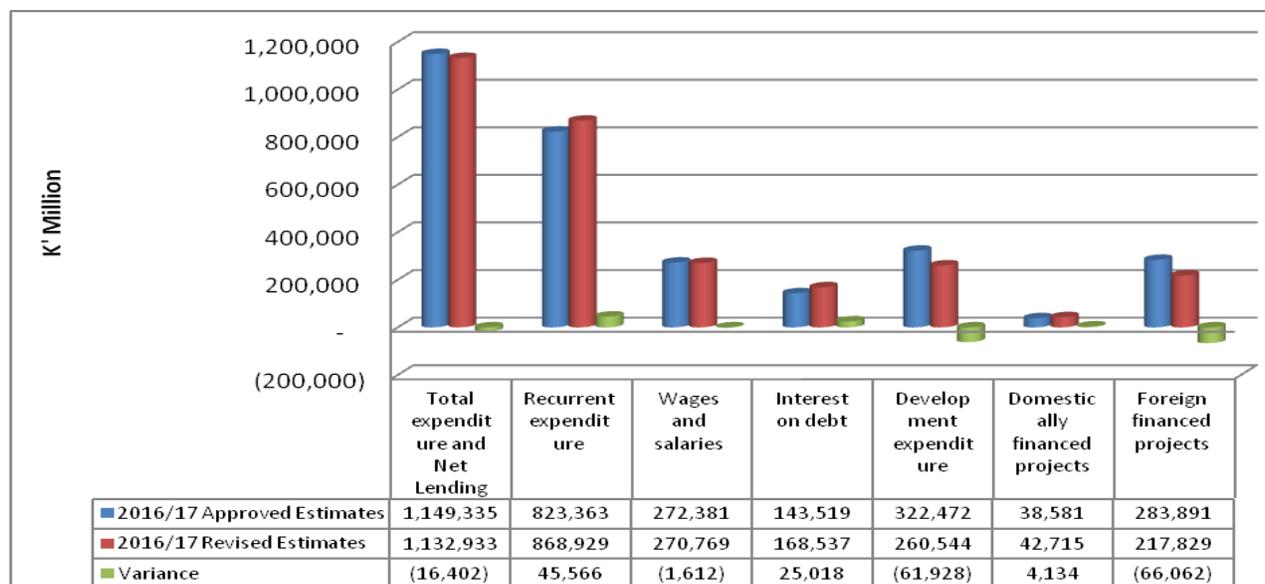
Source: Ministry of Finance, Economic Planning and Development

### 3.2 Expenditure and Net Lending

In the 2016-17 Financial Year, total Expenditure and Net Lending was estimated at K1,149.34 trillion comprising Recurrent Expenditure of K823.4 billion and Development Expenditure of

K322.5 billion. At midyear, the projection was revised to K1,132.9 billion comprising K868.9 billion Recurrent Expenditure and K260.5 billion Development Expenditure. Figure 6 below highlights the pattern of Expenditure by different categories.

**Figure 6: Expenditure by Category**



Source: Ministry of Finance, Economic Planning and Development

### 3.2.1 Recurrent Expenditure

Recurrent Expenditure which was projected at K823.4 billion in 2016-17 Financial Year, included K272.4 billion Wages and Salaries, K163.7 billion Subsidies and Transfers and K143.5 billion Interest on Public Debt. At midyear, the projected Recurrent Expenditure was revised to K868.9 billion. While the projection on Wages and Salaries was reduced to K270.8 billion, Subsidies and Transfers and Interest on Public Debt were increased to K173.9 billion and K168.5 billion respectively.

### 3.2.3 Development Expenditures

In the 2016-17 Financial Year, Development Expenditure was projected at K322.5 billion of which K38.6 billion was for domestically financed projects while K283.9 billion was for foreign financed projects. At Midyear the projection was reduced to K260.5 billion largely owing to projected under performance of K66 billion in foreign financed projects.

### 3.3 Overall Balance

The 2016-17 Financial Year was projected to close with a fiscal deficit of K174.8 billion. This was revised downwards to K133.8 billion mainly due to projected over performance in Domestic Revenue and underperformance in Project Loans.

#### **4. THE 2017-18 BUDGET ESTIMATES**

The 2017-18 Budget has been prepared taking into consideration national priorities and the current economic environment. Thus a mixture of policy interventions in fiscal management and reforms in public finance management will be implemented to sustain efforts achieved so far in macroeconomic stability.

As a result of the United Kingdom's vote to exit the European Union, globally growth declined to 3.1 percent in 2016, a rebound to 3.4 percent is expected in 2017. The negative macroeconomic environment in the United Kingdom pushed down growth in advanced economies to 1.6 percent in 2016. A slight recovery is expected in 2017 and thus growth in advanced economies is expected to be 1.9 percent. Growth in developing and emerging economies was stable in 2016 at 4.1 percent after a constant decline in the last five years, in 2017, growth is estimated to pick up to 4.5 percent. Oil and non-oil commodity prices remained on the decline trend from 2015 to 2016 in US Dollars. In 2016 oil prices decreased further by 15.9 percent from a 47.2 percent decline that was registered in 2015. Non- oil prices were also on the downward trend and decreased by 2.7 percent in 2016. In 2017 oil prices are expected to increase by 19.9 percent and 3.6 percent in 2018. On the other hand non-oil prices are projected to increase by 2.1 percent in 2017 and a decrease by 0.9 percent in 2018. In 2016 consumer prices increased by 0.7 percent for advanced economies and decreased by 4.5 percent in emerging and developing economies. In 2017 consumer prices in both advanced and emerging and developing economies are expected to increase as a result of increase in oil prices.

Growth in the Sub-Saharan region slowed down in 2016. The reduction was on account of a decline in growth in oil exporters in the region thus reduced from 3.4 percent in 2015 to 1.6 percent in 2016. Growth is expected to pick up in 2017 to 2.8 percent and 3.7 percent in 2018. Consumer price inflation remained high in oil exporting countries due to an increase from 9.1 percent in 2015 to 19.1 percent in 2016. This was a result of the increase in inflation reported in the major oil exporting countries of Angola and Nigeria in the same period. Middle income countries consumer prices increased from 5.4 percent in 2015 to 7.0 percent in 2016 whereas low income countries, consumer prices slightly increased from 5.7 percent in 2015 to 5.8 percent in 2016. In 2017, consumer price inflation in oil exporting countries and low income countries will worsen whilst improving in middle income countries.

Growth in 2016 for Malawi was restricted as the country experienced weather related shocks when poor rainfall led to a poor agricultural season. From 2.7 percent real Gross Domestic Product (GDP) growth rate in 2016, the economy is showing signs of recovery and the 2017 GDP growth is at 6.1

percent. The favorable rains received at the beginning of 2017 is the major driver for the growth. Other sectors that will contribute to the growth are manufacturing, wholesale and retail, and transport and storage. Due to the stability in the economy, disposable income is expected to increase and in turn encourage growth in the sectors highlighted. In 2018, with continued stability in macroeconomic policy and steady weather conditions, economic growth is projected at 5 percent.

In 2016 inflation was high, annual average inflation was 21.8 percent whereas end period inflation rate was 20 percent. The high inflation observed was on account of the food deficit due to the poor agriculture season, which resulted in increased food prices. Non-food inflation on the other hand was 17.2 percent in 2016 a reduction from 20 percent observed in 2015. The decline was on account of the significant decline in international oil prices. In 2017, it is expected that the country is going to see a slowdown in price increases. The combination of favorable rains received so far with expected increase in food production and the continued stability of the Kwacha will lead to lower inflation levels. Thus annual average inflation is therefore projected at 14.5 percent and end period inflation rate at 13.8 percent. The decline path of inflation is expected to continue and in 2018 annual average inflation rate is projected at 9.7 percent and end period inflation rate is projected at 9 percent.

The Budget has therefore been informed by the Government's short-term and medium term policy priorities. The priorities seek to address the socio-economic challenges as follows: a) increase domestic resource mobilization so that tax revenues grow by close to the rate of growth in nominal GDP; b) ensure that adequate resources are allocated for productive sectors, especially Agriculture, Energy and Transport Infrastructure; c) ensure that the wage bill is maintained below 8 percent of nominal GDP, while permitting the critical recruitment of frontline staff; and d) ensure that resources allocated to the health, education and other critical social sectors constitute a significant proportion of the budget.

**Table 3: 2017-18 Budget Estimates (K' millions)**

<b>Category</b>	<b>2017-18 Estimates</b>	<b>2018-19 Projection</b>	<b>2019-20 Projection</b>
<b>Revenue and Grants</b>	<b>1,107,893</b>	<b>1,249,817</b>	<b>1,419,968</b>
<b>Revenue</b>	<b>980,157</b>	<b>1,122,082</b>	<b>1,292,233</b>
Tax revenue	900,714	1,034,694	1,196,107
Non-tax revenue	79,444	87,388	96,127

<b>Category</b>	<b>2017-18 Estimates</b>	<b>2018-19 Projection</b>	<b>2019-20 Projection</b>
Departmental receipts	25,233	27,756	30,532
Receipts from PIL for NRA	26,229	28,852	31,737
Parastatal dividends	20,649	22,714	24,985
Storage Levy	1,851	2,036	2,240
Road Tax	5,482	6,031	6,634
<b>Grants</b>	<b>127,736</b>	<b>127,736</b>	<b>127,736</b>
<b>Program</b>	<b>35,902</b>	-	-
<b>Dedicated grants</b>	<b>32,539</b>	<b>32,539</b>	<b>32,539</b>
PFEM Pool Trust Fund (WB)	7,007	-	-
Agriculture SWAp (Pool )	5,806	-	-
NAC grants	6,169	-	-
Health SWAP Pool	6,569	-	-
Education SWAp Pool	6,987	-	293
Project Grants	59,295	59,295	59,295
<b>Total expenditure and Net Lending</b>	<b>1,301,227</b>	<b>1,341,750</b>	<b>1,511,849</b>
<b>Recurrent expenditure</b>	<b>948,876</b>	<b>982,230</b>	<b>1,018,584</b>
Wages and salaries	303,576	334,342	364,568
Interest on debt	185,835	187,323	188,959
Foreign	14,880	16,368	18,005
Domestic	170,955	170,955	170,955
Goods, services and transfers	258,207	245,938	238,505
Generic goods and services	133,044	107,774	104,847
Storage Levy	1,851	2,036	2,240
Roads Maintenance	6,229	21,737	21,737
Other Statutory Expenditures	3,000	5,500	5,500
Agriculture Sector	4,984	5,153	5,373

<b>Category</b>	<b>2017-18 Estimates</b>	<b>2018-19 Projection</b>	<b>2019-20 Projection</b>
Health Sector	35,635	39,484	40,042
Education Sector	25,255	22,414	23,520
of which grants	3,894		
Elections	8,000	7,140	7,497
PFEM	7,007	-	-
NAC	7,669	1,700	1,750
of which NAC grants	6,169		
Winter Cropping (Irrigation)	-	4,000	4,000
Maize Purchases	22,000	22,000	22,000
Housing and Population Census	3,534		
<b>Subsidies and Transfers</b>	<b>197,259</b>	<b>204,627</b>	<b>216,552</b>
Pensions and Gratuities	70,601	74,504	78,640
of which pension scheme	7,615	8,377	9,214
Transfer to Revenue Authorities	27,021	31,041	35,883
FISP	33,150	33,150	33,150
Fertilizer Purchases	27,000		
Seed Subsidy	5,150	5,150	5,150
Of Which: Donor Support	3,750	3,750	3,750
Logistics	1,000		
Transfer to public entities	56,126	58,932	61,879
Iron Sheet Subsidy	7,000	7,000	7,000
WB reconstruction (PIU &DODMA)	3,360	-	-
Arrears (Small scale)	4,000	10,000	10,000
<b>Development expenditure</b>	<b>348,351</b>	<b>354,520</b>	<b>488,265</b>
Domestically financed projects (Part II)	132,212	166,902	290,443
Of Which Development LCs	13,300	-	-

<b>Category</b>	<b>2017-18 Estimates</b>	<b>2018-19 Projection</b>	<b>2019-20 Projection</b>
Foreign financed projects (Part I)	216,139	187,618	197,821
Of which Agriculture SWAP	5,800	4,840	4,840
Net Lending	4,000	5,000	5,000
<b>Overall balance</b>	<b>(193,334)</b>	<b>(91,933)</b>	<b>(91,881)</b>
<b>Total financing</b>	<b>193,334</b>	<b>91,933</b>	<b>91,881</b>
Foreign (net)	165,761	90,132	90,132
Borrowing	194,282	111,127	111,127
Program Loans	71,290	11,290	11,290
World Bank	60,000	-	-
Malawi Floods (Disaster) - WB	6,450	6,450	6,450
Agriculture	4,840	4,840	4,840
Project Loans	122,992	99,837	99,837
Amortization	(28,521)	(20,995)	(20,995)
<b>Domestic Borrowing (Net)</b>	<b>27,573</b>	<b>1,801</b>	<b>1,749</b>
Domestic Borrowing	78,606	1,801	(27,980)
Amortization (Promissory Notes)	(51,033)		29,729

Source: Ministry of Finance, Economic Planning and Development

#### **4.1 Revenue and Grants**

In the 2017-18 Financial Year, Revenue and Grants are projected at K1,107.9 trillion of which Domestic Revenues are estimated at K980.2 billion, Grants are estimated at K127.7 billion.

##### **4.1.1 Domestic Revenues**

In the 2017-18 Financial Year total Domestic Revenues are projected at K980.3 billion comprising K900.7 billion Tax Revenues and K79.4 billion Non Tax Revenues.

#### 4.1.2 Grants

Grants are projected at K127.7 billion comprising K35.9 billion Programme Grants, K32.5 billion Dedicated Grants and K59.3 billion Project Grants.

#### 4.2 Expenditure

In the 2017-18 Financial Year, total Expenditure and Net Lending is estimated at K1,301.23 trillion of which Recurrent Expenditure is projected at K948.9 billion while Development Expenditure being at K348.4 billion.

##### 4.2.1 Recurrent Expenditures

Recurrent Expenditures are projected at K948.9 billion in 2017-18, a rise of 15.3 percent from the 2016-17 Approved budget. Specifically, Wages and Salaries are expected to increase from K270.8 billion in 2016-17 to K303.6 billion in the 2017-18 Financial Year budget. Interest payments are estimated to amount K185.8 billion up from the Approved Estimates of K143.5 billion in 2016-17 Financial Year.

##### 4.2.2 Transfers to District Councils

As indicated in Table 4 below, a total of K175.8 billion is projected to be transferred to Councils. Education and Health Sectors continue to get substantial resources compared to all other sectors. These have been allocated K9.1 billion and K18.2 billion (inclusive of resources for drugs in the district hospitals) respectively for 2017-18 Financial Year. As salaries for the Education, Health and Agriculture sector were decentralised in the course of the 2016-17 Financial Year, a total of K134.4 billion is on account of Personal Emoluments, and K13.3 billion has been allocated for Capital projects in the District Councils of which K10 billion is for upgrading of city roads and K3.3 billion as devolved Development Part 2.

**Table 4: Transfer to Councils by Sector in the 2017-18 Financial Year (K)**

Category	2016-17 Approved Budget	2016-17 Revised Budget	2017-18 Estimates	2018-19 Projection	2019-20 Projection
Agricultural Sector	1,458,861,128	1,458,861,128	1,461,804,184	1,534,894,394	1,611,639,113
Education Sector	9,077,104,272	9,077,104,273	9,080,959,486	9,535,007,460	10,011,757,833
Health Sector	18,037,749,905	18,037,749,905	18,179,637,400	19,378,619,270	20,797,550,234
General Resource Fund	2,476,468,242	2,476,468,242	2,600,291,654	2,730,306,237	2,866,821,549
City Infrastructure - Roads (IBLC facility)	6,500,000,000	8,000,000,000			
Constituency Development Fund	3,474,000,000	3,474,000,000	3,474,000,000	3,474,000,000	3,474,000,000

<b>Category</b>	<b>2016-17 Approved Budget</b>	<b>2016-17 Revised Budget</b>	<b>2017-18 Estimates</b>	<b>2018-19 Projection</b>	<b>2019-20 Projection</b>
Youth and Sports	300,000,000	300,000,000	307,500,000	322,875,000	339,018,750
Housing	150,000,000	150,000,000	157,500,000	165,375,000	173,643,750
Trade	150,000,000	150,000,000	157,500,000	165,375,000	173,643,750
Water	150,000,000	150,000,000	187,500,000	196,875,000	206,718,750
Gender	400,000,000	400,000,000	420,000,000	441,000,000	463,050,000
Environment	150,000,000	150,000,000	157,500,000	165,375,000	173,643,750
Forestry	150,000,000	150,000,000	157,500,000	165,375,000	173,643,750
Fisheries	150,000,000	150,000,000	157,500,000	165,375,000	173,643,750
NRB	150,000,000	150,000,000	207,500,000	217,875,000	228,768,750
Labour	200,000,000	200,000,000	210,000,000	220,500,000	231,525,000
Rehabilitation of City Roads / Infrastructure Development Fund	782,775,000	782,775,000	771,913,750	810,509,438	851,034,909
Immigration	200,000,000	200,000,000	210,000,000	220,500,000	231,525,000
Irrigation	200,000,000	200,000,000	210,000,000	220,500,000	231,525,000
Personal Emoluments	1,900,000,000	1,900,000,000	134,364,643,449	138,335,582,753	142,425,650,235
General Resource Fund-Dev	3,300,000,000	3,300,000,000	13,300,000,000	10,000,000,000	10,000,000,000
<b>Total</b>	<b>49,356,958,547</b>	<b>50,856,958,548</b>	<b>175,773,249,924</b>	<b>188,465,919,551</b>	<b>194,838,803,873</b>

**Source: Ministry of Finance, Economic Planning and Development**

### **4.2.3 Development Expenditures**

As shown in Table 3 above, Development Expenditure is projected at K348.4 billion of which K132.2 billion will be domestically financed while K216.1 billion is to be financed by Development Partners.

### **4.3 Overall Balance**

The 2017-18 Financial Year is expected to end with a fiscal deficit position of K193.3 billion. This will mainly be financed by net external borrowing amounting to K165.8 billion and domestic borrowing of K27.6 billion.

## **5. NATIONAL DEVELOPMENT STRATEGY AND THE NATIONAL BUDGET**

The Malawi Growth and Development Strategy II (MGDS), the main policy document that guided Government on social-economic growth and development priorities for the country in the last five years, expired in June 2016. Government is in the process of developing the successor strategy which will be a five year strategy like the MGDS I and II. The plan will run from July 2017 to June 2022.

The Development of the strategy is a consultative and participatory process and as such, consultations are being done at different levels. At national level, Private Sector, Development Partners, Civil Society Organisations, the academia, the media, and special interest groups are being consulted. At district level, the consultations are at the District Executive Committees (DEC) and Area Development Committees (ADCs). At Central Government level, Government Ministries, Departments and Agencies (MDAs) have been consulted. Political Parties and Parliament are among the stakeholders that were consulted.

The National Strategy is also the avenue through which global development goals are integrated into the local context. The 17 Sustainable Development Goals (SDGs) aimed at ending poverty, fighting inequality and injustice, and tackling climate change by 2030 will be mainstreamed in the National Strategy. In recognizing that the SDGs are comprehensive and go beyond the symptoms of poverty and tackle issues of peace, stability, human rights and good governance; the country is currently conducting a baseline survey on all SDGs. The survey results will be used to guide which SDGs will be prioritized in the next five years within the Successor Strategy thus localizing the SDGs. As the National Strategy is linked to the budget, the process of localizing the SDGs within the National Strategy will simplify implementation and indeed financing of the same thus guaranteeing achievement.

The Successor Strategy will focus on fewer priority areas. Apart from the priorities identified from the SDGs, areas that will have multiplier effects to different sectors of the economy will be prioritized. Interlinkages within the sectors will be encouraged thus interventions in one area will influence other related sectors. Flagship projects within the identified priority areas will be isolated. The aim is to ensure achievement of tangible results at the end of the five year period for the strategy. These flagship projects will be prominent in the Public Sector Investment Program (PSIP) to ensure adequate financing is provided to these projects.

## 6. PUBLIC DEBT PORTFOLIO AS AT 31<sup>ST</sup> DECEMBER 2016

The evolution of the public debt is an important indicator of a country's fiscal strength. In Malawi, one of the key parameters for the definition of the fiscal targets, especially the target for the primary balance of the consolidated non-financial public sector, is the public debt trajectory.

As at end-December 2016 Total Public Debt (TPD) amounted to K2,082.2 billion (accounting for 53.5 percent of GDP), of which US\$1.7896 billion (K1,276.0 billion or 32.8 percent of GDP) is foreign debt and K806.2 billion (or 20.7 percent of GDP) is domestic debt.

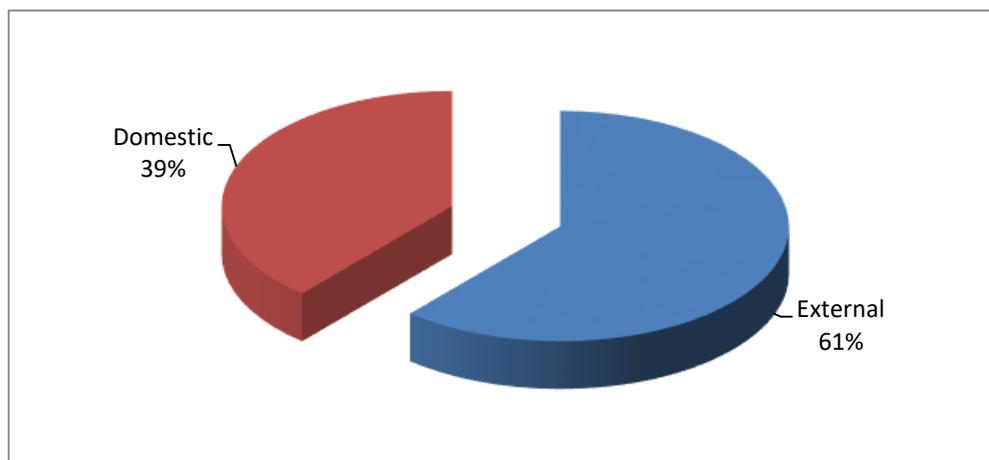
**Table 5: Evolution of Public Debt (in Millions)**

	2005	2006 (HIPC)	2014	2015	2016
Debt Stock (MK)	426,591.60	130,845.53	1,336,403.19	1,710,358.24	2,082,207.77
External (US\$)	2,969.00	452.40	1,804.20	1,783.00	1,789.60
Domestic (MK)	73,336.90	68,956.80	487,021.91	526,446.24	806,222.99
<b>GDP</b>	<b>326,957.01</b>	<b>430,521.63</b>	<b>2,534,656.00</b>	<b>3,108,177.00</b>	<b>3,892,000.00</b>
<b>Domestic Revenue</b>	<b>62,062.00</b>	<b>75,805.00</b>	<b>467,450.21</b>	<b>592,265.26</b>	<b>751,634.87</b>
Percent (GDP)					
External (%)	108.04	14.38	33.51	38.09	32.78
Domestic (%)	22.43	16.02	19.21	16.94	20.71
Percent Increase					
External (%)	0.45	(84.76)	16.26	(1.18)	0.37
Domestic (%)	21.76	(5.97)	94.24	8.09	53.14

Source: Ministry of Finance, Economic Planning and Development

Proportionately Foreign debt accounts for 61.3 percent of the total public debt and domestic debt is at 38.7 percent as depicted in Figure 7 below.

**Figure 7: Malawi Debt Stock as at end December 2016**



Source: Ministry of Finance, Economic Planning and Development

There has been a significant increase of total debt (21.7 percent), over that reported for 2015 owing to significant increase in domestic debt (53.1 percent) compared to external debt which has only increased by 0.4 percent.

### External Public Debt

As of December 2016, the total disbursed outstanding external debt stock totalled USD1,789.6 million. Multilateral debt accounts for the largest share of external debt accounting for 71.0 percent (K1,270.8 billion) of total external debt, whilst bilateral debt account for 25.1 percent (K448.5 billion). Since Malawi has limitation that it can borrow only on concessional terms, commercial debt is fairly small, accounting for 3.9 percent (K70.3 billion only owed to PTA) of total debt.

Bilateral debt has been rising over the past 5years due to the coming in of new creditors such as China, India and Kuwait with relatively fairer terms. China remains the largest bilateral creditor. India is the second largest

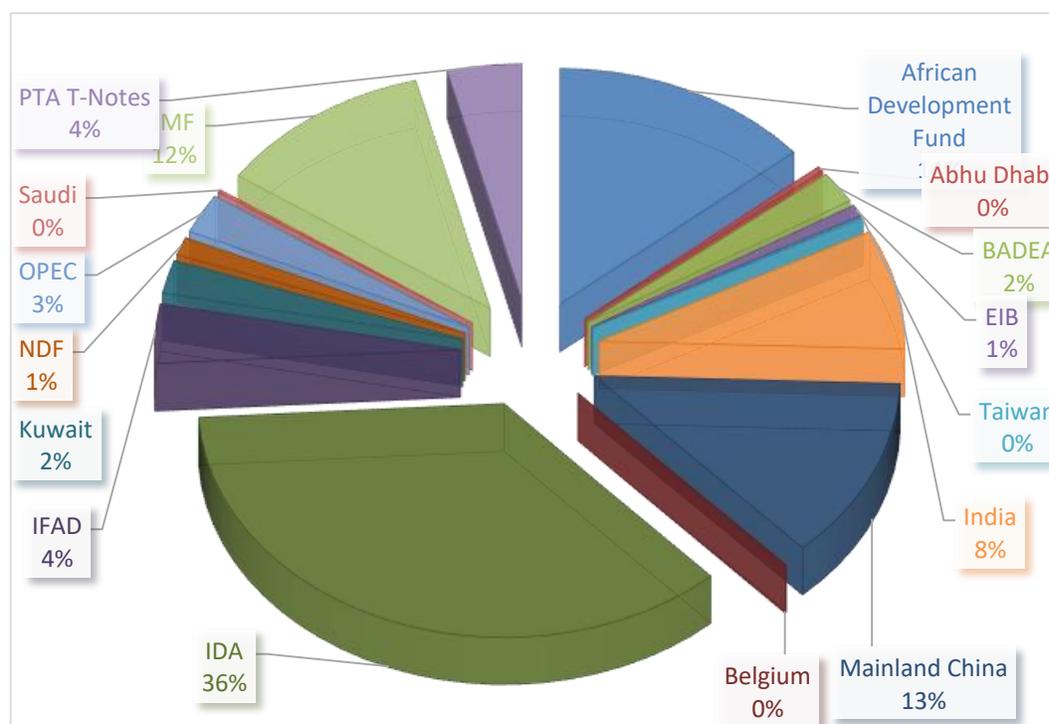
**Table 6: External Debt Stock by Creditor type as at End June 2016 (US\$)**

Creditor	Amount	Proportion
Multilateral	1,270,809,147.59	71.0%
Bilateral	448,499,523.59	25.1%
Commercial	70,291,288.57	3.9%
	1,866,505,881.25	100.0%

Source: Ministry of Finance, Economic Planning and Development

The bulk of external debt is held by IDA accounting for 35.9 percent, followed by ADF, Mainland China and IMF accounting for 13.9 percent, 12.6 percent, and 11.5 percent, respectively.

**Figure 8: External Public Debt By Creditor as at End December 2016**



Source: Ministry of Finance, Economic Planning and Development

### Domestic Public Debt

Government domestic debt is contracted for various reasons. First, it is used to finance the budget deficit when the government is not able to meet its expenditure commitments using domestically raised revenue and externally sourced grants and borrowing. Second, domestic debt is contracted during implementation of monetary policy through open market operations. Third, debt instruments are important in financial markets development.

**Table 7: Composition of Domestic Debt by Instrument (K'million)**

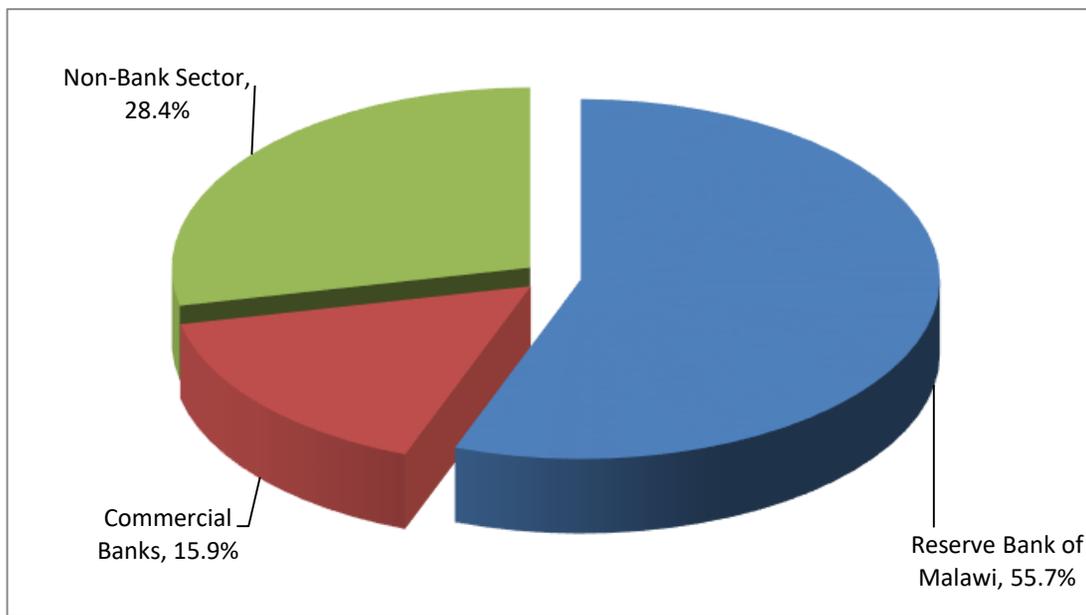
Type of Instrument	Amount
<b>Total Domestic Debt (Net of Deposits)</b>	<b>798,672.00</b>
<b>A. Government Securities</b>	<b>763,663.07</b>
1. Treasury Bills (TBs)	228,315.99
Central Bank	21,706.41
Commercial Banks	109,584.47
Non-Bank Sector	97,025.12

Type of Instrument	Amount
2. Holdings of Local Registered Stocks (LRS)	998
Central Bank	0
Commercial Banks	264.4
Non-Bank Sector	733.6
3. Promissory Notes	26,154.06
Central Bank	20,838.63
Commercial Banks	5,315.43
Non-Bank Sector	0
4. Treasury Notes	508,195.02
Central Bank	371,640.26
Commercial Banks	12,971.91
Non-Bank Sector	123,582.85
6. Zero Coupon Promissory note from 2014 Arrears	115,102.30
<b>B. Advances</b>	<b>35,008.93</b>
Central Bank	34,857.92
Commercial Banks	151.0134583

Source: Ministry of Finance, Economic Planning and Development

As at end-December 2016, Domestic Public Debt security issuances and advances totalled K798.7 billion: K577.3 billion (72.3 percent) held by the banking system; K228.9 billion (28.7 percent) held by the non-bank sector. Analysis of total issuances reveals that K449.0 billion were issued in instruments held by the Reserve Bank of Malawi alone accounting for 77.8 percent of all debt in the banking system and 55.7 percent of the total domestic debt. This has the implication of a highly monetized domestic debt that has both direct and indirect impact on interest rates and inflation.

**Figure 9: Domestic Debt by Creditor Type**



Source: Ministry of Finance, Economic Planning and Development

### **Domestic Contingent Liabilities**

Contingent liabilities are obligations arising from government guarantees for non-sovereign borrowings including liabilities of local governments and public and private sector enterprises, government insurance schemes, payments arrears arising from goods and services rendered to government but not yet paid for and bank failures and other financial sector bail-outs. They are a potential risk to the government and should therefore be included in the domestic debt stock. In case of Malawi the key contingent liabilities arise from Government issuing guarantees and consent letters especially to state owned enterprises that provide social and essential services to the society and in times of emergency.

### **Sustainability of Malawi's Debt**

According to the recent DSA conducted in October 2016, Malawi's debt is sustainable over the projected period of 20 years. As revealed in Table 5 below, all the debt indicators: Present Value (PV) of Debt-to-GDP, PV of Debt-to-exports, PV of Debt-to-revenue, debt service-to-exports and debt service-to-revenue are below the internationally acceptable thresholds of 30%, 100%, 15% and 18%, respectively. Malawi's Country Policy and Institutional Assessment (CPIA) ratings places it under a weak policy performer, this determines how much resources the country can access from the IMF and World Bank, the type of borrowing (whether concessional or non-concessional or a mix of both), and type of risk placed on the country. As a weak performer, Malawi is restricted to

borrow only concessional loans but receive more grant assistance. Any exception to borrow non-concessional will require clearance from the IMF.

However, Malawi's Public debt is characterized by heightened vulnerabilities related to domestic debt and shocks related to exports. Dismal performance of exports on account of weather and commodity price volatility and uncertainty will result in worsening of the debt indicators. Hence, Malawi is classified as moderate risk of debt distress as debt burden indicators are below the thresholds in the baseline scenario but thresholds are breached in stress tests and alternative scenarios.

**Table 8: Debt Burden Indicators**

Indicator	Indicator Type	Threshold	2016	2017	2018	2019	Average 2020-25	Average 2026-30	Average 2031-36
PV of Debt/ GDP (%)	Solvency Indicators	30	20.7	18.5	17.8	17	18	25	28.7
PV of Debt/Export (%)		100	77.4	67.5	65.7	63	61.7	76.2	72.7
PV of Debt/Revenue (%)		200	114.4	104.8	101.1	89.7	89	117.4	132.6
Debt Service/Export (%)	Liquidity Indicators	15	10.7	11.7	6	5.5	3.1	3.4	3.5
Debt Service/Revenue (%)		18	15.8	18.1	9.2	7.8	5.6	5.3	6.5

Source: Ministry of Finance, Economic Planning and Development

### Risks Analysis

Malawi's public debt is exposed to refinancing, interest and exchange risk.

Refinancing risk is measured by average time to maturity of the debt portfolio. The longer the average time to maturity, the lower the exposure. The external debt portfolio has average time to maturity of about 15 years whilst as the domestic debt 1.2 years. Materialization of refinancing (or

rollover) risk, that is, the risk that debt will have to be rolled over at unusually high cost, or, in extreme cases, if it cannot be rolled over at all, could lead to exceptionally large increases in government funding costs, or to inability to refinance loans coming due

Malawi's public debt portfolio is also exposed to interest rate risk. This is risk associated with changes in interest rates on the maturing debt. Since Malawi's domestic debt is characterized by short dated instruments, the portfolio is mostly exposed to interest rate changes as the instruments are being rolled over.

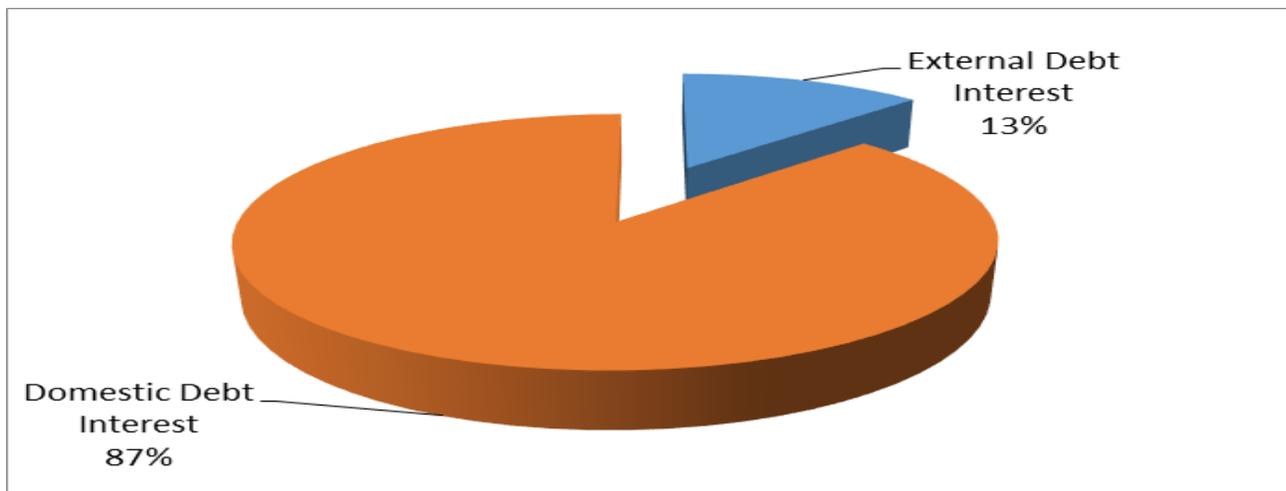
In terms of exchange rate risk, the Malawi's debt portfolio is exposed to foreign currency fluctuations vis-à-vis the Malawi Kwacha. Any significant depreciation of the Malawi Kwacha against foreign currencies is expected to raise debt service payment in local currency terms, leading to higher payment obligations in the budget than projected.

### **Cost Analysis**

Currently, domestic debt interest accounts for over 85 percent of the total interest payments. In the medium term, domestic debt interest payments is expected to have a downward trend due to the lengthening the maturity profile of the domestic debt instruments. The domestic debt portfolio is characterized by short dated instruments which have higher interest as compared to the longer dated instruments.

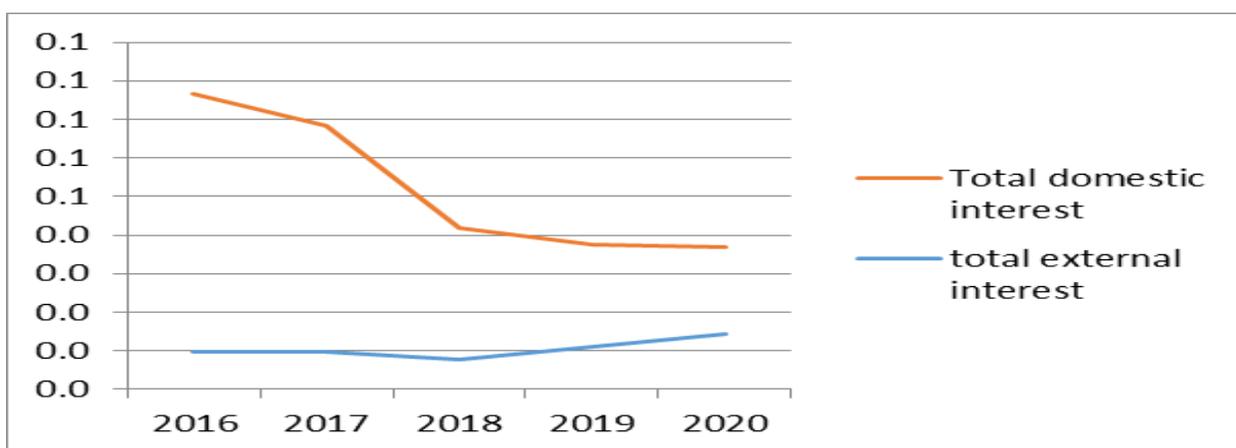
External debt interest payments are expected to rise on account of new disbursements from the newly contracted loans.

**Figure 10: Share of Domestic Debt Interest Payment vis-a-vis External Debt Interest Payment as of December 2016**



Source: Ministry of Finance, Economic Planning and Development

**Figure 11: Trend of Domestic and External Debt Interest Payment Projection**



Source: Ministry of Finance, Economic Planning and Development

### Conclusion

Extensive borrowing, especially domestically can have severe implications on the economy. Domestic interest payments consume a significant part of government revenue as is the case for Malawi where the associated interest rates are higher compared to those on external debt.

Malawi has a shallow financial market, and the interest cost on domestic debt is on the increase as debt stock increases since a large proportion of the debt is held in short term instruments which are fairly high. The rise in the domestic interest rates is more pronounced if the investor base for

domestic debt is relatively narrow as the Government may be held hostage by a particular group of investors. In Malawi the major participants are a few commercial banks who behave the same way. A wider investor base reduces the monopolistic tendencies of certain investor groups such as commercial banks and brings down borrowing costs. It also minimizes potential rollover risks associated with short term borrowing. Broadening of the investor base can be achieved through promoting investment by retail investors and introducing relevant reforms in the financial sector mainly comprising of insurance companies and pension funds to encourage their investment in government long-dated securities.

Excessive domestic borrowing crowds out private sector investment, as the government competes with the private sector for private savings. In particular case of Malawi the national savings are quite low. There is, therefore, increased demand for limited financial resources from commercial banks and other non-bank investors thereby, driving interest rates up. This increases the cost of borrowing and hence reduced credit to private sector which eventually undermines private investment.

The overall portfolio, in Malawi, is dominated by short term debt, and the Government is vulnerable to a sudden increase in interest rates due to frequent rollovers which leads to increased domestic interest payments. Eventually, with huge rollover amounts, the Government risks defaulting on servicing the debt should funds be inadequate. Frequent rollovers of domestic debt also results in higher administrative costs.

The maturity structure of domestic debt is important for investors to diversify their asset portfolios to match their long term liabilities with long term assets. However, the practice in Malawi seem not to work well as investors have high preference for shorter tenor securities. Government and the Reserve Bank of Malawi should deliberately come up with a strategy to encourage investors take up long term debt instruments which are crucial for establishing a yield curve that is useful in pricing other financial instruments in the market. With the high inflation in Malawi and considerable default risks (evident in arrears accumulation), the market confidence in longer dated paper has been eroded. In the same vein, it may not be prudent to issue longer dated paper when we have implied higher interest rates at the moment.

**ANNEX 1: 2016-17 APPROVED, REVISED BUDGET AND 2017-18 MEDIUM TERM EXPENDITURE FRAMEWORK (K' Millions)**

<b>Category</b>	<b>2016-17 Approved Budget</b>	<b>2016-17 Revised Budget</b>	<b>2017-18 Estimates</b>	<b>2018-19 Projection</b>	<b>2019-20 Projection</b>
<b>Revenue and Grants</b>	<b>978,017</b>	<b>999,160</b>	<b>1,107,893</b>	<b>1,249,817</b>	<b>1,419,968</b>
<b>Revenue</b>	<b>783,291</b>	<b>840,463</b>	<b>980,157</b>	<b>1,122,082</b>	<b>1,292,233</b>
Tax revenue	708,837	754,909	900,714	1,034,694	1,196,107
Non-tax revenue	74,454	85,554	79,444	87,388	96,127
Departmental receipts	20,054	22,930	25,233	27,756	30,532
Receipts from PIL for NRA	22,660	22,622	26,229	28,852	31,737
Parastatal dividends	26,240	27,863	20,649	22,714	24,985
Storage Levy	1,375	1,595	1,851	2,036	2,240
Road Tax	4,125	4,733	5,482	6,031	6,634
<b>Grants</b>	<b>194,726</b>	<b>158,697</b>	<b>127,736</b>	<b>127,736</b>	<b>127,736</b>
<b>Program</b>	<b>13,583</b>	<b>11,500</b>	<b>35,902</b>	<b>-</b>	<b>-</b>
<b>Dedicated grants</b>	<b>53,822</b>	<b>54,639</b>	<b>32,539</b>	<b>32,539</b>	<b>32,539</b>
PFEM Pool Trust Fund (WB)	8,995	5,495	7,007	-	-
Agriculture SWAp (Pool )	19,927	18,502	5,806	-	-
NAC grants	3,769	3,215	6,169	-	-
Health SWAP Pool	6,349	7,045	6,569	-	-
Education SWAp Pool	3,769	3,769	6,987	-	293
Project Grants	127,321	92,558	59,295	59,295	59,295
<b>Total expenditure and Net Lending</b>	<b>1,149,211</b>	<b>1,129,433</b>	<b>1,301,227</b>	<b>1,341,750</b>	<b>1,511,849</b>
<b>Recurrent expenditure</b>	<b>823,279</b>	<b>868,929</b>	<b>948,876</b>	<b>982,230</b>	<b>1,018,584</b>
Wages and salaries	272,269	270,769	303,576	334,342	364,568
Interest on debt	143,519	168,537	185,835	187,323	188,959
Foreign	11,408	12,317	14,880	16,368	18,005
Domestic	132,111	156,220	170,955	170,955	170,955

Category	2016-17 Approved Budget	2016-17 Revised Budget	2017-18 Estimates	2018-19 Projection	2019-20 Projection
Goods, services and transfers	239,866	252,744	258,207	245,938	238,505
Generic goods and services	93,441	97,041	133,044	107,774	104,847
Storage Levy	1,375	1,595	1,851	2,036	2,240
Roads Maintenance	19,160	22,622	6,229	21,737	21,737
Of which City roads Maintenance	6,500	8,000	-	-	-
Other Statutory Expenditures	5,417	5,017	3,000	5,500	5,500
Agriculture Sector	3,961	3,861	4,984	5,153	5,373
Health Sector	35,025	36,025	35,635	39,484	40,042
Education Sector	22,686	24,586	25,255	22,414	23,520
of which grants	3,769	3,769	3,894		
Elections	1,500	1,500	8,000	7,140	7,497
PFEM	8,995	5,495	7,007	-	-
NAC	12,807	12,807	7,669	1,700	1,750
of which NAC grants	11,307	11,307	6,169		
Winter Cropping (Irrigation)	6,000	4,000	-	4,000	4,000
Maize Purchases	29,500	35,100	22,000	22,000	22,000
Housing and Population Census			3,534		
<b>Subsidies and Transfers</b>	<b>162,625</b>	<b>173,880</b>	<b>197,259</b>	<b>204,627</b>	<b>216,552</b>
Pensions and Gratuities	50,155	52,247	70,601	74,504	78,640
of which pension scheme	-	-	7,615	8,377	9,214
Transfer to Revenue Authorities	20,631	22,647	27,021	31,041	35,883
FISP	33,150	33,150	33,150	33,150	33,150
Fertilizer Purchases	27,000	27,000	27,000		
Seed Subsidy	5,150	5,150	5,150	5,150	5,150
Of Which: Donor Support	3,750	3,750	3,750	3,750	3,750
Logistics	1,000	1,000	1,000		

<b>Category</b>	<b>2016-17 Approved Budget</b>	<b>2016-17 Revised Budget</b>	<b>2017-18 Estimates</b>	<b>2018-19 Projection</b>	<b>2019-20 Projection</b>
Transfer to public entities	48,340	49,677	56,126	58,932	61,879
Iron Sheet Subsidy	7,000	7,000	7,000	7,000	7,000
WB reconstruction (PIU &DODMA)	3,349	3,349	3,360	-	-
Legume Purchases		5,810	-	-	-
Arrears (Small scale)	5,000	3,000	4,000	10,000	10,000
<b>Development expenditure</b>	<b>322,472</b>	<b>260,544</b>	<b>348,351</b>	<b>354,520</b>	<b>488,265</b>
Domestically financed projects (Part II)	38,581	42,715	132,212	166,902	290,443
Of Which Development LCs	-	3,300	13,300	-	-
Foreign financed projects (Part I)	283,891	217,829	216,139	187,618	197,821
Of which Agriculture SWAP	19,927	6,228	5,800	4,840	4,840
Of which WB reconstruction	16,193	-	-	-	-
Of which HSJF	3,551	695			
Net Lending	3,460	3,460	4,000	5,000	5,000
<b>Overall balance</b>	<b>(171,194)</b>	<b>(130,273)</b>	<b>(193,334)</b>	<b>(91,933)</b>	<b>(91,881)</b>
<b>Total financing</b>	<b>171,195</b>	<b>130,273</b>	<b>193,334</b>	<b>91,933</b>	<b>91,881</b>
Foreign (net)	111,194	76,602	165,761	90,132	90,132
Borrowing	136,715	105,123	194,282	111,127	111,127
Program Loans	23,731	31,937	71,290	11,290	11,290
NAC	7,538	8,092	-	-	-
World Bank	16,193	16,193	60,000	-	-
Malawi Floods (Disaster) - WB	-		6,450	6,450	6,450
Agriculture	-	7,653	4,840	4,840	4,840
Project Loans	112,985	73,186	122,992	99,837	99,837
Amortization	(25,521)	(28,521)	(28,521)	(20,995)	(20,995)
<b>Domestic Borrowing (Net)</b>	<b>60,000</b>	<b>42,346</b>	<b>27,573</b>	<b>1,801</b>	<b>1,749</b>

<b>Category</b>	<b>2016-17 Approved Budget</b>	<b>2016-17 Revised Budget</b>	<b>2017-18 Estimates</b>	<b>2018-19 Projection</b>	<b>2019-20 Projection</b>
Domestic Borrowing	92,110	85,782	78,606	1,801	(27,980)
Amortization (Promissory Notes)	(32,111)	(32,111)	(51,033)		29,729
Proceeds from PPP Commission		11,325			

**Source: Ministry of Finance, Economic Planning and Development**

**ANNEX 2: SUMMARY OF 2016-17 APPROVED, REVISED BUDGET AND 2017-18  
MEDIUM TERM EXPENDITURE FRAMEWORK**

Head / Vote	Description	2016-17 Approved Budget	2016-17 Revised Budget	2017-18 Estimates	2018-19 Projection	2019-20 Projection
010	The Presidency	54,000,000	54,000,000	54,000,000	55,620,000	57,288,600
020	Miscellaneous Other Statutory Payments	14,666,630,211	17,476,630,211	11,000,000,000	20,500,000,000	20,500,000,000
030	Pensions and Gratuities	50,155,400,000	52,246,670,382	70,601,286,002	74,503,777,602	78,639,647,863
040	Public Debt Charges	143,519,000,000	168,536,580,000	185,834,682,137	187,322,682,137	188,959,482,137
050	State Residences	5,316,358,637	5,919,431,744	6,650,195,344	6,709,801,204	7,020,660,240
060	National Audit Office	1,520,174,950	2,077,326,508	2,470,542,791	2,183,259,074	2,280,256,847
070	The Judiciary	7,134,973,998	8,459,641,944	9,108,717,543	9,181,726,070	9,871,112,852
080	National Assembly	10,410,180,993	10,894,180,993	12,483,535,846	12,973,041,921	13,487,283,179
081	Asset Declaration	472,976,540	492,976,540	736,342,000	697,332,260	729,802,228
090	Office of the President and Cabinet	4,543,755,488	4,265,731,516	4,422,836,641	4,441,626,740	4,617,510,792
093	Department of Human Resources Management and Development	29,504,290,128	2,611,518,679	28,358,059,541	51,325,310,015	75,255,231,079
097	Civil Service Commission	287,932,449	363,225,418	443,698,656	460,509,615	477,999,904
098	Greenbelt Authority	300,000,000	412,334,817	17,822,500,000	1,072,375,000	1,193,161,250
099	Directorate of Public Procurement	344,160,211	396,206,937	857,156,696	894,871,397	934,317,539
100	Ministry of National Defence	854,306,003	924,947,535	5,640,905,291	504,182,449	568,010,423
101	Malawi Defence Force	20,951,646,855	26,677,262,406	31,478,274,851	30,993,443,096	26,301,427,389
120	Ministry of Local Government and Rural Development	4,297,830,046	5,325,205,142	11,289,110,936	3,364,548,264	3,413,466,912
121	National Local Government Finance Committee	13,291,846,807	12,372,346,807	12,445,363,039	13,291,273,930	14,369,934,648
130	Ministry of Lands, Housing and Urban Development	16,740,398,888	16,826,172,653	17,446,623,026	17,960,585,704	18,216,215,306
170	Ministry of Civic Education, Culture and Community Development	-	876,233,007	4,302,512,310	3,663,535,170	3,849,330,211

Head / Vote	Description	2016-17 Approved Budget	2016-17 Revised Budget	2017-18 Estimates	2018-19 Projection	2019-20 Projection
180	Ministry of Sports and Culture	2,097,370,358	844,731,122			
190	Ministry of Agriculture, Irrigation and Water Development	155,817,466,905	180,865,880,320	108,794,497,191	71,470,997,825	69,097,004,303
240	Office of the Vice President	4,846,533,838	5,098,258,668	8,296,818,884	1,765,663,450	1,837,545,354
250	Ministry of Education, Science and Technology	137,298,067,385	150,707,532,579	74,774,367,657	37,276,456,455	36,620,568,318
260	Ministry of Foreign Affairs and International Cooperation	23,660,977,669	24,060,977,669	25,475,766,218	23,050,489,077	24,056,576,608
270	Ministry of Finance, Economic Planning and Development	7,313,248,716	6,926,103,889	7,522,448,616	3,697,659,074	3,847,988,596
271	Accountant General's Department	11,966,878,131	12,737,878,131	17,695,266,085	10,357,207,693	10,849,264,830
272	Local Development Fund	34,665,181,885	31,465,181,885	37,440,000,000		
273	Malawi Revenue Authority	21,265,118,400	22,647,275,761	27,021,424,917	31,078,951,155	35,740,793,828
274	Road Fund Administration	63,332,102,418	50,438,102,418	85,029,815,039	28,018,824,244	55,015,992,161
275	Subvented Organisations	61,436,124,611	61,913,376,986	77,053,130,410	72,122,718,696	73,809,598,777
276	National Statistical Office	1,382,222,775	1,528,299,560	4,199,871,935	6,211,148,093	839,596,536
277	National Planning Commission	-	-	1,370,000,000	384,500,000	399,605,000
278	Unforeseen Expenditures	1,800,000,000	1,800,000,000	1,800,000,000	1,800,000,000	2,300,000,000
279	Financial Intelligence Authority	375,861,778	496,338,110	685,278,556	713,836,913	743,652,021
310	Ministry of Health	86,387,770,489	101,700,845,252	74,099,045,972	44,800,678,695	46,684,451,627
320	Ministry of Gender, Children, Disability and Social Welfare	3,161,290,071	3,635,510,690	3,353,265,055	3,939,178,006	3,919,934,096
330	Ministry of Information and Communications Technology	1,955,561,819	1,831,266,521	9,635,379,575	1,987,106,542	1,854,366,380
340	Ministry of Home Affairs and Internal Security	6,785,632,994	7,334,828,947	11,837,166,183	2,477,375,168	2,354,850,503
341	Malawi Police	22,963,318,076	28,119,928,516	29,203,403,216	29,242,669,313	30,322,771,592

Head / Vote	Description	2016-17 Approved Budget	2016-17 Revised Budget	2017-18 Estimates	2018-19 Projection	2019-20 Projection
	Service					
342	Malawi Prison Service	5,878,843,098	6,497,971,619	8,054,787,783	7,923,556,416	8,153,919,359
343	Immigration Department	1,176,227,826	1,861,891,742	2,459,636,381	2,262,425,473	2,238,128,237
350	Ministry of Justice and Constitutional Affairs	693,885,027	743,885,027	1,113,871,972	899,974,943	937,670,344
351	Directorate of Public Prosecution and State Advocate	642,145,481	648,260,961	1,050,491,425	1,098,006,168	1,147,746,353
352	Registrar General's Department	409,413,533	521,266,872	551,550,408	576,596,921	602,819,828
353	Administrator General's Department	347,137,584	354,201,418	516,097,685	481,995,615	398,616,234
370	Ministry of Labour, Youth, Sports and Man Power Development	8,131,388,336	7,318,432,113	11,579,856,836	3,537,832,357	3,681,765,385
390	Ministry of Industry, Trade and Tourism	7,628,883,604	5,339,883,604	4,052,398,382	4,602,850,333	3,813,809,843
400	Ministry of Transport and Public Works	21,884,204,359	12,365,735,944	9,148,548,799	7,124,798,698	6,525,870,766
420	National Roads Authority	1,634,500,000	1,634,500,000	3,000,000,000	3,000,000,000	3,000,000,000
430	Human Rights Commission	438,852,106	432,852,106	556,066,452	976,458,445	1,297,647,698
460	Electoral Commission	2,835,269,753	2,835,269,753	9,402,964,079	8,592,353,001	9,000,588,592
470	Ministry of Natural Resources, Energy and Mining	19,834,675,316	13,456,368,050	30,522,854,406	7,517,205,038	7,481,793,190
510	Anti-Corruption Bureau	2,063,190,651	2,063,190,651	3,065,981,031	3,197,960,462	3,335,899,276
520	Legal Aid Bureau	413,136,915	413,136,915	714,387,232	745,818,849	778,693,415
550	Office of the Ombudsman	382,510,793	474,946,006	615,866,540	639,792,536	664,708,813
560	Law Commission	464,401,593	453,111,245	515,247,423	536,704,846	559,105,991
	Total Councils	39,156,958,547	48,656,958,548	175,573,249,924	177,465,919,551	182,838,803,873
	Grand Total	<b>1,086,892,215,044</b>	<b>1,137,432,802,837</b>	<b>1,301,227,144,915</b>	<b>1,043,675,211,704</b>	<b>1,107,494,287,124</b>

Source: Ministry of Finance, Economic Planning and Development

**ANNEX 3: SUMMARY OF 2016-17 APPROVED, REVISED BUDGET AND 2017-18  
MEDIUM TERM EXPENDITURE FRAMEWORK: PERSONAL EMOLUMENT**

Head/ Vote	Description	2016-17 Approved Budget	2016-17 Revised Budget	2017-18 Estimates	2018-19 Projection	2019-20 Projection
010	The Presidency	54,000,000	54,000,000	54,000,000	55,620,000	57,288,600
050	State Residences	1,436,358,637	2,039,431,744	2,045,195,344	2,106,551,204	2,169,747,740
060	National Audit Office	520,174,950	577,326,508	590,542,791	608,259,074	626,506,847
070	The Judiciary	2,934,973,998	4,124,641,944	4,378,617,543	4,509,976,070	4,645,275,352
080	National Assembly	3,310,180,993	3,610,180,993	3,733,535,846	3,845,541,921	3,960,908,179
081	Asset Declaration	92,976,540	112,976,540	116,342,000	119,832,260	123,427,228
090	Office of the President and Cabinet	1,898,755,488	2,102,731,516	2,242,586,641	2,309,864,240	2,379,160,167
093	Department of Human Resources Management and Development	28,053,840,128	2,225,068,679	27,770,087,041	50,272,592,015	74,087,030,304
097	Civil Service Commission	187,932,449	263,225,418	268,698,656	276,759,615	285,062,404
098	Greenbelt Authority	-	112,334,817	137,500,000	141,625,000	145,873,750
099	Directorate of Public Procurement	190,160,211	252,206,937	257,156,696	264,871,397	272,817,539
100	Ministry of National Defence	114,306,003	184,947,535	188,405,291	194,057,449	199,879,173
101	Malawi Defence Force	14,115,646,855	16,441,491,306	16,487,274,851	16,981,893,096	17,491,349,889
120	Ministry of Local Government and Rural Development	1,588,549,046	2,142,428,865	2,150,910,935	2,215,438,263	2,281,901,411
121	National Local Government Finance Committee	1,641,846,807	1,741,846,807	1,742,863,039	1,795,148,930	1,849,003,398
130	Ministry of Lands, Housing and Urban Development	1,185,398,888	1,796,172,653	1,799,623,026	1,853,611,716	1,909,220,068
170	Ministry of Civic Education, Culture and Community Development	-	473,465,616	916,937,750	944,445,883	972,779,259
180	Ministry of Sports and Culture	598,403,778	272,857,253			
190	Ministry of Agriculture, Irrigation and Water Development	11,072,988,947	12,106,140,632	5,753,229,473	5,925,826,357	6,103,601,148
240	Office of the Vice President	414,930,733	666,655,563	674,818,884	695,063,450	715,915,354
250	Ministry of Education, Science and Technology	108,379,296,143	109,503,496,143	19,900,667,657	22,547,456,455	21,112,618,318
260	Ministry of Foreign Affairs and International	9,050,901,581	9,450,901,581	10,746,482,33	11,068,876,80	11,400,943,10

Head/ Vote	Description	2016-17 Approved Budget	2016-17 Revised Budget	2017-18 Estimates	2018-19 Projection	2019-20 Projection
	Cooperation			1	1	5
270	Ministry of Finance, Economic Planning and Development	865,057,731	1,117,912,904	1,119,098,616	1,152,671,574	1,187,251,721
271	Accountant General's Department	1,125,628,131	1,245,628,131	1,252,584,819	1,290,162,363	1,328,867,234
276	National Statistical Office	302,222,775	476,299,560	485,871,935	500,448,093	515,461,536
277	National Planning Commission	-	-	200,000,000	206,000,000	212,180,000
278	Unforeseen Expenditures					
279	Financial Intelligence Unit	167,761,778	282,601,454	285,278,556	293,836,913	302,652,021
310	Ministry of Health	49,081,628,731	54,437,203,494	23,216,553,519	23,913,050,124	24,630,441,628
320	Ministry of Gender, Children, Disability and Social Welfare	1,406,290,071	1,963,143,374	1,587,515,055	1,635,140,506	1,684,194,722
330	Ministry of Information and Communications Technology	798,162,819	808,673,570	762,610,625	785,488,944	809,053,613
340	Ministry of Home Affairs and Internal Security	345,709,082	468,507,318	453,166,183	466,761,168	480,764,003
341	Malawi Police Service	13,379,318,076	18,535,928,516	18,545,203,216	19,101,559,313	19,674,606,092
342	Malawi Prison Service	2,253,843,098	3,072,971,619	3,073,537,783	3,165,743,916	3,260,716,234
343	Immigration Department	721,227,826	1,206,891,742	1,209,636,381	1,245,925,473	1,283,303,237
350	Ministry of Justice and Constitutional Affairs	304,036,847	354,036,847	354,531,384	365,167,325	376,122,345
351	Directorate of Public Prosecution and State Advocate	242,145,481	248,260,961	250,491,425	258,006,168	265,746,353
352	Registrar General's Department	114,413,533	126,266,872	126,550,408	130,346,921	134,257,328
353	Administrator General's Department	112,137,584	119,201,418	120,347,685	123,958,115	127,676,859
370	Ministry of Labour, Youth, Sports and Man Power Development	1,143,534,425	1,611,376,622	1,614,616,024	1,663,054,505	1,712,946,140
390	Ministry of Industry, Trade and Tourism	782,473,885	857,473,885	858,398,381	884,150,333	910,674,843
400	Ministry of Transport and Public Works	2,117,850,300	2,480,819,412	2,483,877,036	2,558,393,347	2,635,145,148

Head/ Vote	Description	2016-17 Approved Budget	2016-17 Revised Budget	2017-18 Estimates	2018-19 Projection	2019-20 Projection
420	National Roads Authority	700,000,000	700,000,000	700,000,000	700,000,000	700,000,000
430	Human Rights Commission	328,852,106	328,852,106	370,566,452	381,683,445	393,133,948
460	Electoral Commission	1,035,269,753	1,035,269,753	1,037,964,079	1,069,103,001	1,101,176,092
470	Ministry of Natural Resources, Energy and Mining	5,186,087,904	6,007,780,638	6,008,354,406	6,188,605,038	6,374,263,190
510	Anti-Corruption Bureau	1,063,190,651	1,063,190,651	1,065,981,031	1,097,960,462	1,130,899,276
520	Legal Aid Bureau	213,136,915	213,136,915	214,387,232	220,818,849	227,443,415
550	Office of the Ombudsman	232,510,793	339,946,006	343,366,540	353,667,536	364,277,563
560	Law Commission	204,401,593	212,611,245	215,247,423	221,704,846	228,355,991
	Total Councils	1,900,000,000	1,900,000,000	134,364,643,449	138,335,582,753	142,425,650,235
	<b>Grand Total</b>	<b>272,968,514,063</b>	<b>271,468,514,063</b>	<b>304,275,855,438</b>	<b>337,042,302,233</b>	<b>367,267,569,997</b>

**Source: Ministry of Finance, Economic Planning and Development**

**ANNEX 4: SUMMARY OF 2016-17 APPROVED, REVISED BUDGET AND 2017-18  
MEDIUM TERM EXPENDITURE FRAMEWORK: ORT**

<b>Head/ Vote</b>	<b>Description</b>	<b>2016-17 Approved Budget</b>	<b>2016-17 Revised Budget</b>	<b>2017-18 Estimates</b>	<b>2018-19 Projection</b>	<b>2019-20 Projection</b>
020	Miscellaneous Other Statutory Payments	14,666,630,211	17,476,630,211	11,000,000,000	20,500,000,000	20,500,000,000
030	Pensions and Gratuities	50,155,400,000	52,246,670,382	70,601,286,002	74,503,777,602	78,639,647,863
040	Public Debt Charges	143,519,000,000	168,536,580,000	185,834,682,137	187,322,682,137	188,959,482,137
050	State Residences	3,740,000,000	3,740,000,000	4,205,000,000	3,953,250,000	4,150,912,500
060	National Audit Office	1,000,000,000	1,500,000,000	1,500,000,000	1,575,000,000	1,653,750,000
070	The Judiciary	2,600,000,000	2,735,000,000	3,930,100,000	3,671,750,000	3,825,837,500
080	National Assembly	7,100,000,000	7,284,000,000	8,550,000,000	8,977,500,000	9,426,375,000
081	Asset Declaration	380,000,000	380,000,000	620,000,000	577,500,000	606,375,000
090	Office of the President and Cabinet	1,505,000,000	1,563,000,000	2,030,250,000	2,131,762,500	2,238,350,625
093	Department of Human Resources Management and Development	1,350,450,000	336,450,000	437,972,500	452,718,000	468,200,775
097	Civil Service Commission	100,000,000	100,000,000	175,000,000	183,750,000	192,937,500
098	Greenbelt Authority	300,000,000	300,000,000	315,000,000	330,750,000	347,287,500
099	Directorate of Public Procurement	154,000,000	144,000,000	600,000,000	630,000,000	661,500,000
100	Ministry of National Defence	490,000,000	290,000,000	352,500,000	160,125,000	168,131,250
101	Malawi Defence Force	6,836,000,000	10,235,771,100	14,991,000,000	14,011,550,000	8,810,077,500
120	Ministry of Local	218,000,000	198,000,000	618,200,001	649,110,001	681,565,501

Head/ Vote	Description	2016-17 Approved Budget	2016-17 Revised Budget	2017-18 Estimates	2018-19 Projection	2019-20 Projection
	Government and Rural Development					
121	National Local Government Finance Committee	11,650,000,000	10,630,500,000	10,702,500,000	11,496,125,000	12,520,931,250
130	Ministry of Lands, Housing and Urban Development	15,230,000,000	13,797,000,000	13,397,000,000	13,614,825,000	14,245,016,250
170	Ministry of Civic Education, Culture and Community Development	-	249,329,864	1,055,574,559	1,108,353,287	1,163,770,952
180	Ministry of Sports and Culture	607,960,000	421,873,869			
190	Ministry of Agriculture, Irrigation and Water Development	71,151,887,718	74,861,930,483	58,441,267,718	62,525,171,468	62,656,903,156
240	Office of the Vice President	4,846,533,838	4,431,603,105	4,532,000,000	1,020,600,000	1,071,630,000
250	Ministry of Education, Science and Technology	15,509,000,000	15,509,000,000	16,173,700,000	12,879,000,000	13,507,950,000
260	Ministry of Foreign Affairs and International Cooperation	10,910,076,088	10,910,076,088	10,629,283,887	11,594,212,276	12,655,633,503
270	Ministry of Finance, Economic Planning and Development	2,407,000,000	2,767,000,000	3,978,350,000	2,464,987,500	2,580,736,875
271	Accountant General's Department	10,491,250,000	11,142,250,000	16,142,681,266	9,067,045,329	9,520,397,596

Head/ Vote	Description	2016-17 Approved Budget	2016-17 Revised Budget	2017-18 Estimates	2018-19 Projection	2019-20 Projection
273	Malawi Revenue Authority	21,265,118,400	22,647,275,761	27,021,424,917	31,078,951,155	35,740,793,828
274	Road Fund Administration	12,400,610,000	14,582,610,000	15,079,815,039	17,860,824,244	17,957,996,080
275	Subvented Organisations	47,340,000,000	49,677,252,375	56,126,130,410	58,932,436,930	61,879,058,777
276	National Statistical Office	1,080,000,000	1,052,000,000	3,534,000,000	5,710,700,000	324,135,000
277	National Planning Commission	-	-	170,000,000	178,500,000	187,425,000
278	Unforeseen Expenditures	1,800,000,000	1,800,000,000	1,800,000,000	1,800,000,000	2,300,000,000
279	Financial Intelligence Authority	208,100,000	213,736,656	400,000,000	420,000,000	441,000,000
310	Ministry of Health	29,793,919,854	30,793,919,854	25,123,492,453	20,027,628,571	20,994,009,999
320	Ministry of Gender, Children, Disability and Social Welfare	1,495,000,000	1,422,367,316	1,765,750,000	1,744,037,500	1,835,239,375
330	Ministry of Information and Communications Technology	707,399,000	672,592,951	722,768,950	758,907,398	796,852,767
340	Ministry of Home Affairs and Internal Security	6,139,923,913	6,666,321,630	10,584,000,000	1,269,450,000	1,332,922,500
341	Malawi Police Service	9,584,000,000	9,584,000,000	9,658,200,000	10,141,110,000	10,648,165,500
342	Malawi Prison Service	2,825,000,000	2,825,000,000	3,731,250,000	3,707,812,500	3,893,203,125
343	Immigration Department	455,000,000	655,000,000	1,000,000,000	916,500,000	954,825,000
350	Ministry of Justice and Constitutional	389,848,179	389,848,179	759,340,588	534,807,618	561,547,999

Head/ Vote	Description	2016-17 Approved Budget	2016-17 Revised Budget	2017-18 Estimates	2018-19 Projection	2019-20 Projection
	Affairs					
351	Directorate of Public Prosecution and State Advocate	400,000,000	400,000,000	800,000,000	840,000,000	882,000,000
352	Registrar General's Department	295,000,000	395,000,000	425,000,000	446,250,000	468,562,500
353	Administrator General's Department	235,000,000	235,000,000	245,750,000	258,037,500	270,939,375
370	Ministry of Labour, Youth, Sports and Man Power Development	1,347,853,910	1,397,048,910	1,785,240,812	1,874,777,853	1,968,819,245
390	Ministry of Industry, Trade and Tourism	1,386,651,000	1,622,651,000	1,894,000,000	1,988,700,000	2,088,135,000
400	Ministry of Transport and Public Works	766,354,060	866,354,060	1,034,671,763	1,086,405,351	1,140,725,618
420	National Roads Authority	1,634,500,000	1,634,500,000	3,000,000,000	3,000,000,000	3,000,000,000
430	Human Rights Commission	110,000,000	104,000,000	185,500,000	194,775,000	204,513,750
460	Electoral Commission	1,800,000,000	1,800,000,000	8,365,000,000	7,523,250,000	7,899,412,500
470	Ministry of Natural Resources, Energy and Mining	1,465,000,000	1,365,000,000	1,894,500,000	978,600,000	1,027,530,000
510	Anti-Corruption Bureau	1,000,000,000	1,000,000,000	2,000,000,000	2,100,000,000	2,205,000,000
520	Legal Aid Bureau	200,000,000	200,000,000	500,000,000	525,000,000	551,250,000
550	Office of the Ombudsman	150,000,000	135,000,000	272,500,000	286,125,000	300,431,250
560	Law Commission	260,000,000	240,500,000	300,000,000	315,000,000	330,750,000

<b>Head/ Vote</b>	<b>Description</b>	<b>2016-17 Approved Budget</b>	<b>2016-17 Revised Budget</b>	<b>2017-18 Estimates</b>	<b>2018-19 Projection</b>	<b>2019-20 Projection</b>
	Total Councils	33,956,958,547	43,456,958,548	27,908,606,475	29,130,336,798	30,413,153,638
	<b>Grand Total</b>	<b>557,409,424,719</b>	<b>609,620,602,343</b>	<b>649,300,289,477</b>	<b>651,030,468,517</b>	<b>663,851,798,059</b>

**Source: Ministry of Finance, Economic Planning and Development**

**ANNEX 5: SUMMARY OF 2016-17 APPROVED, REVISED BUDGET AND 2017-18  
MEDIUM TERM EXPENDITURE FRAMEWORK: TRANSFERS TO SUBVENTED  
ORGANISATIONS**

<b>Category</b>	<b>2016/17 Approved Estimates</b>	<b>2016/17 Revised Estimates</b>	<b>2017/18 Proposed Estimates</b>	<b>2018/19 Projections</b>	<b>2019/20 Projections</b>
Other Recurrent Transactions	47,340,000,000	49,677,252,375	56,126,130,410	58,932,436,930	61,879,058,777
University of Malawi	20,300,000,000	21,300,000,000	23,107,580,410	24,262,959,430	25,476,107,402
Malawi College of Health Sciences	430,000,000	560,000,000	628,650,000	660,082,500	693,086,625
Malawi Institute of Education	790,000,000	790,000,000	912,450,000	958,072,500	1,005,976,125
National Library Services	340,000,000	460,000,000	513,700,000	539,385,000	566,354,250
National Unesco Commission	185,000,000	185,000,000	227,675,000	239,058,750	251,011,688
Malawi National Examination Board	3,600,000,000	4,300,000,000	4,818,000,000	5,058,900,000	5,311,845,000
Malawi Council for the Handicapped	650,000,000	650,000,000	750,750,000	788,287,500	827,701,875
Malawi National Council of Sports	1,050,000,000	1,050,000,000	1,752,750,000	1,840,387,500	1,932,406,875
Small and Medium Enterprise Board	700,000,000	700,000,000	808,500,000	848,925,000	891,371,250
Health Service Regulatory Authority	165,000,000	165,000,000	190,575,000	200,103,750	210,108,938
National Herbarium and Botanic Gardens	285,000,000	312,000,000	502,175,000	527,283,750	553,647,938
Scholarship Fund	700,000,000	700,000,000	808,500,000	848,925,000	891,371,250
National Youth Council of Malawi	110,000,000	110,000,000	171,050,000	179,602,500	188,582,625
Mzuzu University	4,800,000,000	4,800,000,000	5,544,000,000	5,821,200,000	6,112,260,000
Kachere Rehabilitation Centre	140,000,000	140,000,000	200,200,000	210,210,000	220,720,500
Malawi Investment and Trade Centre	615,000,000	615,000,000	710,325,000	745,841,250	783,133,313

<b>Category</b>	<b>2016/17 Approved Estimates</b>	<b>2016/17 Revised Estimates</b>	<b>2017/18 Proposed Estimates</b>	<b>2018/19 Projections</b>	<b>2019/20 Projections</b>
Malawi Broadcasting Corporation	1,550,000,000	1,550,000,000	1,790,250,000	1,879,762,500	1,973,750,625
National Commission of Science and Technology	270,000,000	270,000,000	311,850,000	327,442,500	343,814,625
PPP Commission	120,000,000	120,000,000	138,600,000	145,530,000	152,806,500
Malawi Universities Development Programme (MUDP)	105,000,000	105,000,000	121,275,000	127,338,750	133,705,688
Lilongwe University of Agriculture and Natural Resources	5,800,000,000	6,124,252,375	6,798,000,000	7,137,900,000	7,494,795,000
Malawi University of Science and Technology	2,750,000,000	2,750,000,000	3,176,250,000	3,335,062,500	3,501,815,625
Competition and Fair Trading Commission	485,000,000	521,000,000	594,275,000	623,988,750	655,188,188
National Council for Higher Education	550,000,000	550,000,000	635,250,000	667,012,500	700,363,125
Technical Vocational Education Training	650,000,000	650,000,000	682,500,000	716,625,000	752,456,250
Cotton Council of Malawi	200,000,000	200,000,000	231,000,000	242,550,000	254,677,500
<b>Total Recurrent</b>	<b>47,340,000,000</b>	<b>49,677,252,375</b>	<b>56,126,130,410</b>	<b>58,932,436,930</b>	<b>61,879,058,777</b>
Development (Part I)	10,046,124,610	8,046,124,610	4,430,000,000		
Development (Part II)	4,050,000,000	4,190,000,000	16,497,000,000	13,190,281,766	11,930,540,000
<b>Total Capital</b>	<b>14,096,124,610</b>	<b>12,236,124,610</b>	<b>20,927,000,000</b>	<b>13,190,281,766</b>	<b>11,930,540,000</b>
<b>Total Vote</b>	<b>61,436,124,611</b>	<b>61,913,376,986</b>	<b>77,053,130,410</b>	<b>72,122,718,696</b>	<b>73,809,598,777</b>

Source: Ministry of Finance, Economic Planning and Development

**ANNEX 6: SUMMARY OF 2016-17 APPROVED, REVISED BUDGET AND 2017-18 ESTIMATES: DEVELOPMENT**

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
<b>050 - State Residences</b>											
Programme of Replacement and Rehabilitation of Plants and Equipment at State Residences				300,000,000	300,000,000			-			-
Rehabilitation of Security Fence				100,000,000	100,000,000		150,000,000	150,000,000		100,000,000	100,000,000
<b>Total</b>			-	<b>400,000,000</b>	<b>400,000,000</b>	-	<b>650,000,000</b>	<b>650,000,000</b>	-	<b>700,000,000</b>	<b>700,000,000</b>
<b>060 - National Audit Office</b>											
Capacity Building Programme	GDC (KFW)	Grant	380,000,000		380,000,000						
<b>Total</b>			<b>380,000,000</b>	-	<b>380,000,000</b>	-	-	-	-	-	-
<b>070 - The Judiciary</b>											
Construction of Commercial Court				600,000,000	600,000,000		700,000,000	700,000,000		900,000,000	900,000,000

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Programme of Rehabilitation of Court Buildings				200,000,000	200,000,000		300,000,000	300,000,000		500,000,000	500,000,000
<b>Total</b>			-	<b>800,000,000</b>	<b>800,000,000</b>	-	<b>1,000,000,000</b>	<b>1,000,000,000</b>	-	<b>1,400,000,000</b>	<b>1,400,000,000</b>
<b>080 - National Assembly</b>							-	-		-	-
Construction of Parliament Building - Phase 3				-	-		150,000,000	150,000,000		100,000,000	100,000,000
Modernization of Recording and Hansard Transcription system				200,000,000	200,000,000			-			-
<b>Total</b>			-	<b>200,000,000</b>	<b>200,000,000</b>	-	<b>150,000,000</b>	<b>150,000,000</b>	-	<b>100,000,000</b>	<b>100,000,000</b>
<b>090 - Office of the President and Cabinet</b>											
Social Cohesion Project	UNDP	Grant	150,000,000		150,000,000			-			-
<b>Total</b>			<b>150,000,000</b>	-	<b>150,000,000</b>	-	<b>125,422,770</b>	<b>125,422,770</b>	-	<b>150,000,000</b>	<b>150,000,000</b>
<b>093-Department Human Resources Management and Development</b>											
The Rehabilitation of				150,000,000	150,000,000						

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Access Road at Staff Development Institute											
<b>Total</b>			-	150,000,000	150,000,000	-	-	-	-	-	-
								-			-
<b>098 - Greenbelt Authority</b>											
Shire Valley Irrigation Project	AfDB	Grant	10,000,000,000	100,000,000	10,100,000,000						
Shire Valley Irrigation Project	WB	Loan	5,000,000,000		5,000,000,000						
Green Belt Initiative				2,000,000,000	2,000,000,000		600,000,000	600,000,000		700,000,000	700,000,000
Green Belt Initiative (ASWAp Component)	EU	Grant	270,000,000	-	270,000,000						
<b>Total</b>			15,270,000,000	2,100,000,000	17,370,000,000	-	600,000,000	600,000,000	-	700,000,000	700,000,000
<b>100- Ministry of Defence</b>								-			-
Construction of Military Hospital				3,000,000,000	3,000,000,000						
Rehabilitation of Road Network at Cobbe Barracks				800,000,000	800,000,000		150,000,000	150,000,000		200,000,000	200,000,000
Construction and Rehabilitation of				150,000,000	150,000,000			-			-

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Water Works - Mvera											
Extension of Dwelling Units at Marine Unit				150,000,000	150,000,000			-			-
Programme of Construction and Rehabilitation of 200 Apartments				1,000,000,000	1,000,000,000			-			-
<b>Total</b>			-	<b>5,100,000,000</b>	<b>5,100,000,000</b>	-	<b>150,000,000</b>	<b>150,000,000</b>	-	<b>200,000,000</b>	<b>200,000,000</b>
<b>120 - Ministry of Local Government and Rural Development</b>											
Construction of Rural Roads				3,000,000,000	3,000,000,000			-			-
Construction of Chiweta - Mlowe Road (Design)				200,000,000	200,000,000						
Programme of Construction of DCs Offices - Phase 1				1,200,000,000	1,200,000,000						
Development of Rural Growth Centres				1,000,000,000	1,000,000,000		500,000,000	500,000,000		700,000,000	700,000,000
Programme of Construction of Stadiums at District				1,000,000,000	1,000,000,000		500,000,000	500,000,000		700,000,000	700,000,000

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Headquarters											
Construction of Mzuzu Civic Office				500,000,000	500,000,000						
Rural Livelihood and Economic Enhancement	IFAD & OFID	Loan	300,000,000	-	300,000,000			-			-
Rural Livelihoods and Economic Enhancement Programme	IFAD & OFID	Grant	320,000,000	-	320,000,000			-			-
Construction and Rehabilitation of Urban and Rural Markets				1,000,000,000	1,000,000,000		500,000,000	500,000,000		450,000,000	450,000,000
<b>Total</b>			<b>620,000,000</b>	<b>7,900,000,000</b>	<b>8,520,000,000</b>	<b>-</b>	<b>500,000,000</b>	<b>500,000,000</b>	<b>-</b>	<b>450,000,000</b>	<b>450,000,000</b>
<b>130 - Ministry of Lands, Housing and Urban Development</b>											
Construction of Government Office at Capital Hill (GOCH7 and 8)				500,000,000	500,000,000		1,000,000,000	1,000,000,000		1,500,000,000	1,500,000,000
Public Land Infrastructure Development in Cities				700,000,000	700,000,000		1,000,000,000	1,000,000,000		1,000,000,000	1,000,000,000

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Strengthen National Capacity in Land Policies	EU	Grant	300,000,000		300,000,000		263,900,000	263,900,000		263,900,000	263,900,000
Construction of Conference Rooms for Government Offices				250,000,000	250,000,000			-			-
Maintenance of Capital Hill Government Buildings				300,000,000	300,000,000		430,170,000	430,170,000			-
Completion of Construction of Clinic and Food Court at Capital hill				200,000,000	200,000,000			-			-
<b>Total</b>			<b>300,000,000</b>	<b>1,950,000,000</b>	<b>2,250,000,000</b>	<b>-</b>	<b>2,492,148,988</b>	<b>2,492,148,988</b>	<b>-</b>	<b>2,061,978,988</b>	<b>2,061,978,988</b>
<b>170-Ministry of Civic Education, Culture and Community Development</b>											
Rehabilitation of Blantyre Cultural Centre and Construction of School of Arts				300,000,000	300,000,000			-			-
Chilungamo Programme (NICE) -	EU	Grant	1,600,000,000	150,000,000	1,750,000,000			-		-	-

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Counterpart											
Completion of Chongoni Rock Art World Heritage Site				150,000,000	150,000,000			-			-
Construction of Library and Lecture Theatre at Magomero College				130,000,000	130,000,000		80,000,000	80,000,000		-	-
<b>Total</b>			<b>1,600,000,000</b>	<b>730,000,000</b>	<b>2,330,000,000</b>	<b>-</b>	<b>1,610,736,000</b>	<b>1,610,736,000</b>	<b>-</b>	<b>1,712,780,000</b>	<b>1,712,780,000</b>
<b>190-Ministry of Agriculture, Irrigation and Water Development</b>											-
Rehabilitation of Research Stations				500,000,000	500,000,000						
Mzimba Integrated Urban Water and Sanitation Project	BADEA	Loan	4,500,000,000	100,000,000	4,600,000,000						
Small Farms Irrigation Project - Phase II (SFIP II)	BADEA	Loan	5,000,000,000	500,000,000	5,500,000,000			-			-
Agriculture Sector Wide Approach - Support Project	IDA	Grant	5,800,000,000	-	5,800,000,000			-			-
Agriculture Productivity Program	IDA	Loan	4,800,000,000		4,800,000,000			-			-

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
for Southern Africa (APPSA)											
Rural Irrigation Development Programme	IFAD		5,600,000,000		5,600,000,000						
Mzimba Integrated Urban Water and Sanitation	AfDB	Loan	2,000,000,000		2,000,000,000			-			-
Sustainable Agricultural Production Programme (SAPP)	IFAD		3,800,000,000	-	3,800,000,000						
Construction of Bwanje Dam	EU	Grant	1,700,000,000		1,700,000,000			-			-
Upgrading of Chitipa Water Supply	BADEA			1,100,000,000	1,100,000,000			-			-
Sustainable Rural Water Supply and Sanitation (TRUST)	AfDB	Grant	700,000,000	300,000,000	1,000,000,000			-			-
Long term Technical Assistance to the Department of Irrigation in Malawi	EU	Grant	500,000,000		500,000,000						
Diamphwe Dam and Dzalanyama Project	WB	Loan	5,600,000,000	-	5,600,000,000						
Alternative Water source for Zomba				100,000,000	100,000,000		1,900,000,000	1,900,000,000		17,500,000	17,500,000

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
(Feasibility Study)											
Songwe River Basin Development Programme	AfDB	Grant	-	200,000,000	200,000,000			-			-
Ground Water Extraction for Rural Piped Water Development Programme				200,000,000	200,000,000			-			-
Aquaculture Development Project (ADP)	AfDB	Loan		150,000,000	150,000,000			-			-
Mikolongwe Veterinary College Livestock Development Trust	Flanders	Grant		100,000,000	100,000,000			-			-
Farm Income Diversification Program	EU	Grant	650,000,000	-	650,000,000			-			-
Extending Water Supply, Sanitation, Hygiene and Solid Waste Management Services to Low Income Areas of Blantyre	EU	Grant	500,000,000	200,000,000	700,000,000						
<b>Total</b>			<b>41,150,000,000</b>	<b>3,450,000,000</b>	<b>44,600,000,000</b>	<b>-</b>	<b>3,020,000,000</b>	<b>3,020,000,000</b>	<b>-</b>	<b>336,500,000</b>	<b>336,500,000</b>

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
<b>240 - Office of the Vice President</b>											
Malawi Flood Recovery Program (DODMA)	WB	Loan	3,090,000,000	-	3,090,000,000						
<b>Total</b>			<b>3,090,000,000</b>	<b>-</b>	<b>3,090,000,000</b>	<b>-</b>	<b>50,000,000</b>	<b>50,000,000</b>	<b>-</b>	<b>50,000,000</b>	<b>50,000,000</b>
<b>250 - Ministry of Education, Science and Technology</b>											
Construction of Three (3) Teachers Training Colleges for Primary School Teachers		Loan	7,000,000,000	2,000,000,000	9,000,000,000		50,000,000	50,000,000		50,000,000	50,000,000
Construction of Primary Schools and Provision of Equipment in Urban and Rural Areas				5,000,000,000	5,000,000,000			-			-
Desks for Primary and CDSSs				2,500,000,000	2,500,000,000	22,500					
Support to Higher Education, Science and Technology	AfDB	Loan	8,500,000,000	2,000,000,000	10,500,000,000			-			-

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Support to Higher Education, Science and Technology	AfDB	Grant	2,500,000,000	-	2,500,000,000			-			-
Programme of Construction of 100 Girls Hostels				3,000,000,000	3,000,000,000			-			-
Construction of Science Laboratories and Libraries - Phase 1				1,000,000,000	1,000,000,000		750,000,000	750,000,000		850,000,000	850,000,000
Construction of Machinga, Thumbwe Secondary Schools				800,000,000	800,000,000		500,000,000	500,000,000		450,000,000	450,000,000
Construction of Nalikule TTC				400,000,000	400,000,000						
Rehabilitation of Conventional Secondary Schools - Phase 2				4,000,000,000	4,000,000,000			-			-
<b>Total</b>			<b>18,000,000,000</b>	<b>20,700,000,000</b>	<b>38,700,000,000</b>	<b>-</b>	<b>1,850,000,000</b>	<b>1,850,000,000</b>	<b>-</b>	<b>2,000,000,000</b>	<b>2,000,000,000</b>
<b>260 - Ministry of Foreign Affairs and International Cooperation</b>					-			-			
Acquisition of Chancery in New				3,500,000,000	3,500,000,000	4,761,905		4,761,905			-

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
York											
Rehabilitation of Kwacha House (chancery) in London				500,000,000	500,000,000		387,400,000	387,400,000			
Rehabilitation of Official Residences and Missions				100,000,000	100,000,000			-			
<b>Total</b>			-	<b>4,100,000,000</b>	<b>4,100,000,000</b>	<b>4,761,905</b>	<b>387,400,000</b>	<b>392,161,905</b>	-	-	-
<b>270-Ministry of Finance, Economic Planning and Development</b>											
Support for the Management of EDF Resources	EU	Grant	750,000,000		750,000,000		1,200,000				
Recapitalisation of Malawi Enterprise Development Fund (MEDEF)				1,000,000,000	1,000,000,000						
Capacity Enhancement in Public Sector Investment Programming (CEPSIP) - Phase II				100,000,000	100,000,000			-			-
NAO-SU Programme	EU	Grant	80,000,000		80,000,000			-			-

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Estimate PE6											
Coordination of National Population Policy	UNFPA			55,000,000	55,000,000		80,000,000	80,000,000		80,000,000	80,000,000
Malawi Public Policy Research and Analysis Project (MPPRAP)				40,000,000	40,000,000			-			-
Development Effectiveness & Accountability Programme (DEAP)	UNDP	Grant	400,000,000		400,000,000			-			-
<b>Total</b>			<b>1,230,000,000</b>	<b>1,195,000,000</b>	<b>2,425,000,000</b>	<b>-</b>	<b>80,000,000</b>	<b>80,000,000</b>	<b>-</b>	<b>80,000,000</b>	<b>80,000,000</b>
<b>271-Accountant General's Department</b>											
Construction of Lilongwe Treasury Cashier				300,000,000	300,000,000			-			-
<b>Total</b>			<b>-</b>	<b>300,000,000</b>	<b>300,000,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>272 - Local Development Fund</b>											
Support to Local Economic Development (MASAF) - KfW	KfW	Loan	390,000,000	100,000,000	490,000,000			-			-

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
MIERA											
MASAF 4 - WB	IDA	Loan	36,700,000,000		36,700,000,000			-			-
Community Social Infrastructure				250,000,000	250,000,000			-			-
<b>Total</b>			<b>37,090,000,000</b>	<b>350,000,000</b>	<b>37,440,000,000</b>	-	-	-	-	-	-
								-			
<b>274 - Road Fund Administration</b>								-			
Zomba - Jali-Kamwendo - Phalombe- Chitakale	Saudi	Loan	4,500,000,000	300,000,000	4,800,000,000			-		2,000,000,000	2,000,000,000
Thyolo-Thekerani-Muona-Bangula	Kuwait/BADEA/OFID/GoM	Loan	2,500,000,000	300,000,000	2,800,000,000			-			-
Chikwawa - Chapananga - Mwanza	GoM			3,000,000,000	3,000,000,000		1,000,000,000	1,000,000,000		1,500,000,000	1,500,000,000
Liwonde - Mangochi rehab road	AfDB	Loan	3,000,000,000	50,000,000	3,050,000,000		50,000,000	50,000,000		50,000,000	50,000,000
Lirangwe - Namatunu - Machinga	GoM			5,000,000,000	5,000,000,000			-			-
Malaka - Nsanje	GoM			250,000,000	250,000,000						

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Road (Design)											
Kawere - Mkanda - Kapiri	GoM			1,000,000,000	1,000,000,000						
Dowa - Chezi Road	GoM			800,000,000	800,000,000			-			-
Construction of Chiringa-Miseu Folo Chiradzulu-Road	GoM			700,000,000	700,000,000			-			-
Msulira - Nkhotakota (33km)	GoM			600,000,000	600,000,000			-			-
Mtunthama - kapelula Road	GoM			300,000,000	300,000,000						
Lilongwe Old Airport-Kasiya - Santhe road	GoM			5,000,000,000	5,000,000,000			-			-
Jenda -Embangweni-Edingeni	ADFD	Loan	4,200,000,000	500,000,000	4,700,000,000		1,468,000,000	1,468,000,000		2,000,000,000	2,000,000,000
Blantyre- Zomba End point	AfDB/GoM	Loan		800,000,000	800,000,000			-			-
Ntcheu - Tsangano - Neno Road			-	4,000,000,000	4,000,000,000			-			-
Njakwa -Phwezi - Livingstina road project				4,800,000,000	4,800,000,000		5,800,000,000	5,800,000,000		4,000,000,000	4,000,000,000
Mzuzu-Bula Usisya Road				200,000,000	200,000,000						

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Neno - Mwanza Road	China	Loan	4,000,000,000	400,000,000	4,400,000,000						
Mzuzu-Nkhatabay Road	AfDB	Loan	6,400,000,000	50,000,000	6,450,000,000			-			-
Nacala Corridor Project Phase IV (loan)	AfDB	Loan	4,200,000,000		4,200,000,000						
Construction of Rumpfi - Nyika Turn-Off - Hewe Road				3,000,000,000	3,000,000,000						-
Southern Africa Trade and Transport Facilitation Project	IDA	Grant	5,000,000,000	100,000,000	5,100,000,000	-		-			-
Thabwa Road - WB	WB	Loan	4,900,000,000	100,000,000	5,000,000,000			-			-
<b>Total</b>			<b>38,700,000,000</b>	<b>31,250,000,000</b>	<b>69,950,000,000</b>	<b>-</b>	<b>10,158,000,000</b>	<b>10,158,000,000</b>	<b>-</b>	<b>9,550,000,000</b>	<b>9,550,000,000</b>
<b>275-Subvented Organisations</b>											
Construction of Administration Block for LUANAR	Norway	Grant	560,000,000	700,000,000	1,260,000,000		500,000,000	500,000,000		200,000,000	200,000,000
LUANAR Capacity Building for Managing Climate Change Programme	Norway	Grant	520,000,000		520,000,000			-			-
Rehabilitation of				700,000,000	700,000,000		500,000,000	500,000,000		200,000,000	200,000,000

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Mzuzu University											
Construction of Facilities at Malawi University of Science and Technology				500,000,000	500,000,000		281,570,383	281,570,383			-
Expansion and Rehabilitation of Chancellor College				1,000,000,000	1,000,000,000		250,000,000	250,000,000		150,000,000	150,000,000
Construction of Mombera University				5,000,000,000	5,000,000,000		250,000,000	250,000,000		250,000,000	250,000,000
Development of a Robust Standardisation, Quality Assurance, Accreditation and Metrology (SQAM) Infrastructure in Malawi	EU	Grant	200,000,000	4,000,000,000	4,200,000,000		1,500,000,000	1,500,000,000		1,500,000,000	1,500,000,000
Expansion and Rehabilitation of Public Universities - Polytechnic				800,000,000	800,000,000		150,000,000	150,000,000		50,000,000	50,000,000
Rehabilitation and Expansion of MBC Studio Infrastructure				250,000,000	250,000,000			-			-
Establishment and development of National Botanical				300,000,000	300,000,000			-		2,170,300,000	2,170,300,000

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Gardens Infrastructure											
College of Medicine Residency Program OB/GYN Malawi	Norway	Grant	150,000,000	300,000,000	450,000,000						
Completion of Kamuzu College of Nursing New Blantyre Campus				200,000,000	200,000,000		160,000,000	160,000,000			-
Construction of Burnt Mzuzu University Library				400,000,000	400,000,000		400,000,000	400,000,000		500,000,000	500,000,000
General Rehabilitation of College Of Medicine Premises-Blantyre and Lilongwe Campuses				800,000,000	800,000,000			-			-
Mangochi University (Designs)				200,000,000	200,000,000						
Construction of a Training Complex at Malawi Institute of Education				97,000,000	97,000,000		281,570,383	281,570,383			-
Construction of Examinations Marking Centre				150,000,000	150,000,000		2,486,400,000	2,486,400,000		1,100,000,000	1,100,000,000

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Complex Building											
Conversion of ex-contractor premises into student hostels in MUST				200,000,000	200,000,000		300,000,000	300,000,000			-
Rehabilitation works and supply tender equipment TVET	EU	Grant	3,000,000,000		3,000,000,000						
Completion of Expansion of Chancellor College School of Economics				500,000,000	500,000,000		300,000,000	300,000,000			-
<b>Total</b>			<b>4,430,000,000</b>	<b>16,097,000,000</b>	<b>20,527,000,000</b>		<b>13,190,281,766</b>	<b>13,190,281,766</b>	-	<b>11,930,540,000</b>	<b>11,930,540,000</b>
<b>276 - National Statistics Office</b>											
Construction of NSO Headquarters in Lilongwe				180,000,000	180,000,000		124,000,000	124,000,000			
<b>Total</b>			-	<b>180,000,000</b>	<b>180,000,000</b>	-	<b>124,000,000</b>	<b>124,000,000</b>	-	-	-
<b>277 - National Planning Commission</b>											
Construction of National Planning Commission Office and Apartments				1,000,000,000	1,000,000,000						

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
<b>Total</b>			-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
<b>310 - Ministry of Health</b>											-
Construction of New Phalombe District Hospital	BADEA	Loan	4,000,000,000	80,000,000	4,080,000,000		1,725,000,000	1,725,000,000			-
Construction of Cancer Centre	OPEC	Loan	5,000,000,000	500,000,000	5,500,000,000			-			-
Completion of Construction of Nkhatabay District Hospital	OPEC	Loan		1,150,000,000	1,150,000,000			-			-
Construction of Blantyre District Hospital				800,000,000	800,000,000			-			-
Construction of Lilongwe District Hospital				800,000,000	800,000,000			-			-
Construction of Mponela Hospital				500,000,000	500,000,000						
Construction of Community and Rural Health Facilities				800,000,000	800,000,000		500,000,000	500,000,000		700,000,000	700,000,000
Food and Nutrition Security Programme	GDC	Grant	2,500,000,000		2,500,000,000						

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Malawi/German/Norway Initiative on Maternal mortality	Norway	Grant	1,200,000,000	-	1,200,000,000						
Construction of Expanded Programme on Immunisation (EPI) and Malaria Block				500,000,000	500,000,000		250,000,000	250,000,000		250,000,000	250,000,000
Support to training institutions (MCHS, KCN, CHAM, COM)				200,000,000	200,000,000			-			-
Construction of Staff Houses (Umoyo)				500,000,000	500,000,000			-			-
Rehabilitation of District Hospitals (Feasibility Studies)				150,000,000	150,000,000			-			-
Lilongwe Institute of Orthopedic and Neuro-Surgery (Lion)	Norway	Grant	460,000,000	50,000,000	510,000,000			-			-
Joint Health Fund	WB	Grant	6,569,000,000	-	6,569,000,000						
<b>Total</b>			<b>19,729,000,000</b>	<b>6,030,000,000</b>	<b>25,759,000,000</b>	<b>-</b>	<b>860,000,000</b>	<b>860,000,000</b>	<b>-</b>	<b>1,060,000,000</b>	<b>1,060,000,000</b>
<b>330 - Ministry of Information and Communications Technology</b>											
Digital Migration				550,000,000	550,000,000		200,000,000	200,000,000			-

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Projects											
NACIT Enhancement				150,000,000	150,000,000			-			-
GWAN Enhancement				250,000,000	250,000,000			-			-
Backbone Fibre Project	China	Loan	7,000,000,000		7,000,000,000						
District Information Capacity Enhancement Project.				200,000,000	200,000,000		242,710,200	242,710,200		248,460,000	248,460,000
<b>Total</b>			<b>7,000,000,000</b>	<b>1,150,000,000</b>	<b>8,150,000,000</b>	<b>-</b>	<b>442,710,200</b>	<b>442,710,200</b>	<b>-</b>	<b>248,460,000</b>	<b>248,460,000</b>
<b>340-Ministry of Home Affairs &amp; Internal Security</b>											
Construction of Katiri Refugee Camp				300,000,000	300,000,000		500,000,000	500,000,000		300,000,000	300,000,000
Construction of New Blantyre Police Station				500,000,000	500,000,000						
<b>Total</b>			<b>-</b>	<b>800,000,000</b>	<b>800,000,000</b>	<b>-</b>	<b>741,164,000</b>	<b>741,164,000</b>	<b>-</b>	<b>541,164,000</b>	<b>541,164,000</b>
<b>341-Malawi Police Service</b>											
Construction of 200 Apartments				1,000,000,000	1,000,000,000						

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
<b>Total</b>			-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
342-Malawi Prisons Service											
Support for Self-Constructed and Rehabilitation of Prison cells and staff houses				500,000,000	500,000,000		500,000,000	500,000,000		400,000,000	400,000,000
Construction of Maximum Security Prison in Lilongwe				500,000,000	500,000,000		300,000,000	300,000,000		300,000,000	300,000,000
Sewerage Ponds in Prison				250,000,000	250,000,000		250,000,000	250,000,000		300,000,000	300,000,000
<b>Total</b>			-	1,250,000,000	1,250,000,000	-	1,050,000,000	1,050,000,000	-	1,000,000,000	1,000,000,000
<b>343 - Immigration</b>											
Construction and Rehabilitation of Staff Houses				150,000,000	150,000,000						
Establishment of 7 Border Posts				100,000,000	100,000,000			-			-
<b>Total</b>	-		-	250,000,000	250,000,000	-	100,000,000	100,000,000	-	-	-
<b>353- Department of Administrator General</b>											

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Automation of the Deceased Estates Record Management System				150,000,000	150,000,000		100,000,000	100,000,000			
<b>Total</b>			-	150,000,000	150,000,000	-	100,000,000	100,000,000	-	-	-
<b>370 - Ministry of Labour, Youth, Sports and Manpower Development</b>											
Rehabilitation of Youth Centre in Lilongwe				200,000,000	200,000,000						
Establishment of Community Colleges	AfDB	Loan	-	630,000,000	630,000,000		500,000,000	500,000,000		300,000,000	300,000,000
Construction of Youth Centre in Mzuzu				1,000,000,000	1,000,000,000		100,000,000			50,000,000	50,000,000
Technical Tools and Equipment for Trained Youth	AfDB	Loan	3,200,000,000		3,200,000,000						
Conversion of the old Nkhatabay Hospital into a Community College				300,000,000	300,000,000						
Rehabilitation of Workshop in 7				200,000,000	200,000,000			-			-

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Technical Schools											
Rehabilitation of Sports Facilities				150,000,000	150,000,000						
Modernization of Trade Test Workshops and Infrastructure				200,000,000	200,000,000			-			-
Design and Construction of Youth Centre in Blantyre				800,000,000	800,000,000						
Construction of National Stadium in Blantyre (Designs)				1,500,000,000	1,500,000,000						-
<b>Total</b>			<b>3,200,000,000</b>	<b>4,980,000,000</b>	<b>8,180,000,000</b>	<b>-</b>	<b>600,000,000</b>	<b>500,000,000</b>	<b>-</b>	<b>350,000,000</b>	<b>350,000,000</b>
<b>390 - Ministry of Industry, Trade and Tourism</b>											
Improvement of Access Roads to Resort Areas-Salima				700,000,000	700,000,000		500,000,000	500,000,000			-
Micro, Small And Medium Enterprise Business Incubator				300,000,000	300,000,000		50,000,000	50,000,000		35,000,000	35,000,000
Rural Industrialization- One Village One Product				300,000,000	300,000,000			-			-

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Programme											
<b>Total</b>			-	1,300,000,000	1,300,000,000	-	1,730,000,000	1,730,000,000	-	815,000,000	815,000,000
<b>400-Ministry of Transport and Public Works</b>											
Rehabilitation of Railway System				200,000,000	200,000,000		1,200,000,000	1,200,000,000		1,500,000,000	1,500,000,000
Construction of Likoma and Nkhosakota Jetty				700,000,000	700,000,000		475,000,000	475,000,000		500,000,000	
Rehabilitation of Chileka Airport Terminal Building and Security Fence				600,000,000	600,000,000			-			-
Construction of Chileka Airport	China	Loan	2,000,000,000		2,000,000,000						
Capacity Building For the Marine Department				150,000,000	150,000,000			-			-
Acquisition and Modernization of Fire Fighting Equipment				200,000,000	200,000,000			-			-
Rehabilitation of Mzuzu Airport				100,000,000	100,000,000						
Automation of Airport Administration				300,000,000	300,000,000		230,000,000	230,000,000			-

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
System											
Acquisition of Airport Navigation Equipment				180,000,000	180,000,000			-			-
Installation of Aids to Navigation on Lake Malawi Programme				150,000,000	150,000,000		150,000,000	150,000,000			-
Design and Construction of New Mzuzu Airport				1,000,000,000	1,000,000,000						
Rehabilitation of KIA Terminal Building				50,000,000	50,000,000			-			-
<b>Total</b>			<b>2,000,000,000</b>	<b>3,630,000,000</b>	<b>5,630,000,000</b>	<b>-</b>	<b>3,480,000,000</b>	<b>3,480,000,000</b>	<b>-</b>	<b>2,750,000,000</b>	<b>2,250,000,000</b>
<b>470-Ministry of Natural Resources, Energy and Mining</b>											
General Electrification Programme	WB	Loan	10,000,000,000		10,000,000,000			-			-
Energy Sector Support Projects	WB	Loan	2,700,000,000		2,700,000,000			-			-
Geological Mapping and Mineral Exploration Programme				50,000,000	50,000,000			-			-

PROJECT NAME	Donor	Grant or Loan ?	2017-2018 Estimates			2018-2019 Projections			2019-2020 Projections		
			Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total	Part 1 Allocation	Part 2 Allocation	Total
Development of Parks and Sanctuaries				100,000,000	100,000,000			-			-
Integrated Waste Management				120,000,000	120,000,000			-			-
Construction and Refurbishment of Mineral Laboratories				100,000,000	100,000,000		100,000,000	100,000,000			-
Energy Sector Support Projects	WB	Grant	9,500,000,000	50,000,000	9,550,000,000		100,000,000	100,000,000			-
<b>Total</b>			<b>22,200,000,000</b>	<b>420,000,000</b>	<b>22,620,000,000</b>	<b>-</b>	<b>350,000,000</b>	<b>350,000,000</b>	<b>-</b>	<b>80,000,000</b>	<b>80,000,000</b>
<b>Local Councils</b>											
Construction of City Roads				10,000,000,000	10,000,000,000		10,000,000,000	10,000,000,000		10,000,000,000	10,000,000,000
Local Councils Development Part 2				3,300,000,000	3,300,000,000		10,000,000,000	10,000,000,000		10,000,000,000	10,000,000,000
<b>Total</b>			<b>-</b>	<b>13,300,000,000</b>	<b>13,300,000,000</b>	<b>-</b>	<b>10,000,000,000</b>	<b>10,000,000,000</b>	<b>-</b>	<b>10,000,000,000</b>	<b>10,000,000,000</b>
<b>TOTAL</b>			<b>216,139,000,000</b>	<b>132,212,000,000</b>	<b>348,351,000,000</b>	<b>348,351,000,000</b>	<b>480,563,000,000</b>	<b>696,702,000,000</b>	<b>828,914,000,000</b>	<b>1,177,265,000,000</b>	<b>1,525,616,000,000</b>

Source: Ministry of Finance, Economic Planning and Development

**ANNEX 7 : SUMMARY OF EXPENDITURE BY PROGRAM (K'MILLION)**

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
<b>01</b>								
02	Crop Production and Management	0	0	0	0	0	0	0
06	Animal and Livestock Management	0	0	0	0	0	0	0
<b>Total Agriculture and Food Security</b>		<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>03</b>								
04	Museums and Monuments	0	2,011,152	2,011,152	1,600,000	300,000	1,900,000	3,911,152
05	Arts	0	495,061	495,061	0	300,000	300,000	795,061
06	National Archives	0	23,779	23,779	0	0	0	23,779
<b>Total Tourism and Cultural Development</b>		<b>0</b>	<b>2,529,992</b>	<b>2,529,992</b>	<b>1,600,000</b>	<b>600,000</b>	<b>2,200,000</b>	<b>4,729,992</b>
<b>04</b>								
00		554,082	0	554,082	0	0	0	554,082
03	Water Resource Development and Management	0	234,581	234,581	0	200,000	200,000	434,581
04	Water Supply and Sanitation	0	16,867,648	16,867,648	15,000,000	1,850,000	16,850,000	33,717,648
<b>Total Water Resources Development, Management and Supply</b>		<b>554,082</b>	<b>17,102,228</b>	<b>17,656,311</b>	<b>15,000,000</b>	<b>2,050,000</b>	<b>17,050,000</b>	<b>34,706,311</b>

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
<b>11</b>								
	00 -	0	0	0	0	0	0	0
	06 Application Development and Support	0	42,000	42,000	0	0	0	42,000
	07 Networking and Infrastructure Development	0	857,773	857,773	0	800,000	800,000	1,657,773
	08 ICT Policies, Legal and Regulatory Framework	0	181,418	181,418	0	150,000	150,000	331,418
<b>Total Communication and Technology Services</b>		<b>0</b>	<b>1,081,191</b>	<b>1,081,191</b>	<b>0</b>	<b>950,000</b>	<b>950,000</b>	<b>2,031,191</b>
<b>13</b>								
	00 -	118,637	0	118,637	0	0	0	118,637
	07 Energy Generation and Supply	0	22,298,645	22,298,645	22,200,000	50,000	22,250,000	44,548,645
<b>Total Mining, Energy Generation and Supply</b>		<b>118,637</b>	<b>22,298,645</b>	<b>22,417,281</b>	<b>22,200,000</b>	<b>50,000</b>	<b>22,250,000</b>	<b>44,667,281</b>
<b>14</b>								
	02 Fiscal policy management	0	11,000,000	11,000,000	0	0	0	11,000,000
	10 Economic Affairs Services	0	27,025,175	27,025,175	0	0	0	27,025,175
<b>Total Economic and Financial Management</b>		<b>0</b>	<b>38,025,175</b>	<b>38,025,175</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>38,025,175</b>

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
<b>15</b>								
07	Security inspectorate services	0	61,594	61,594	0	0	0	61,594
08	Security legislation and regulation	0	23,138	23,138	0	0	0	23,138
09	National Registration and Identification	0	9,915,000	9,915,000	0	0	0	9,915,000
10	Infrastructure Development	0	800,000	800,000	0	800,000	800,000	1,600,000
<b>Total Security Services</b>		<b>0</b>	<b>10,799,732</b>	<b>10,799,732</b>	<b>0</b>	<b>800,000</b>	<b>800,000</b>	<b>11,599,732</b>
<b>18</b>								
00		410,703	0	410,703	0	0	0	410,703
07	Employment and Labour Relations Services	0	214,166	214,166	0	0	0	214,166
08	Workers' Compensation Services	0	30,164	30,164	0	0	0	30,164
10	Occupational Safety, Health and Welfare	0	83,230	83,230	0	0	0	83,230
<b>Total Employment, Manpower Development &amp; Labour Affairs</b>		<b>410,703</b>	<b>327,560</b>	<b>738,262</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>738,262</b>
<b>19</b>								
01	Pensions and Gratuities	0	70,601,286	70,601,286	0	0	0	70,601,286
02	Public Debt	0	185,834,682	185,834,682	0	0	0	185,834,682

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total	
	03	Other Statutory Services	0	76,653,130	76,653,130	4,430,000	16,097,000	20,527,000	97,180,130
	4	Management and Support Services		1,800,000	1,800,000				1,800,000
<b>Total Statutory Services</b>		<b>0</b>	<b>334,889,099</b>	<b>334,889,099</b>	<b>4,430,000</b>	<b>16,097,000</b>	<b>20,527,000</b>	<b>355,416,099</b>	
	<b>20</b>								
	00		14,188,697	0	14,188,697	0	0	0	14,188,697
	00	-	18,066,231	0	18,066,231	0	0	0	18,066,231
	01	Management, Planning and M & E	0	0	0	0	0	0	0
	04	Cross cutting Education Issues	0	322,320	322,320	0	0	0	322,320
	05	Medical Research	0	0	0	0	0	0	0
	06	IT and Communication Services	0	0	0	0	0	0	0
	07	Administration, Planning and Monitoring and Evaluation	20,941,889	78,872,781	99,814,671	15,956,742	1,450,000	17,406,742	117,221,413
	07	Administration, Planning, Monitoring and Evaluation	0	190,866	190,866	0	0	0	190,866
	07	Economic, Financial Monitoring and Evaluation	0	46,880	46,880	0	0	0	46,880
	08	Financial Management and Audit Services	0	25,000	25,000	0	0	0	25,000
	08	Financial Management and	646,478	3,772,280	4,418,757	466,637	0	466,637	4,885,394

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
	Audit Services							
08	Financial Management and Audit Service	13,453	6,360	19,813	0	0	0	19,813
09	Human Resources Management	0	298,422	298,422	0	0	0	298,422
09	Human Resource Management	1,358,137	8,239,988	9,598,125	2,758,835	0	2,758,835	12,356,960
10	Information and Communication Technology	0	12,500	12,500	0	0	0	12,500
10	Information and Communication	0	101,245	101,245	90,111	0	90,111	191,356
10	Information and Communication Technology	0	3,280	3,280	0	0	0	3,280
10	Information and Communication Technology	293,758	2,113,150	2,406,908	438,070	0	438,070	2,844,978
10	Information and Communication Technology	0	47,683	47,683	0	0	0	47,683
<b>Total Management and Administration</b>		<b>55,508,644</b>	<b>94,052,755</b>	<b>149,561,398</b>	<b>19,710,395</b>	<b>1,450,000</b>	<b>21,160,395</b>	<b>170,721,793</b>
<b>23</b>								
00		0	0	0	0	0	0	0
01	Early Childhood Development	0	0	0	0	0	0	0
02	Complementary Basic Education	0	75,999	75,999	0	0	0	75,999

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total	
	03	Primary Education	1,073,353	29,276,525	30,349,878	18,000,000	9,900,000	27,900,000	58,249,878
	04	Primary Teacher Training	811,094	2,984,444	3,795,538	0	0	0	3,795,538
<b>Total Basic Education</b>		<b>1,884,447</b>	<b>32,336,968</b>	<b>34,221,415</b>	<b>18,000,000</b>	<b>9,900,000</b>	<b>27,900,000</b>	<b>62,121,415</b>	
<b>24</b>									
	01	Secondary Education	15,987,576	17,160,654	33,148,230	0	10,800,000	10,800,000	43,948,230
	02	Secondary Teacher Education	0	0	0	0	0	0	0
<b>Total Secondary Education</b>		<b>15,987,576</b>	<b>17,160,654</b>	<b>33,148,230</b>	<b>0</b>	<b>10,800,000</b>	<b>10,800,000</b>	<b>43,948,230</b>	
<b>25</b>									
	00	Higher Education	53,121	642,616	695,737	0	0	0	695,737
<b>Total Higher Education</b>		<b>53,121</b>	<b>642,616</b>	<b>695,737</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>695,737</b>	
<b>26</b>									
	00	-	1,758,033	0	1,758,033	0	0	0	1,758,033
	01	Medical Infrastructure	0	291,892	291,892	0	0	0	291,892
	02	Medical and Pharmaceutical Supplies	0	8,740,390	8,740,390	0	0	0	8,740,390
	03	Health Infrastructure Projects	0	19,333,445	19,333,445	13,160,000	6,030,000	19,190,000	38,523,445
	04	Medical Diagnostics Services	0	97,328	97,328	0	0	0	97,328
<b>Total Support to Service Delivery</b>		<b>1,758,033</b>	<b>28,463,054</b>	<b>30,221,087</b>	<b>13,160,000</b>	<b>6,030,000</b>	<b>19,190,000</b>	<b>49,411,087</b>	

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
<b>30</b>								
00		1,500,888	0	1,500,888	0	0	0	1,500,888
00	-	123,154	0	123,154	0	0	0	123,154
01	Household and Buildings Management	0	331,379	331,379	0	0	0	331,379
02	Security Services	0	226,460	226,460	0	0	0	226,460
03	VVIP Functions	0	1,527,478	1,527,478	0	0	0	1,527,478
04	Communication Services	0	486,500	486,500	0	0	0	486,500
05	Presidential Advisory Services	0	96,885	96,885	0	0	0	96,885
<b>Total Presidency Office and Residence Management</b>		<b>1,624,042</b>	<b>2,668,701</b>	<b>4,292,743</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4,292,743</b>
<b>31</b>								
01	Building and Maintenance	0	595,338	595,338	0	400,000	400,000	995,338
02	Transport and Technical Services	0	178,301	178,301	0	0	0	178,301
03	Horticulture Services	0	272,076	272,076	0	0	0	272,076
04	Medical Services	0	123,694	123,694	0	0	0	123,694
<b>Total Presidency Infrastructure and Technical Services</b>		<b>0</b>	<b>1,169,409</b>	<b>1,169,409</b>	<b>0</b>	<b>400,000</b>	<b>400,000</b>	<b>1,569,409</b>
<b>32</b>								
00	-	466,080	0	466,080	0	0	0	466,080

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
02	Performance Audit Services	0	96,282	96,282	0	0	0	96,282
03	IT Audit Services	0	74,216	74,216	0	0	0	74,216
<b>Total Audit Services</b>		<b>466,080</b>	<b>932,700</b>	<b>1,398,780</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,398,780</b>
<b>33</b>								
01	Supreme Court of Appeal	199,465	232,969	432,434	0	0	0	432,434
02	High Court	981,069	672,134	1,653,203	0	0	0	1,653,203
03	Magistrate Courts	2,133,724	585,895	2,719,619	0	200,000	200,000	2,919,619
04	Specialized Courts	215,969	1,307,363	1,523,332	0	600,000	600,000	2,123,332
<b>Total Adjudication and Case Management</b>		<b>3,530,227</b>	<b>2,798,361</b>	<b>6,328,588</b>	<b>0</b>	<b>800,000</b>	<b>800,000</b>	<b>7,128,588</b>
<b>34</b>								
01	Sheriff Services/Civil Enforcement	42,582	35,519	78,101	0	0	0	78,101
02	Legal Education	7,402	255,000	262,402	0	0	0	262,402
03	Community Services	121,929	38,542	160,471	0	0	0	160,471
<b>Total Judiciary/Legal Services</b>		<b>171,913</b>	<b>329,061</b>	<b>500,974</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>500,974</b>
<b>35</b>								
00		3,139,882	0	3,139,882	0	0	0	3,139,882
01	Plenary Meetings	0	4,835,476	4,835,476	0	0	0	4,835,476
02	Committee Services	0	1,091,187	1,091,187	0	200,000	200,000	1,291,187
03	Outreach and Public Affairs	0	219,849	219,849	0	0	0	219,849

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total	
<b>Total Legislative and Oversight</b>		<b>3,139,882</b>	<b>6,146,511</b>	<b>9,286,394</b>	<b>0</b>	<b>200,000</b>	<b>200,000</b>	<b>9,486,394</b>	
<b>36</b>									
	00	611,256	0	611,256	0	0	0	611,256	
	01	Cabinet Support	0	364,853	364,853	0	0	0	364,853
	02	Policy Coordination and Quality Assurance	0	25,702	25,702	0	0	0	25,702
	03	Former Presidency	0	267,322	267,322	0	0	0	267,322
	04	Public Affairs	0	3,325	3,325	0	0	0	3,325
<b>Total Executive and Cabinet Support</b>		<b>611,256</b>	<b>661,203</b>	<b>1,272,459</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,272,459</b>	
<b>37</b>									
	00	100,831	0	100,831	0	0	0	100,831	
	01	Performance Contract Management	0	100,000	100,000	0	0	0	100,000
	02	Policy Performance Tracking and Assessment	0	0	0	0	0	0	0
	03	Parastatal Oversight	0	7,165	7,165	0	0	0	7,165
<b>Total Performance Management and Enforcement</b>		<b>100,831</b>	<b>107,165</b>	<b>207,996</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>207,996</b>	
<b>38</b>									
	00	543,430	463,949	1,007,379	0	0	0	1,007,379	
<b>Total National Intelligence Services</b>		<b>543,430</b>	<b>463,949</b>	<b>1,007,379</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,007,379</b>	



Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total	
<b>Case Management</b>									
<b>42</b>									
	02	Infrastructure Development and Maintenance	0	5,300,000	5,300,000	0	5,100,000	5,100,000	10,400,000
<b>Total Institutional Support to the Malawi Defence Force</b>		<b>0</b>	<b>5,300,000</b>	<b>5,300,000</b>	<b>0</b>	<b>5,100,000</b>	<b>5,100,000</b>	<b>10,400,000</b>	
<b>43</b>									
	01	Military Airforce	0	260,107	260,107	0	0	0	260,107
	02	Military Engineering	0	64,973	64,973	0	0	0	64,973
	03	Military Marine/Navy	0	90,874	90,874	0	0	0	90,874
	04	Combat Support	0	12,135,225	12,135,225	0	0	0	12,135,225
	05	Infantry	0	328,665	328,665	0	0	0	328,665
	06	Military Training	0	269,043	269,043	0	0	0	269,043
<b>Total Defence Security</b>		<b>0</b>	<b>13,148,887</b>	<b>13,148,887</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>13,148,887</b>	
<b>44</b>									
	01	Military Medical Services	0	236,494	236,494	0	0	0	236,494
	02	Military Intelligence	0	30,866	30,866	0	0	0	30,866
<b>Total Military Service and Operational Support</b>		<b>0</b>	<b>267,360</b>	<b>267,360</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>267,360</b>	
<b>45</b>									
	00		1,887,638	0	1,887,638	0	0	0	1,887,638

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
01	Decentralization Services	0	139,158	139,158	0	0	0	139,158
02	Chiefs Administration	0	34,239	34,239	0	0	0	34,239
<b>Total Local Government Services</b>		<b>1,887,638</b>	<b>173,397</b>	<b>2,061,035</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2,061,035</b>
<b>46</b>								
00		1,541,340	0	1,541,340	0	0	0	1,541,340
01	Budget Management	0	292,461	292,461	0	0	0	292,461
02	Financial Regulation and Compliance	0	7,755	7,755	0	0	0	7,755
<b>Total Financial Management</b>		<b>1,541,340</b>	<b>300,215</b>	<b>1,841,555</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,841,555</b>
<b>47</b>								
00		237,045	0	237,045	0	0	0	237,045
01	Land Policy, Legal and Regulatory framework	143,955	5,211	149,166	0	0	0	149,166
02	Land Legal Valuation and Estate Management	897,845	1,089,371	1,987,216	300,000	700,000	1,000,000	2,987,216
03	Land Use Planning and Management	142	46,792	46,934	0	0	0	46,934
04	Surveying and Mapping	1,600	293,412	295,012	0	0	0	295,012
<b>Total Land Administration and Management</b>		<b>1,280,586</b>	<b>1,434,787</b>	<b>2,715,373</b>	<b>300,000</b>	<b>700,000</b>	<b>1,000,000</b>	<b>3,715,373</b>
<b>48</b>								
00		0	0	0	0	0	0	0

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
02	Buildings Management	13,224	12,128	25,351	0	0	0	25,351
03	Housing Management	137,327	14,008,383	14,145,710	0	1,250,000	1,250,000	15,395,710
<b>Total Housing Management</b>		<b>150,551</b>	<b>14,020,511</b>	<b>14,171,062</b>	<b>0</b>	<b>1,250,000</b>	<b>1,250,000</b>	<b>15,421,062</b>
<b>49</b>								
00		1,266,616	0	1,266,616	0	0	0	1,266,616
01	Agricultural Diversification	0	0	0	0	0	0	0
02	Agribusiness Development	0	0	0	0	0	0	0
03	Extension Services	0	2,687,694	2,687,694	2,661,556	0	2,661,556	5,349,250
04	Technology Generation	101,226	14,886,103	14,987,329	13,921,798	1,000,000	14,921,798	29,909,127
05	Quality Control Services	0	76,587	76,587	60,222	0	60,222	136,809
06	Sustainable Management of Agricultural Land	0	143,006	143,006	120,000	0	120,000	263,006
07	Crops Development	0	40,171,743	40,171,743	6,992,200	0	6,992,200	47,163,943
<b>Total Agricultural Productivity and Risk Management</b>		<b>1,367,842</b>	<b>57,965,133</b>	<b>59,332,975</b>	<b>23,755,776</b>	<b>1,000,000</b>	<b>24,755,776</b>	<b>84,088,752</b>
<b>50</b>								
00		938,963	0	938,963	0	0	0	938,963
01	Livestock Production	563	1,162,256	1,162,819	225,911	100,000	325,911	1,488,730
02	Fisheries Production	0	292,503	292,503	0	150,000	150,000	442,503
<b>Total Livestock and Fisheries Production</b>		<b>939,526</b>	<b>1,454,759</b>	<b>2,394,285</b>	<b>225,911</b>	<b>250,000</b>	<b>475,911</b>	<b>2,870,195</b>

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
<b>51</b>								
01	Public Sector Reforms Management	0	0	0	0	0	0	0
02	Disaster Risk Management	0	6,491,530	6,491,530	6,450,000	0	6,450,000	12,941,530
03	National Public Events Management	0	0	0	0	0	0	0
<b>Total Delegated Functions Management</b>		<b>0</b>	<b>6,491,530</b>	<b>6,491,530</b>	<b>6,450,000</b>	<b>0</b>	<b>6,450,000</b>	<b>12,941,530</b>
<b>52</b>								
00	-	10,524,547	0	10,524,547	0	0	0	10,524,547
01	Economic Cooperation	0	78,909	78,909	0	0	0	78,909
02	Political Cooperation	0	86,536	86,536	0	0	0	86,536
03	Protocol and Consular Services	0	390,000	390,000	0	0	0	390,000
04	Foreign Missions and Services Management	0	9,318,250	9,318,250	0	4,100,000	4,100,000	13,418,250
<b>Total International Cooperation</b>		<b>10,524,547</b>	<b>9,873,695</b>	<b>20,398,242</b>	<b>0</b>	<b>4,100,000</b>	<b>4,100,000</b>	<b>24,498,242</b>
<b>53</b>								
00	-	264,456	0	264,456	0	0	0	264,456
01	Financial Resource Management	0	497,258	497,258	0	0	0	497,258
02	Internal Auditing Services	0	0	0	0	0	0	0

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
03	Debt Management	0	109,886	109,886	0	0	0	109,886
04	Public Financial Management Reform Coordination	0	115,032	115,032	0	0	0	115,032
05	Financial Inspection Services	0	213,600	213,600	0	0	0	213,600
<b>Total Public Resource Management</b>		<b>264,456</b>	<b>935,775</b>	<b>1,200,231</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,200,231</b>
<b>54</b>								
00	-	156,821	0	156,821	0	0	0	156,821
01	Domestic Revenue Policy	0	64,000	64,000	0	0	0	64,000
02	Aid Coordination	0	1,830,000	1,830,000	830,000	1,000,000	1,830,000	3,660,000
<b>Total Resource Mobilisation</b>		<b>156,821</b>	<b>1,894,000</b>	<b>2,050,821</b>	<b>830,000</b>	<b>1,000,000</b>	<b>1,830,000</b>	<b>3,880,821</b>
<b>55</b>								
00	-	12,585	0	12,585	0	0	0	12,585
01	Economic Policy Services	0	64,000	64,000	0	0	0	64,000
02	Financial Sector and Pension Services	0	59,001	59,001	0	0	0	59,001
02	Public Sector and Pensions Services	0	0	0	0	0	0	0
<b>Total Economic Management Services</b>		<b>12,585</b>	<b>123,001</b>	<b>135,585</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>135,585</b>
<b>56</b>								
00	-	268,073	0	268,073	0	0	0	268,073
01	Economic Planning	0	66,453	66,453	0	40,000	40,000	106,453

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
02	Management of Public Sector Investment	0	625,158	625,158	400,000	155,000	555,000	1,180,158
03	Monitoring and Evaluation Services	0	112,960	112,960	0	0	0	112,960
04	Coordination of Social Protection Policy	0	21,990	21,990	0	0	0	21,990
<b>Total Planning and Development</b>		<b>268,073</b>	<b>826,560</b>	<b>1,094,633</b>	<b>400,000</b>	<b>195,000</b>	<b>595,000</b>	<b>1,689,633</b>
<b>57</b>								
00	-	219,840	0	219,840	0	0	0	219,840
01	Financial Reporting	0	5,181,180	5,181,180	0	0	0	5,181,180
02	Accounting Common Service	0	1,224	1,224	0	0	0	1,224
03	IFMIS	0	7,653,263	7,653,263	0	300,000	300,000	7,953,263
<b>Total Accounting System</b>		<b>219,840</b>	<b>12,835,666</b>	<b>13,055,507</b>	<b>0</b>	<b>300,000</b>	<b>300,000</b>	<b>13,355,507</b>
<b>58</b>								
00	-	183,074	0	183,074	0	0	0	183,074
01	Banking Services	0	1,260,000	1,260,000	0	0	0	1,260,000
02	Asset Management Services	0	2,048,563	2,048,563	0	0	0	2,048,563
<b>Total Cash Management Services</b>		<b>183,074</b>	<b>3,308,563</b>	<b>3,491,637</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>3,491,637</b>
<b>59</b>								
01	Salaries and Advances Processing	0	25,758	25,758	0	0	0	25,758
03	Losses and Compensation	0	3,140	3,140	0	0	0	3,140

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
<b>Total Pay Services</b>		<b>0</b>	<b>28,898</b>	<b>28,898</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>28,898</b>
<b>60</b>								
01	Socio Economic Infrastructure	0	250,000	250,000	0	250,000	250,000	500,000
02	Livelihoods and Skills Development	0	1,500,000	1,500,000	1,500,000	0	1,500,000	3,000,000
03	Productive Public Works	0	17,015,152	17,015,152	17,015,152	0	17,015,152	34,030,304
04	Social Cash Transfer	0	13,740,152	13,740,152	13,740,152	0	13,740,152	27,480,304
<b>Total Local Development</b>		<b>0</b>	<b>32,505,304</b>	<b>32,505,304</b>	<b>32,255,304</b>	<b>250,000</b>	<b>32,505,304</b>	<b>65,010,608</b>
<b>61</b>								
01	Socio Economic Infrastructure	0	0	0	0	0	0	0
02	Urban Economic Development	0	490,000	490,000	390,000	100,000	490,000	980,000
<b>Total Urban Development</b>		<b>0</b>	<b>490,000</b>	<b>490,000</b>	<b>390,000</b>	<b>100,000</b>	<b>490,000</b>	<b>980,000</b>
<b>62</b>								
01	Road Upgrading	0	53,350,000	53,350,000	23,100,000	30,250,000	53,350,000	106,700,000
02	Road Rehabilitation	0	16,600,000	16,600,000	15,600,000	1,000,000	16,600,000	33,200,000
<b>Total Road Infrastructure Management</b>		<b>0</b>	<b>69,950,000</b>	<b>69,950,000</b>	<b>38,700,000</b>	<b>31,250,000</b>	<b>69,950,000</b>	<b>139,900,000</b>
<b>63</b>								
00	-	40,020	0	40,020	0	0	0	40,020
01	Demography and Social Statistics	57,528	3,203,467	3,260,994	0	180,000	180,000	3,440,994

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
02	Economics and Agriculture Statistics	74,704	372,810	447,514	0	0	0	447,514
03	National Statistical System and Data Management	6,108	20,000	26,108	0	0	0	26,108
<b>Total Statistical Services</b>		<b>178,360</b>	<b>3,596,276</b>	<b>3,774,636</b>	<b>0</b>	<b>180,000</b>	<b>180,000</b>	<b>3,954,636</b>
<b>64</b>								
00		146,058	0	146,058	0	0	0	146,058
01	Intelligence analysis and Dissemination	0	73,768	73,768	0	0	0	73,768
02	Compliance Monitoring	0	29,688	29,688	0	0	0	29,688
03	Civic Education on AML/CFT	0	6,600	6,600	0	0	0	6,600
04	Domestic and International Cooperation	0	135,921	135,921	0	0	0	135,921
<b>Total Financial Intelligence Services</b>		<b>146,058</b>	<b>245,977</b>	<b>392,035</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>392,035</b>
<b>65</b>								
01	Preventive Services	0	11,653,747	11,653,747	0	0	0	11,653,747
03	Curative Services	0	42,854	42,854	0	0	0	42,854
<b>Total Primary Health Care</b>		<b>0</b>	<b>11,696,601</b>	<b>11,696,601</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>11,696,601</b>
<b>66</b>								
01	Preventive Services	0	25,690	25,690	0	0	0	25,690
03	Curative Services	0	591,043	591,043	0	0	0	591,043
04	Rehabilitative Services	0	7,670	7,670	0	0	0	7,670

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
<b>Total Secondary Health Care</b>		<b>0</b>	<b>624,403</b>	<b>624,403</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>624,403</b>
<b>67</b>								
00	-	6,785,103	0	6,785,103	0	0	0	6,785,103
01	Preventive Services	0	65,510	65,510	0	0	0	65,510
02	Health Promotion Services	0	49,194	49,194	0	0	0	49,194
03	Curative Services	0	1,242,597	1,242,597	0	0	0	1,242,597
04	Rehabilitative Services	0	37,431	37,431	0	0	0	37,431
05	Palliative Services	0	0	0	0	0	0	0
<b>Total Tertiary Health Care</b>		<b>6,785,103</b>	<b>1,394,733</b>	<b>8,179,835</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>8,179,835</b>
<b>68</b>								
00	-	664,104	0	664,104	0	0	0	664,104
01	Preventive Services	0	0	0	0	0	0	0
02	Health Promotion Services	0	50,000	50,000	0	0	0	50,000
<b>Total National Level Health Programs</b>		<b>664,104</b>	<b>50,000</b>	<b>714,104</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>714,104</b>
<b>69</b>								
00		61,665	0	61,665	0	0	0	61,665
01	Social and Economic Empowerment	0	43,140	43,140	0	0	0	43,140
02	Gender Mainstreaming	0	7,814	7,814	0	0	0	7,814
03	Gender Based Violence	0	10,660	10,660	0	0	0	10,660

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
<b>Total Gender Equality and Economic Empowerment</b>		<b>61,665</b>	<b>61,613</b>	<b>123,278</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>123,278</b>
<b>70</b>								
	00	150,402	0	150,402	0	0	0	150,402
	01	Adult Literacy	0	77,636	77,636	0	0	77,636
	02	Community Mobilization and Capacity Building	0	212,281	212,281	0	130,000	342,281
	03	Community Development	0	70,715	70,715	0	0	70,715
<b>Total Community and Child Development</b>		<b>150,402</b>	<b>360,633</b>	<b>511,034</b>	<b>0</b>	<b>130,000</b>	<b>130,000</b>	<b>641,034</b>
<b>71</b>								
	00	649,014	0	649,014	0	0	0	649,014
	01	Primary Child Protection Services	0	0	0	0	0	0
	02	Probation and Rehabilitation Services	0	79,531	79,531	0	0	79,531
	03	Disability Mainstreaming	0	48,980	48,980	0	0	48,980
	04	Ageing and Human Rights	0	47,898	47,898	0	0	47,898
	05	Social Cash Transfer	0	577,500	577,500	0	0	577,500
	06	NGO Coordination	0	30,000	30,000	0	0	30,000
<b>Total Social Protection and Development</b>		<b>649,014</b>	<b>783,908</b>	<b>1,432,922</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,432,922</b>

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
<b>72</b>								
01	Information Production and Management	76,638	147,157	223,795	0	0	0	223,795
02	Civic Education	0	0	0	0	0	0	0
<b>Total Information and Civic Education</b>		<b>76,638</b>	<b>147,157</b>	<b>223,795</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>223,795</b>
<b>73</b>								
01	Tourism Product Planning	0	799,056	799,056	0	700,000	700,000	1,499,056
02	Quality Assurance and Control	0	70,211	70,211	0	0	0	70,211
03	Tourism Marketing	0	69,149	69,149	0	0	0	69,149
<b>Total Tourism Development</b>		<b>0</b>	<b>938,416</b>	<b>938,416</b>	<b>0</b>	<b>700,000</b>	<b>700,000</b>	<b>1,638,416</b>
<b>74</b>								
00		14,982,858	0	14,982,858	0	0	0	14,982,858
01	Preventive Policing	0	3,716,737	3,716,737	0	0	0	3,716,737
02	Detective, Investigative and Prosecution Services	0	1,372,891	1,372,891	0	0	0	1,372,891
03	Road Traffic and Safety Services	0	286,650	286,650	0	0	0	286,650
04	Special Operations, Infrastructure and Asset Management	0	356,743	356,743	0	0	0	356,743
<b>Total Public Safety and Security Services</b>		<b>14,982,858</b>	<b>5,733,022</b>	<b>20,715,880</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>20,715,880</b>

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total	
<b>75</b>									
	00	2,526,670	0	2,526,670	0	0	0	2,526,670	
	01	Safe Custody	0	3,644,789	3,644,789	0	1,250,000	1,250,000	4,894,789
	02	Rehabilitation, Reformation & Reintegration	0	249,754	249,754	0	0	0	249,754
	03	Prison Medical Services	0	66,100	66,100	0	0	0	66,100
	04	Prison Agricultural Programs	0	241,673	241,673	0	0	0	241,673
<b>Total Prison Security, Human Treatment and Skills Development</b>		<b>2,526,670</b>	<b>4,202,316</b>	<b>6,728,986</b>	<b>0</b>	<b>1,250,000</b>	<b>1,250,000</b>	<b>7,978,986</b>	
<b>76</b>									
	00	1,194,045	0	1,194,045	0	0	0	1,194,045	
	01	Issuance of Permits and Travel Documents	0	125,973	125,973	0	0	0	125,973
	02	Border Management	0	111,085	111,085	0	0	0	111,085
<b>Total Immigration Services</b>		<b>1,194,045</b>	<b>237,058</b>	<b>1,431,103</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,431,103</b>	
<b>77</b>									
	00	104,831	248,626	353,457	0	0	0	353,457	
<b>Total Civil Litigation Services and Legal Advice</b>		<b>104,831</b>	<b>248,626</b>	<b>353,457</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>353,457</b>	
<b>78</b>									
	00	87,792	0	87,792	0	0	0	87,792	

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
01	Legislative drafting	0	116,442	116,442	0	0	0	116,442
02	Vetting services and trustee	0	0	0	0	0	0	0
<b>Total Legislative Drafting Services</b>		<b>87,792</b>	<b>116,442</b>	<b>204,234</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>204,234</b>
<b>79</b>								
01	Human Rights Support	0	100,034	100,034	0	0	0	100,034
<b>Total Democratic Governance</b>		<b>0</b>	<b>100,034</b>	<b>100,034</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>100,034</b>
<b>80</b>								
00		549,553	0	549,553	0	0	0	549,553
01	Criminal Prosecutions	0	742,788	742,788	0	0	0	742,788
02	Consents and Legal Advice	0	21,875	21,875	0	0	0	21,875
03	Asset Forfeiture	0	22,009	22,009	0	0	0	22,009
<b>Total Business Development</b>		<b>549,553</b>	<b>786,672</b>	<b>1,336,224</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,336,224</b>
<b>81</b>								
00		105,463	0	105,463	0	0	0	105,463
01	Administration of Deceased Estates	0	225,052	225,052	0	150,000	150,000	375,052
02	Distribution of Deceased Estates	0	22,680	22,680	0	0	0	22,680
<b>Total Deceased Estates Management</b>		<b>105,463</b>	<b>247,732</b>	<b>353,195</b>	<b>0</b>	<b>150,000</b>	<b>150,000</b>	<b>503,195</b>
<b>82</b>								
01	Criminal Cases	0	70,765	70,765	0	0	0	70,765

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
02	Civil Cases	0	107,919	107,919	0	0	0	107,919
03	Legal Advice and Literacy	0	69,538	69,538	0	0	0	69,538
04	Legal Accessibility	0	43,551	43,551	0	0	0	43,551
<b>Total Legal Assistance</b>		<b>0</b>	<b>291,774</b>	<b>291,774</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>291,774</b>
<b>83</b>								
00		148,923	0	148,923	0	0	0	148,923
01	Youth Economic Empowerment	0	4,875,040	4,875,040	3,200,000	1,600,000	4,800,000	9,675,040
02	Youth Participation and Leadership	0	15,211	15,211	0	0	0	15,211
<b>Total Youth Development</b>		<b>148,923</b>	<b>4,890,251</b>	<b>5,039,174</b>	<b>3,200,000</b>	<b>1,600,000</b>	<b>4,800,000</b>	<b>9,839,174</b>
<b>84</b>								
00		649,233	0	649,233	0	0	0	649,233
01	Vocational School Management	0	121,814	121,814	0	0	0	121,814
02	Technical Colleges	58,057	682,973	741,030	0	200,000	200,000	941,030
03	Community Colleges	0	630,000	630,000	0	630,000	630,000	1,260,000
04	Trade Testing Services	0	394,640	394,640	0	200,000	200,000	594,640
<b>Total Technical and Vocational Training</b>		<b>707,290</b>	<b>1,829,428</b>	<b>2,536,717</b>	<b>0</b>	<b>1,030,000</b>	<b>1,030,000</b>	<b>3,566,717</b>
<b>85</b>								
01	Foreign Trade Facilitation	0	891,622	891,622	0	0	0	891,622

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
02	Domestic Trade Facilitation	0	0	0	0	0	0	0
03	TIPSWAP Support	0	6,000	6,000	0	0	0	6,000
<b>Total Trade Development and Facilitation</b>		<b>0</b>	<b>897,622</b>	<b>897,622</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>897,622</b>
<b>86</b>								
01	Industrial Cluster Development	0	81,249	81,249	0	0	0	81,249
02	Industrial policy and competitiveness enhancement	0	36,264	36,264	0	0	0	36,264
03	Buy Malawi Initiative	0	45,000	45,000	0	0	0	45,000
04	TIPSWAP Support	0	10,000	10,000	0	0	0	10,000
<b>Total Industrial Development</b>		<b>0</b>	<b>172,513</b>	<b>172,513</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>172,513</b>
<b>87</b>								
01	Investment promotion	0	27,297	27,297	0	0	0	27,297
02	Doing business reforms	0	26,974	26,974	0	0	0	26,974
03	TIPSWAP Support	0	6,000	6,000	0	0	0	6,000
<b>Total Private Sector Development</b>		<b>0</b>	<b>60,271</b>	<b>60,271</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>60,271</b>
<b>88</b>								
01	SMEs Development and Promotion	0	49,921	49,921	0	0	0	49,921
02	Cooperatives Development and Management	0	42,191	42,191	0	0	0	42,191
03	Business development	0	598,033	598,033	0	530,780	530,780	1,128,813

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
04	Marketing promotion	0	69,220	69,220	0	69,220	69,220	138,440
05	TIPSWAP Support	0	6,000	6,000	0	0	0	6,000
<b>Total Small Scale Business Development</b>		<b>0</b>	<b>765,364</b>	<b>765,364</b>	<b>0</b>	<b>600,000</b>	<b>600,000</b>	<b>1,365,364</b>
<b>89</b>								
01	Road	311,573	59,201	370,774	0	0	0	370,774
02	Rail	24,796	200,000	224,796	0	200,000	200,000	424,796
03	Water	0	1,090,847	1,090,847	0	1,000,000	1,000,000	2,090,847
04	Air	377,755	4,710,418	5,088,173	2,000,000	2,430,000	4,430,000	9,518,173
05	Buildings	269,129	371,572	640,701	0	0	0	640,701
<b>Total Transport Infrastructure</b>		<b>983,253</b>	<b>6,432,037</b>	<b>7,415,291</b>	<b>2,000,000</b>	<b>3,630,000</b>	<b>5,630,000</b>	<b>13,045,291</b>
<b>90</b>								
01	Pre-Election Services	0	826,742	826,742	0	0	0	826,742
02	Polling Services	0	58,354	58,354	0	0	0	58,354
03	Civic Education and Voter Registration	0	851,684	851,684	0	0	0	851,684
04	Voter Registration and Verification	0	5,250,381	5,250,381	0	0	0	5,250,381
<b>Total Electoral Services</b>		<b>0</b>	<b>6,987,161</b>	<b>6,987,161</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,987,161</b>
<b>91</b>								
00	-	208,534	0	208,534	0	0	0	208,534

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
01	Mining Inspection and Rights Administration	0	257,287	257,287	0	100,000	100,000	357,287
02	Geo-Mapping and Mineral Exploration	0	30,235	30,235	0	0	0	30,235
03	Geo-Hazard Monitoring and Assessment	0	28,700	28,700	0	0	0	28,700
04	Geo-Scientific Research and Laboratory Services	0	82,124	82,124	0	50,000	50,000	132,124
05	Geo-Information Management	0	16,977	16,977	0	0	0	16,977
<b>Total Mining and Geological Services</b>		<b>208,534</b>	<b>415,323</b>	<b>623,857</b>	<b>0</b>	<b>150,000</b>	<b>150,000</b>	<b>773,857</b>
<b>92</b>								
00	-	3,559,887	0	3,559,887	0	0	0	3,559,887
01	Forestry Management	0	41,025	41,025	0	0	0	41,025
02	Environmental Management	0	188,329	188,329	0	120,000	120,000	308,329
03	Climate Change Management	0	0	0	0	0	0	0
04	Meteorological Services	0	178,061	178,061	0	0	0	178,061
05	Biodiversity Conservation and Protection	0	18,126	18,126	0	0	0	18,126
06	Research, Development and Extension Services	0	19,260	19,260	0	0	0	19,260
<b>Total Environment and Climate Change Management</b>		<b>3,559,887</b>	<b>444,800</b>	<b>4,004,687</b>	<b>0</b>	<b>120,000</b>	<b>120,000</b>	<b>4,124,687</b>
<b>93</b>								

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
00	-	860,177	0	860,177	0	0	0	860,177
01	Wild Life Conservation Services	0	251,894	251,894	0	0	0	251,894
02	Research, Development and Extension Services	0	100,000	100,000	0	100,000	100,000	200,000
<b>Total Wild Life Conservation and Management</b>		<b>860,177</b>	<b>351,894</b>	<b>1,212,071</b>	<b>0</b>	<b>100,000</b>	<b>100,000</b>	<b>1,312,071</b>
<b>94</b>								
00		13,910	0	13,910	0	0	0	13,910
01	Investigations	69,937	164,692	234,628	0	0	0	234,628
02	Research and Civic Education	20,253	13,000	33,253	0	0	0	33,253
<b>Total Public Complaints and Resolution</b>		<b>104,099</b>	<b>177,692</b>	<b>281,791</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>281,791</b>
<b>95</b>								
00		171,191	0	171,191	0	0	0	171,191
01	Sports Development	0	2,481,000	2,481,000	0	2,350,000	2,350,000	4,831,000
<b>Total Sports and Culture</b>		<b>171,191</b>	<b>2,481,000</b>	<b>2,652,191</b>	<b>0</b>	<b>2,350,000</b>	<b>2,350,000</b>	<b>5,002,191</b>
<b>96</b>								
00	-	492,436	0	492,436	0	0	0	492,436
01	Rural Development	0	8,565,425	8,565,425	620,000	7,900,000	8,520,000	17,085,425
03	Technology Generation and Dissemination	0	150,000	150,000	0	150,000	150,000	300,000

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
04	Irrigation Development	0	566,972	566,972	500,000	0	500,000	1,066,972
05	Local Authority Capacity Enhancement	0	501,614	501,614	501,614	0	501,614	1,003,228
06	Agro-Processing and Value Chain Development	0	5,851	5,851	0	0	0	5,851
09	Greenbelt Initiative	0	17,685,000	17,685,000	15,270,000	2,100,000	17,370,000	35,055,000
<b>Total Sustainable Rural Development</b>		<b>492,436</b>	<b>27,474,862</b>	<b>27,967,297</b>	<b>16,891,614</b>	<b>10,150,000</b>	<b>27,041,614</b>	<b>55,008,911</b>
<b>97</b>								
00		884,703	0	884,703	0	0	0	884,703
01	Asset Declarations	0	230,307	230,307	0	0	0	230,307
02	Public Procurement	0	531,650	531,650	0	0	0	531,650
03	Registration Services	0	263,554	263,554	0	0	0	263,554
04	Assessment of Estate Duty and Stamp Duty	0	14,728	14,728	0	0	0	14,728
05	Insolvency and Liquidation	0	15,079	15,079	0	0	0	15,079
06	Corruption Prevention and Public Awareness	0	139,624	139,624	0	0	0	139,624
07	Law Enforcement	0	1,155,800	1,155,800	0	0	0	1,155,800
08	Law Reform	0	215,485	215,485	0	0	0	215,485
09	Civic Education	0	249,612	249,612	0	0	0	249,612
<b>Total Governance</b>		<b>884,703</b>	<b>2,815,838</b>	<b>3,700,542</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>3,700,542</b>
<b>98</b>								

Code		PE	ORT	Total	Dev Part 1	Dev Part 2	Total	Grand Total
00		179,812	0	179,812	0	0	0	179,812
01	Human Rights Promotion	0	123,547	123,547	0	0	0	123,547
02	Human Rights Protection	0	15,340	15,340	0	0	0	15,340
<b>Total Human Rights</b>		<b>179,812</b>	<b>138,887</b>	<b>318,699</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>318,699</b>
<b>99</b>								
00		48,745	0	48,745	0	0	0	48,745
01	Youth Development Services	0	1,500	1,500	0	0	0	1,500
02	Early Childhood Development	0	600,000	600,000	0	0	0	600,000
03	Family Nutrition and HIV	0	3,587	3,587	0	0	0	3,587
<b>Total Child Development and Protection</b>		<b>48,745</b>	<b>605,087</b>	<b>653,832</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>653,832</b>

Source: Ministry of Finance, Economic Planning and Development

**ANNEX 8: OVERALL SUMMARY OF ESTIMATES AT ITEM LEVEL 2017-18  
FINANCIAL YEAR (RECURRENT AND CAPITAL EXPENDITURE)**

<b>Code</b>	<b>Description</b>	<b>Approved 2016/17 K</b>	<b>Revised 2016/17 K</b>	<b>Estimate 2017/18 K</b>	<b>Change between 2016/17 Approved and 2017/18 Estimates</b>
01 -	Domestic Interest Payments	132,111,000,000	156,219,770,000	170,954,682,137	29.40 %
02 -	Foreign Interest Payments	11,408,000,000	12,316,810,000	14,880,000,000	30.43 %
05 -	Pensions	17,064,000,000	17,064,000,000	24,640,871,000	44.40 %
06 -	Gratuities	32,935,999,999	35,027,270,381	43,898,838,981	33.29 %
07 -	Compensations	9,193,130,211	7,193,130,211	7,000,000,000	-23.86 %
08 -	Refunds	13,732,794	11,663,465	3,268,352	-76.20 %
10 -	Salaries	243,957,492,333	239,424,032,170	153,493,172,806	-37.08 %
11 -	Other Allowances	20,408,221,609	21,307,656,011	8,970,448,416	-56.04 %
12 -	Foreign Allowance and Benefits	5,946,436,703	6,498,917,840	7,454,716,945	25.36 %
21 -	Internal Travel	23,603,995,159	24,974,696,366	25,536,122,413	8.19 %
22 -	External Travel	5,368,297,585	6,040,154,011	6,045,981,452	12.62 %
23 -	Public Utilities	8,472,890,494	8,803,937,065	12,050,113,171	42.22 %
24 -	Office Supplies and Expenses	13,798,167,847	14,146,877,489	27,821,939,623	101.64 %
25 -	Medical Supplies and Expenses	27,652,897,904	28,022,536,303	23,867,899,598	-13.69 %
26 -	Rents	9,841,464,269	9,204,133,858	9,036,874,780	-8.18 %

<b>Code</b>	<b>Description</b>	<b>Approved 2016/17 K</b>	<b>Revised 2016/17 K</b>	<b>Estimate 2017/18 K</b>	<b>Change between 2016/17 Approved and 2017/18 Estimates</b>
27 -	Education Supplies and Expenses	7,817,910,316	7,793,198,168	10,161,069,614	29.97 %
28 -	Training Expenses	15,116,837,654	15,063,962,406	9,183,695,451	-39.25 %
29 -	Acquisition of Technical Services	128,053,921,202	85,251,209,806	104,889,692,515	-18.09 %
30 -	Insurance Expenses	206,543,725	186,840,979	304,613,587	47.48 %
31 -	Agricultural Inputs	41,748,737,585	49,854,649,754	30,034,335,515	-28.06 %
32 -	Food and Rations	5,490,817,146	7,032,096,166	7,675,195,539	39.78 %
33 -	Other Goods and Services	9,314,652,275	14,559,377,278	7,303,609,967	-21.59 %
34 -	Motor Vehicle Running Expenses	14,006,639,087	14,309,646,477	16,468,437,109	17.58 %
35 -	Routine Maintenance of Assets	6,470,978,226	8,464,058,251	7,804,870,992	20.61 %
36 -	Agricultural Subsidies	27,000,000,000	28,782,943,066	27,005,280,000	0.02 %
39 -	Grants to International Organisations	4,271,080,085	4,335,812,962	8,958,601,439	109.75 %
40 -	Grants and Subventions	118,981,175,771	119,963,683,505	139,763,497,039	17.47 %
41 -	Acquisition of	160,383,545,213	139,153,044,395	202,349,316,546	26.17 %

<b>Code</b>	<b>Description</b>	<b>Approved 2016/17 K</b>	<b>Revised 2016/17 K</b>	<b>Estimate 2017/18 K</b>	<b>Change between 2016/17 Approved and 2017/18 Estimates</b>
	Fixed Assets				
61 -	Public Services Loans	5,900,000,000	5,860,000,000	8,120,500,000	37.64 %
	Transfers to Councils	38,756,958,547	40,656,958,548	175,573,249,924	3.53%

**Source: Ministry of Finance, Economic Planning and Development**

## ANNEX 9: REVENUE OVERVIEW

TYPE OF TAX	Approved 2016/17	Revised 2016/17	Estimate 2017/18	Estimate 2018/19	Estimate 2019/20
<b>1. PAYE</b>	<b>209,770,820,000</b>	<b>212,228,042,716</b>	<b>253,542,881,710</b>	<b>292,842,028,376</b>	<b>338,525,384,802</b>
<b>2. COMPANY TAX</b>	<b>99,713,370,000</b>	<b>100,374,834,854</b>	<b>120,442,038,482</b>	<b>139,110,554,447</b>	<b>160,811,800,941</b>
a. Company Assessment	28,960,770,000	24,939,741,812	29,677,295,167	34,277,275,917	39,624,530,961
b. Provisional Tax	70,752,600,000	75,435,093,042	90,764,743,316	104,833,278,530	121,187,269,980
		-	-	-	-
<b>3. WITHHOLDING TAX</b>	<b>66,550,530,000</b>	<b>66,549,296,842</b>	<b>79,191,001,271</b>	<b>91,465,606,468</b>	<b>105,734,241,077</b>
		-	-	-	-
<b>4. IMPORT DUTY</b>	<b>57,543,150,000</b>	<b>62,998,470,120</b>	<b>78,760,687,344</b>	<b>90,968,593,882</b>	<b>105,159,694,527</b>
		-	-	-	-
<b>5. VAT</b>	<b>206,360,130,000</b>	<b>224,542,176,860</b>	<b>281,882,649,318</b>	<b>325,574,459,962</b>	<b>376,364,075,717</b>
a. Import VAT	106,859,470,000	119,497,766,552	153,384,029,899	177,158,554,533	204,795,289,040
b. Domestic VAT	99,500,660,000	105,044,410,308	128,498,619,420	148,415,905,430	171,568,786,677
	-	-	-	-	-
<b>6. MISCELLANEOUS DUTIES</b>	<b>672,330,000</b>	<b>657,180,860</b>	<b>821,607,511</b>	<b>948,956,675</b>	<b>1,096,993,916</b>
	-	-	-	-	-
<b>7. EXCISE DUTIES</b>	<b>57,386,420,000</b>	<b>63,430,391,819</b>	<b>80,278,982,806</b>	<b>92,722,225,141</b>	<b>107,186,892,263</b>
a. Import Excise	33,388,720,000	37,265,336,953	48,520,906,744	56,041,647,289	64,784,144,266
b. Local Excise	23,997,700,000	26,165,054,866	31,758,076,062	36,680,577,852	42,402,747,997
<b>8. OTHER TAXES</b>	<b>21,474,780,000</b>	<b>24,277,749,195</b>	<b>28,889,550,432</b>	<b>33,367,430,749</b>	<b>38,572,749,946</b>
a. Fringe Benefit	8,124,430,000	8,637,162,677	10,277,878,099	11,870,949,204	13,722,817,280
b. Non-Resident Tax	8,529,360,000	11,137,449,915	13,253,119,900	15,307,353,485	17,695,300,629
c. Penalties	1,301,670,000	1,901,996,266	2,263,299,476	2,614,110,895	3,021,912,195
d. Dividend Tax	3,273,750,000	2,577,720,898	3,067,384,759	3,542,829,397	4,095,510,783
e. Turnover tax	28,140,000	23,419,440	27,868,197	32,187,768	37,209,060
f. Tax arrears	-				
g. Prepayments	217,430,000				
<b>Gross Collection</b>	<b>719,471,530,000</b>	<b>755,058,143,266</b>	<b>923,809,398,874</b>	<b>1,066,999,855,700</b>	<b>1,233,451,833,189</b>
Tax Refunds	10,635,000,000	11,325,872,149	23,095,234,972	26,674,996,392	30,836,295,830
<b>Net tax collection</b>	<b>708,836,530,000</b>	<b>743,732,271,117</b>	<b>900,714,163,903</b>	<b>1,040,324,859,307</b>	<b>1,202,615,537,359</b>
Departmental Receipts and Treasury Fund	18,053,500,000	22,930,156,319	25,232,667,200	27,755,933,920	30,531,527,312

<b>TYPE OF TAX</b>	<b>Approved 2016/17</b>	<b>Revised 2016/17</b>	<b>Estimate 2017/18</b>	<b>Estimate 2018/19</b>	<b>Estimate 2019/20</b>
Road Levy	19,160,113,500	23,844,475,374	26,228,922,911	28,851,815,203	31,736,996,723
Parastatal dividends	23,240,261,500	27,862,764,056	20,649,040,462	22,713,944,508	24,985,338,959
Storage Levy	1,375,000,000	1,682,629,207	1,850,892,127	2,035,981,340	2,239,579,474
Road Tax	4,125,000,000	4,984,066,426	5,482,473,069	6,030,720,376	6,633,792,413
<b>Non Tax Total</b>	<b>65,953,875,000</b>	<b>81,304,091,382</b>	<b>79,443,995,769</b>	<b>87,388,395,346</b>	<b>96,127,234,881</b>
<b>TOTAL REVENUES (NET)</b>	<b>774,790,405,000</b>	<b>825,036,362,499</b>	<b>980,158,159,672</b>	<b>1,127,713,254,654</b>	<b>1,298,742,772,240</b>

Source: Ministry of Finance, Economic Planning and Development

## ANNEX 10: DEPARTMENTAL RECEIPTS OVERVIEW

Ministry/Department	Approved 2016/17	Revised 2016/17	Estimate 2017/18	Estimate 2018/19	Estimate 2019/20
Accountant General	125,000,000	125,000,000	138,900,000	152,790,000	168,069,000
Administrator General	500,000	500,000	300,000	330,000	363,000
Agriculture	150,000,000	240,000,000	200,000,000	220,000,000	242,000,000
Civil Aviation	3,600,000,000	4,014,544,140	5,300,000,000	5,830,000,000	6,413,000,000
Civic Education, Culture and Community Development			54,217,200	59,638,920	65,602,812
Education	504,000,000	504,000,000	900,000,000	990,000,000	1,089,000,000
Finance	200,000,000	200,000,000	100,000,000	110,000,000	121,000,000
Fisheries Department	30,000,000	30,000,000	20,000,000	22,000,000	24,200,000
Forestry	-	6,322,748	-	-	-
Geological Survey	14,000,000	14,000,000	16,000,000	17,600,000	19,360,000
Government Stores	-	186,000	-	-	-
Health and Population	250,000,000	250,000,000	250,000,000	275,000,000	302,500,000
Immigration	6,900,000,000	9,990,962,992	9,500,000,000	10,450,000,000	11,495,000,000
Information	21,000,000	21,000,000	25,000,000	27,500,000	30,250,000
Judiciary	30,000,000	30,000,000	40,000,000	44,000,000	48,400,000
Labour and Social Services	165,000,000	165,000,000	200,000,000	220,000,000	242,000,000
Lands, Housing and Physical Planning	1,060,000,000	1,060,000,000	1,200,000,000	1,320,000,000	1,452,000,000
Marine	15,000,000	15,000,000	12,500,000	13,750,000	15,125,000
Metrological services	1,000,000	1,000,000	1,500,000	1,650,000	1,815,000
Mines	222,000,000	333,235,243	400,000,000	440,000,000	484,000,000
NSO	1,000,000	1,000,000	1,000,000	1,100,000	1,210,000
ODPP	25,000,000	25,000,000	28,000,000	30,800,000	33,880,000
Police	2,000,000,000	2,000,000,000	2,500,000,000	2,750,000,000	3,025,000,000
Prisons	30,000,000	30,000,000	13,500,000	14,850,000	16,335,000
Railway Services	600,000,000	600,000,000	750,000,000	825,000,000	907,500,000

<b>Ministry/Department</b>	<b>Approved 2016/17</b>	<b>Revised 2016/17</b>	<b>Estimate 2017/18</b>	<b>Estimate 2018/19</b>	<b>Estimate 2019/20</b>
Registrar General	1,320,000,000	1,735,728,111	1,710,000,000	1,881,000,000	2,069,100,000
Tourism and Parks	-	1,847,640	-	-	-
Trade and Industry	200,000,000	200,000,000	245,000,000	269,500,000	296,450,000
Water and Irrigation	-	26,018,636	-	-	-
Women and Children	20,000,000	20,000,000	22,000,000	24,200,000	26,620,000
Youth, Sports	170,000,000	170,000,000	104,750,000	115,225,000	126,747,500
<b>TOTAL</b>	<b>17,653,500,000</b>	<b>21,810,345,510</b>	<b>23,732,667,200</b>	<b>26,105,933,920</b>	<b>28,716,527,312</b>
Treasury Funds	1,000,000,000	1,000,000,000	1,500,000,000	1,650,000,000	1,815,000,000
Total Departmental	<b>18,653,500,000</b>	<b>22,810,345,510</b>	<b>25,232,667,200</b>	<b>27,755,933,920</b>	<b>30,531,527,312</b>

**Source: Ministry of Finance, Economic Planning and Development**

**ANNEX 11: SUMMARY OF 2017-18 OFF-BUDGET**

<b>PROJECT NAME</b>	<b>Donor</b>	<b>Grant or Loan?</b>	<b>Currency</b>	<b>2017/18FY Projection (Donor Currency)</b>	<b>2017/18FY Projection (MK)</b>	<b>Implementing Agency</b>
Establishment of Music Crossroads Academies in Malawi, Mozambique and Zimbabwe	Norway	Grant	NOK	1,500,000	131,381,850	Music Crossroads International
Support to inclusive education	Norway	Grant	NOK	9,000,000	788,291,100	Save the Children
Malawi Agriculture Partnership Programme	Norway	Grant	NOK	10,500,000	919,672,950	African Institute of Corporate Citizenship
Development Fund - Sustainable Agriculture Lead Farmer Programme	Norway	Grant	NOK	11,000,000	963,466,900	The Development Fund of Norway
Total Land Care - Management for Adaptation for Climate Change	Norway	Grant	NOK	13,750,000	1,204,333,625	Total Land Care
WE Effect (SCC)-Malawi's Lake Basin Programme	Norway	Grant	NOK	16,000,000	1,401,406,400	Swedish Cooperative Centre
UNDP: One UNG Girls' Education Initiative II	Norway	Grant	NOK	45,000,000	3,941,455,500	United Nations Development Programme
VSO Unlocking Talent through Technology: improving learning outcomes	Norway	Grant	NOK	5,997,000	525,264,636	Voluntary Service Organization
CHAI scaling-up skilled birth attendants for maternal child health	Norway	Grant	NOK	32,000,000	2,802,812,800	Clinton Foundation

PROJECT NAME	Donor	Grant or Loan?	Currency	2017/18FY Projection (Donor Currency)	2017/18FY Projection (MK)	Implementing Agency
NGO Gender Coordination Network Phase II and III	Norway	Grant	NOK	2,500,000	218,969,750	NGO Gender Coordination Network
UN Women Economic Empowerment of Women	Norway	Grant	NOK	3,100,000	271,522,490	UN Women
UN Women Gender and Governance	Norway	Grant	NOK	1,589,000	139,177,173	UN Women
NCA Gender Justice Program	Norway	Grant	NOK	2,823,000	247,260,642	Norwegian Church Aid
Increasing Women Representation in Politics	Norway	Grant	NOK	3,500,000	306,557,650	
NCA Operating Theatre Block Int. Infrastructure Dev. Project KCH Phase II	Norway	Grant	NOK	9,100,000	797,049,890	Norwegian Church Aid
Enhancing Citizen's Participation in Budget Tracking and Monitoring for Equitable and Sustainable Development in Malawi	EU	Grant	Euro	37,500	29,032,373	
A disability inclusive Malawi society through empowered Disabled People's Organisations	EU	Grant	Euro	18,145	14,047,797	

PROJECT NAME	Donor	Grant or Loan?	Currency	2017/18FY Projection (Donor Currency)	2017/18FY Projection (MK)	Implementing Agency
Improved Services for AIDS and Basic Healthcare through Empowerment of Local Democracy (ISABEL)	EU	Grant	Euro	26,249	20,321,887	
Act Together for Better Long-term Education	EU	Grant	Euro	33,353	25,821,779	
Innovative approaches to cash delivery for the Malawi Social Cash Transfer Programme	EU	Grant	Euro	271,940	210,535,023	
Strengthening Land Governance System for Smallholder Farmers in Malawi	EU	Grant	Euro	303,443	234,924,539	
DCI-ENV Mid Term Review and End Term Review	EU	Grant	Euro	20,000	15,483,932	
Monitoring and Evaluating Global Climate Change Alliance Activities in Malawi	EU	Grant	Euro	42,681	33,043,485	
Strengthening Community Resilience to Climate Change in Blantyre, Zomba, Neno and Phalombe Districts	EU	Grant	Euro	834,090	645,749,642	
Planning for Climate Change	EU	Grant	Euro	521,029	403,378,880	

PROJECT NAME	Donor	Grant or Loan?	Currency	2017/18FY Projection (Donor Currency)	2017/18FY Projection (MK)	Implementing Agency
Climate Change Documentary of Malawi	EU	Grant	Euro	41,980	32,500,773	
Strengthening Community Child Protection Systems to fight violence against children in Malawi	EU	Grant	Euro	821,725	636,176,701	
DCI-SUCRE End Term Review	EU	Grant	Euro	42,000	32,516,257	
Expansion of the Phata Irrigated Sugarcane Scheme - Phase 2	EU	Grant	Euro	210,000	162,581,286	
Technical Assistance to the Sugar Sector in Malawi	EU	Grant	Euro	90,000	69,677,694	
Capacity building for sugar outgrowers in Malawi, Phase III	EU	Grant	Euro	200,000	154,839,320	
Improved Access to Justice for Unrepresented Accused Persons in the Criminal Justice System in the Central Region of Malawi	EU	Grant	Euro	328,025	253,955,840	
FIDP II PE2 Expenditure Verification	EU	Grant	Euro	12,000	9,290,359	
FIDP II Communication and visibility TA contract	EU	Grant	Euro	120,000	92,903,592	
FWC 1 for support to FIDP II PE2	EU	Grant	Euro	30,000	23,225,898	

PROJECT NAME	Donor	Grant or Loan?	Currency	2017/18FY Projection (Donor Currency)	2017/18FY Projection (MK)	Implementing Agency
FWC 2 for support to FIDP II PE2 and PE3	EU	Grant	Euro	75,000	58,064,745	
FWC assessors for FIDP II Agribusiness grant for Northern Region	EU	Grant	Euro	10,000	7,741,966	
DIVERSIFY - Developing Integrated Value chains to Enhance Rural Smallholders' Incomes and Food security Year-round.	EU	Grant	Euro	520,000	402,582,232	
Enhancing the capacity of Civil Society Organizations (CSOs), district level staff and communities in Scaling Up Nutrition (SUN) initiative in Malawi	EU	Grant	Euro	147,474	114,173,869	
Enhance farmers' capacity to Scale Up Nutrition (SUN) in Malawi	EU	Grant	Euro	202,493	156,769,392	
Expenditure Verification Mission to FIDP II - PE1 2015/367-090	EU	Grant	Euro	5,585	4,323,888	
Improved livelihoods through sustainable intensification and diversification of market oriented crop-livestock systems in southern Malawi.	EU	Grant	Euro	700,000	541,937,620	

PROJECT NAME	Donor	Grant or Loan?	Currency	2017/18FY Projection (Donor Currency)	2017/18FY Projection (MK)	Implementing Agency
Market-led Smallholder Farmer Development for Poverty Reduction in Malawi	EU	Grant	Euro	437,500	338,711,013	
Exp verification NAO SU PE6	EU	Grant	Euro	11,250	8,709,712	
Final Evaluation of NAO Support Programme	EU	Grant	Euro	60,000	46,451,796	
Technical Assistance under the Malawi Road Sector Policy Support Programme - Europeaid/130306/D/SER/MW	EU	Grant	Euro	207,978	161,015,860	
Empowering forest dependent communities through commercialization of small-scale forestry	EU	Grant	Euro	339,186	262,596,648	
Enhancing Forests for Sustainable Livelihoods	EU	Grant	Euro	129,987	100,635,493	
Contribution Agreement with UNDP for the Elections Basket Fund	EU	Grant	Euro	50,805	39,333,058	UNDP
Contribution to the Improved Trade Statistics and Information System in Malawi (Contribution Agreement with International Trade Centre)	EU	Grant	Euro	83,505	64,649,287	

PROJECT NAME	Donor	Grant or Loan?	Currency	2017/18FY Projection (Donor Currency)	2017/18FY Projection (MK)	Implementing Agency
ASWAp-GBI - Expenditure Verification and Financial Audit GBI PE2	EU	Grant	Euro	10,000	7,741,966	
ASWAp-GBI - Expenditure Verification and Financial Audit GBI PE3	EU	Grant	Euro	12,500	9,677,458	
Enhancing food security through small-scale irrigation in Malawi : The case of Chilingali Irrigation Scheme	EU	Grant	Euro	614,290	475,581,229	
Enhancing Food Security through small scale irrigation in Malawi: The case of Tchanga Irrigation Scheme	EU	Grant	Euro	492,127	381,003,050	
Sustainable Intensification of Market Oriented Production in Mwalija Smallholder Irrigation Scheme, Chikwawa, Malawi	EU	Grant	Euro	547,603	423,952,381	
Supervision of Works on Bwanje Valley Dam Project	EU	Grant	Euro	184,902	143,150,500	
Feasibility study for Extending the Bwanje Valley Irrigation Scheme	EU	Grant	Euro	118,158	91,477,522	

PROJECT NAME	Donor	Grant or Loan?	Currency	2017/18FY Projection (Donor Currency)	2017/18FY Projection (MK)	Implementing Agency
Achieving Millennium Development Goal 7c: Integrated Water, Sanitation and Hygiene in Lilongwe's Low Income Areas	EU	Grant	Euro	74,552	57,717,518	
Integrated WASH intervention in low income areas (LIA) in Mzuzu and Karonga	EU	Grant	Euro	202,568	156,827,650	
Poverty Reduction and Improved Health In Peri Urban Malawi	EU	Grant	Euro	75,000	58,064,745	
Improving water supply, sanitation and hygiene promotion in peri-urban areas of Mzuzu City and Karonga Town in Malawi	EU	Grant	Euro	46,150	35,729,173	
Grant contract with Prison Fellowship	EU	Grant	Euro	89,931	69,623,887	
Grant contract with LOFTF	EU	Grant	Euro	49,615	38,411,764	
Grant contract with MTC	EU	Grant	Euro	271,027	209,827,795	
Hope for youths: Empowerment of women and vulnerable groups through vocational education and entrepreneurship skills in Malawi	EU	Grant	Euro	104,601	80,981,351	

PROJECT NAME	Donor	Grant or Loan?	Currency	2017/18FY Projection (Donor Currency)	2017/18FY Projection (MK)	Implementing Agency
Empowering Street Children and Disadvantaged Youth through Vocational Training in Blantyre and Zomba	EU	Grant	Euro	30,650	23,729,126	
Supply of School Furniture	EU	Grant	Euro	900,000	696,776,940	
Provision of Technical Assistance to improving Secondary Education in Malawi (ISEM)	EU	Grant	Euro	159,563	123,532,745	
Supervision of the Rehabilitation and construction of Community Day Secondary Schools in Malawi	EU	Grant	Euro	645,660	499,867,777	
Sustainable Participatory Initiative for Secondary Education Support (SPISES) Project	EU	Grant	Euro	83,702	64,801,997	
Improving Secondary Education Completion Rates among Girls and Other Vulnerable Students	EU	Grant	Euro	254,330	196,901,615	
TA to RRIMP	EU	Grant	Euro	575,000	445,163,045	
CHILUNGAMO PAGODA with International Organisation (BRITISH COUNCIL)	EU	Grant	Euro	450,000	348,388,470	

PROJECT NAME	Donor	Grant or Loan?	Currency	2017/18FY Projection (Donor Currency)	2017/18FY Projection (MK)	Implementing Agency
Contract with EIB for KULIMA	EU	Grant	Euro	5,000,000	3,870,983,000	
KULIMA GIZ CGIAR Contract	EU	Grant	Euro	750,000	580,647,450	
KULIMA GIZ MEIRA Value Chain Contract	EU	Grant	Euro	1,500,000	1,161,294,900	
11th EDF identification and formulation (REVENUE)	EU	Grant	Euro	65,000	50,322,779	
11th EDF identification and formulation (GROWTH)	EU	Grant	Euro	90,000	69,677,694	
EU events organization and logistics consultancy services in Malawi	EU	Grant	Euro	26,518	20,530,223	
KULIMA CfP -Farmer Field School	EU	Grant	Euro	2,000,000	1,548,393,200	
KULIMA TA Monitoring and Evaluation services	EU	Grant	Euro	75,000	58,064,745	
KULIMA Audit for Multi-annual PE	EU	Grant	Euro	9,000	6,967,769	
KULIMA Communication and Visibility contract	EU	Grant	Euro	75,000	58,064,745	
Improving the productivity and efficiency of the small scale farmers in Nkhata bay by the development of a 251 ha irrigation scheme	EU	Grant	Euro	382,817	296,375,620	

PROJECT NAME	Donor	Grant or Loan?	Currency	2017/18FY Projection (Donor Currency)	2017/18FY Projection (MK)	Implementing Agency
Mtete Sustainable Irrigated Agriculture Project	EU	Grant	Euro	178,796	138,423,255	
CHILUNGAMO Grant-TILITONSE	EU	Grant	Euro	1,000,000	774,196,600	
CHILUNGAMO PAGODA with International Organisation (UNDP)	EU	Grant	Euro	750,000	580,647,450	
Supply of Equipment and Minor Works for Technical Workshops	EU	Grant	Euro	1,800,000	1,393,553,880	
UNESCO PAGODA Agreement for the implementation of parts of the Skills and Technical Education Programme (STEP)	EU	Grant	Euro	1,140,673	883,105,158	
Malawian German Health programme	GDC (GIZ)	Grant	Euro	5,000,000	3,870,983,000	German GIZ
<b>TOTAL</b>					<b>40,067,488,167</b>	

Source: Ministry of Finance, Economic Planning and Development