



Dissecting the 2023/24 Annual Budget Speech

Revive to Thrive
February 2023

2023/24 Annual Budget Speech

“Economic Revival and Caring for the Poor”



01

Pro -
sustain
ability



02

Pro -
Poor



03

Pro -
Growth



2023/24 Annual Budget Speech: Economic Revival and Caring for the Poor

**Increase the monthly
Old Age Grant and the
Disability Grant**

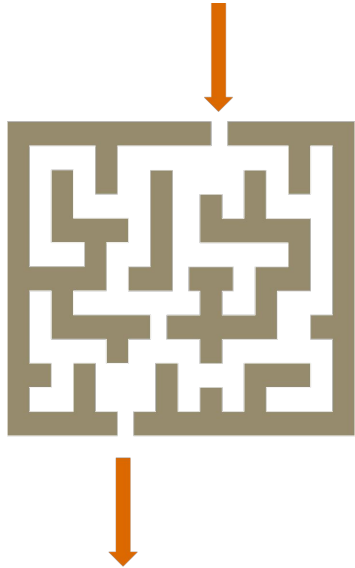
**> N\$570m allocated for
construction/renovation of
educational infrastructure**

**N\$200 million was allocated
for the recruitment of
additional teachers;**

**N\$69.8m availed to expand
the coverage of the Orphan
and Vulnerable Children
Grant = 30,000 children
accommodated**

**Various youth programmes to
support with skills development
and capacity building**

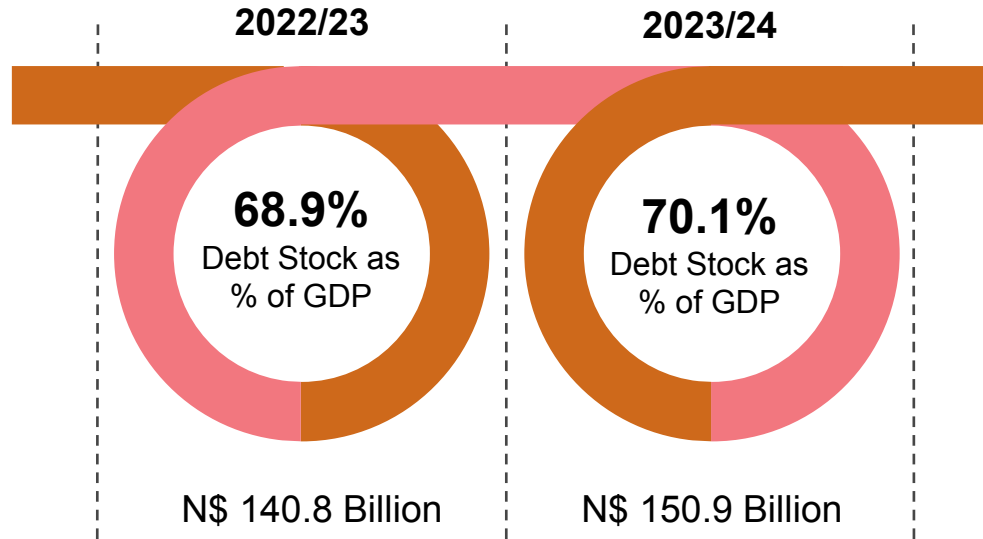
2023/24 Annual Budget Speech: Reflection on Policy Reforms, amongst others



- ❑ **Road Fund, Income Tax, Value Added Tax and Stamp Duties Amendment Acts passed**
- ❑ **Welwitschia Fund seeded with N\$300 mil**
- ❑ **DBN launched the Business Rescue Program to assist SMEs, together with SME loan scheme from BON**
- ❑ **Three new Vocational Training Centres (VTCs) under construction**
- ❑ **N\$2.6 billion financing facility for railway infrastructure**
- ❑ **Transfers to commercial public enterprises reduced from N\$2bn previously to N\$425m**

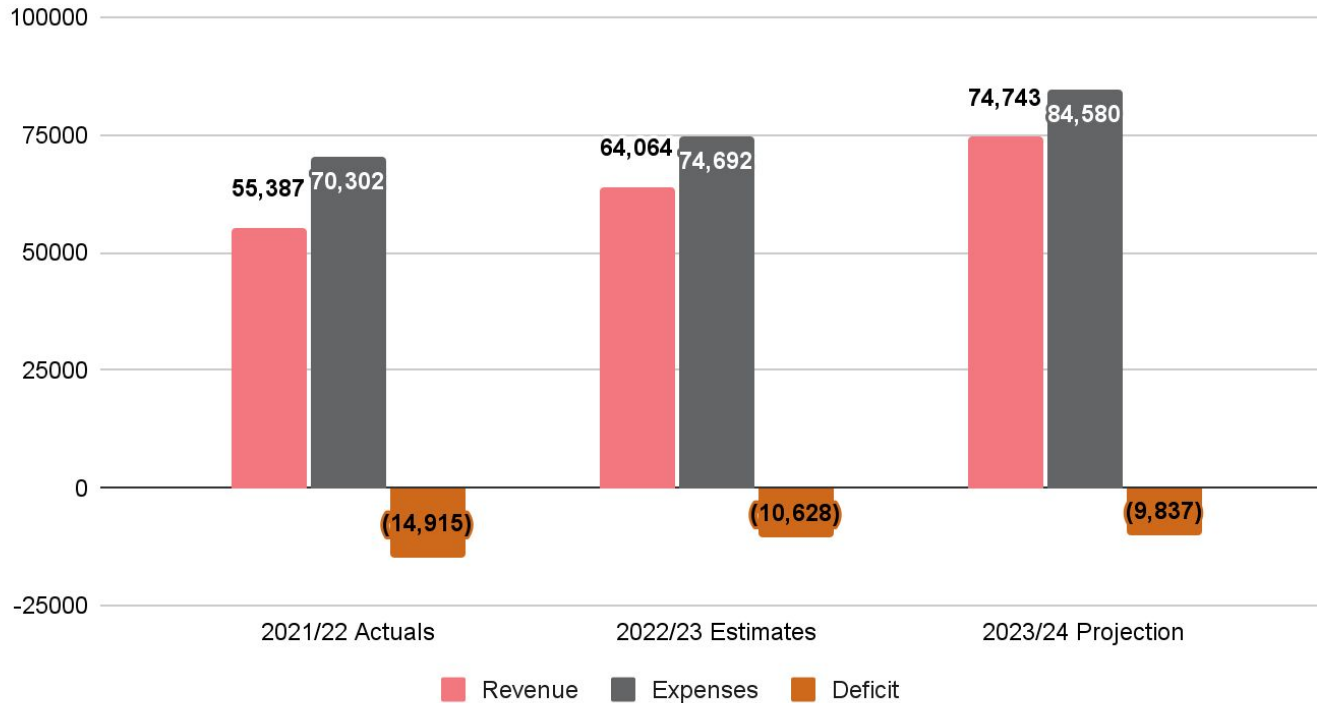
2023/24 Annual Budget Speech: Debt Stock

7.2%
increase
in debt
from
prior
year



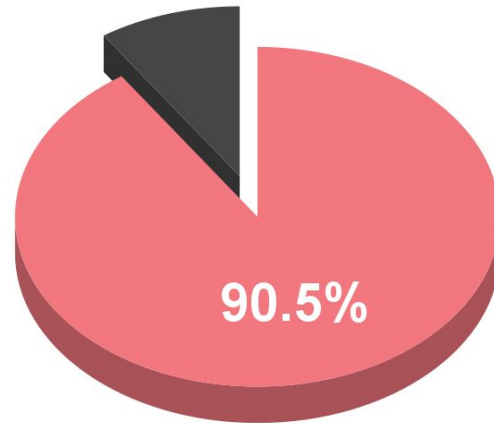
2023/24 Annual Budget Speech: Revenue vs. Expenditure

Revenue & Expenditure Comparison (N\$ Millions)

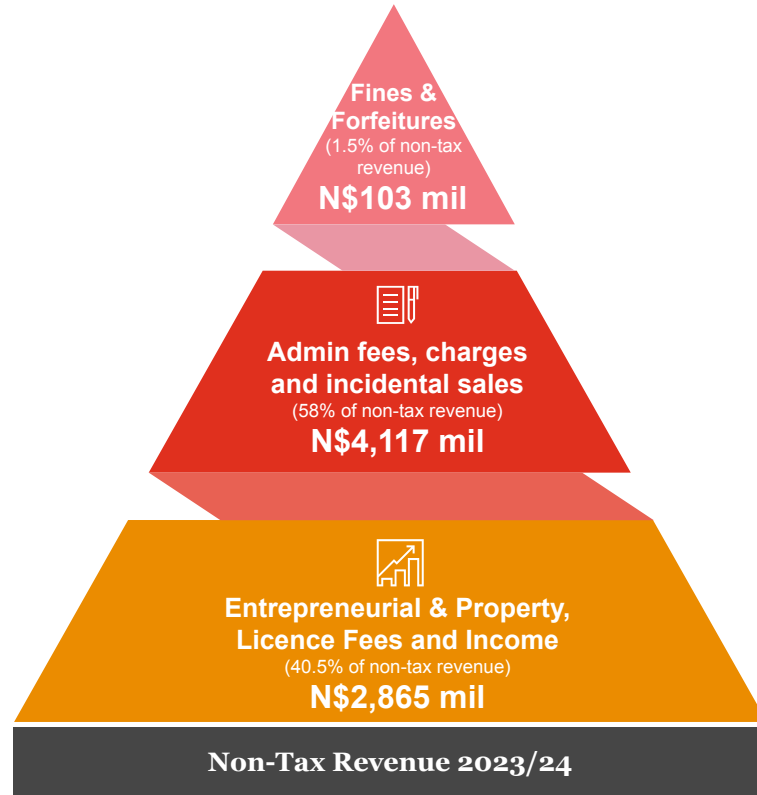


2023/24 Annual Budget Speech: Tax vs. Non-Tax Revenue

Tax Revenue vs Non-Tax Revenue

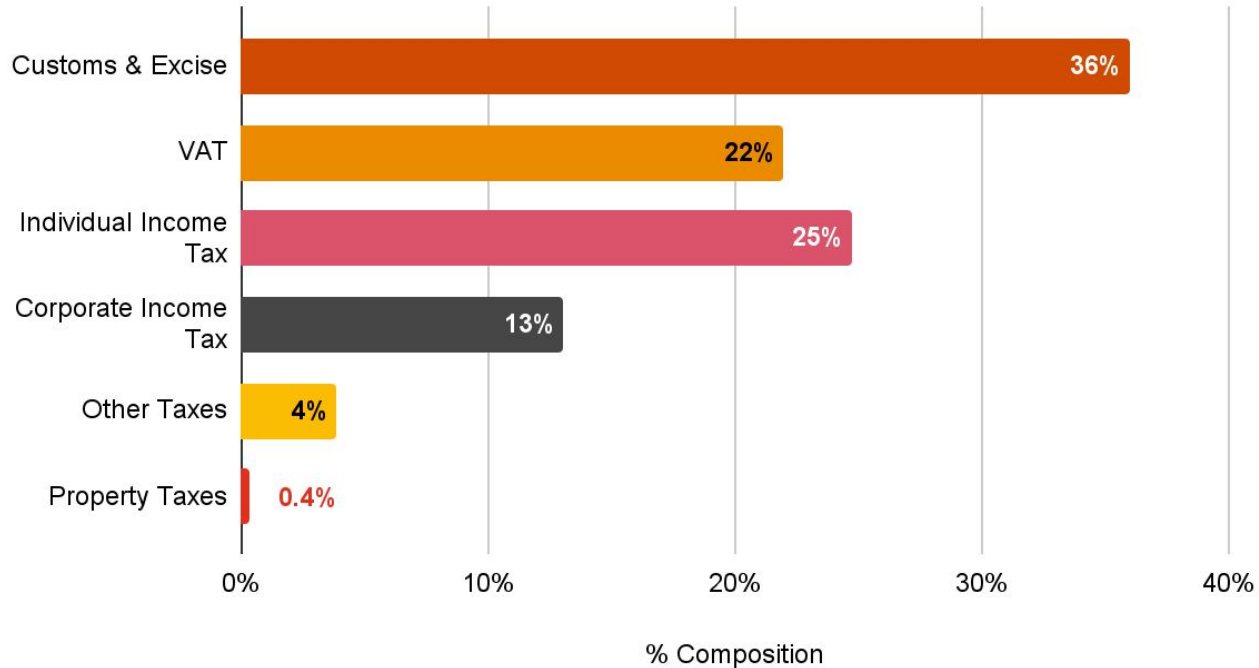


● Tax Revenue ● Non-Tax Revenue



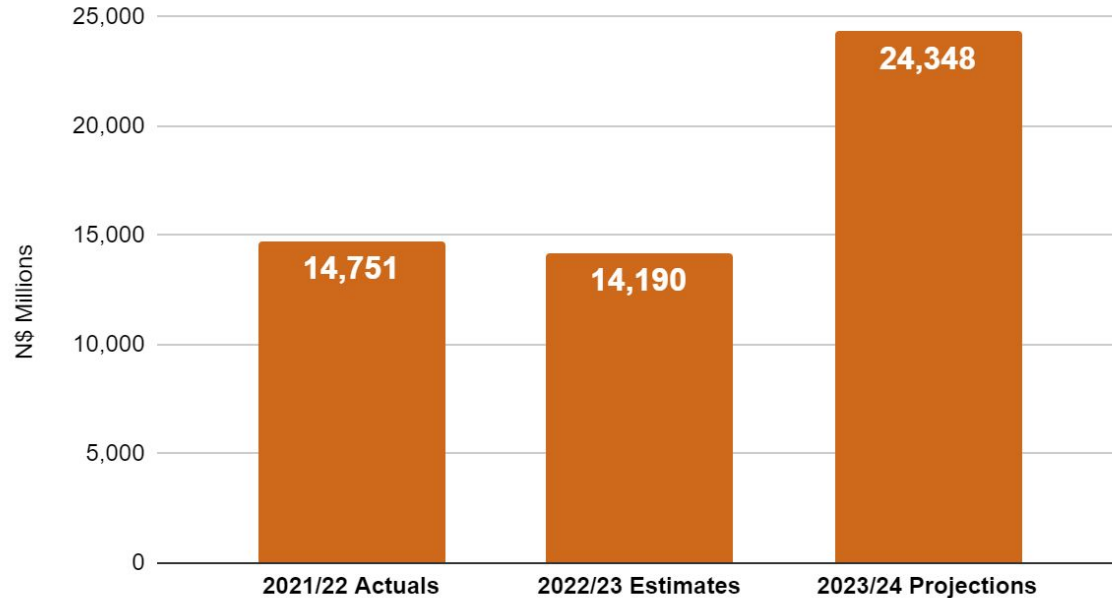
2023/24 Annual Budget Speech: Tax Revenue Composition

Tax Revenue Composition 2023/24



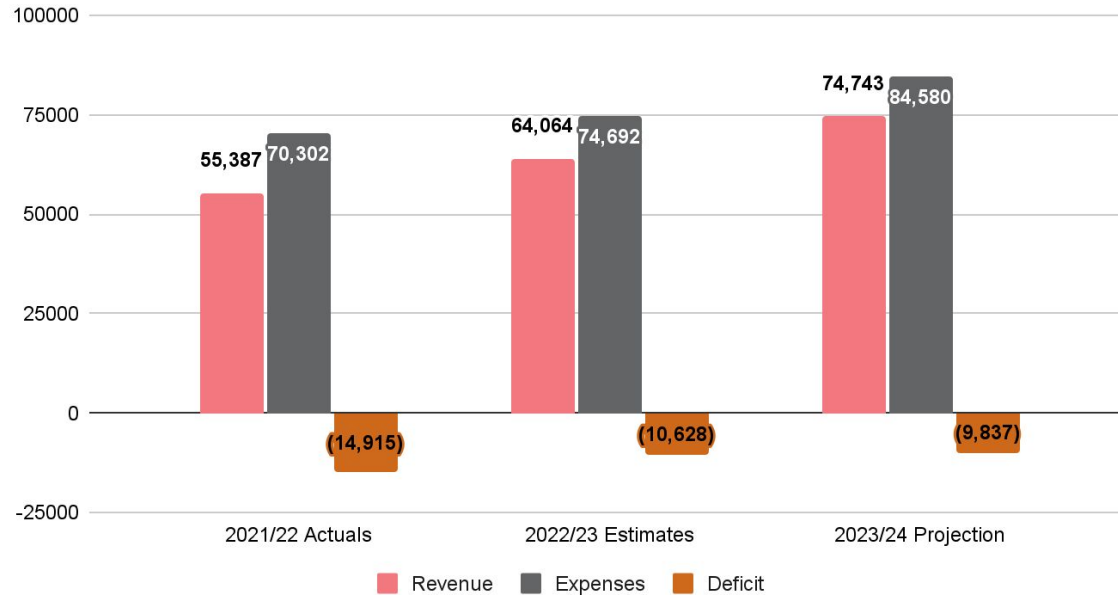
2023/24 Annual Budget Speech: SACU Receipts

SACU Receipts Comparison (N\$ Millions)



2023/24 Annual Budget Speech: Revenue vs. Expenditure

Revenue & Expenditure Comparison (N\$ Millions)



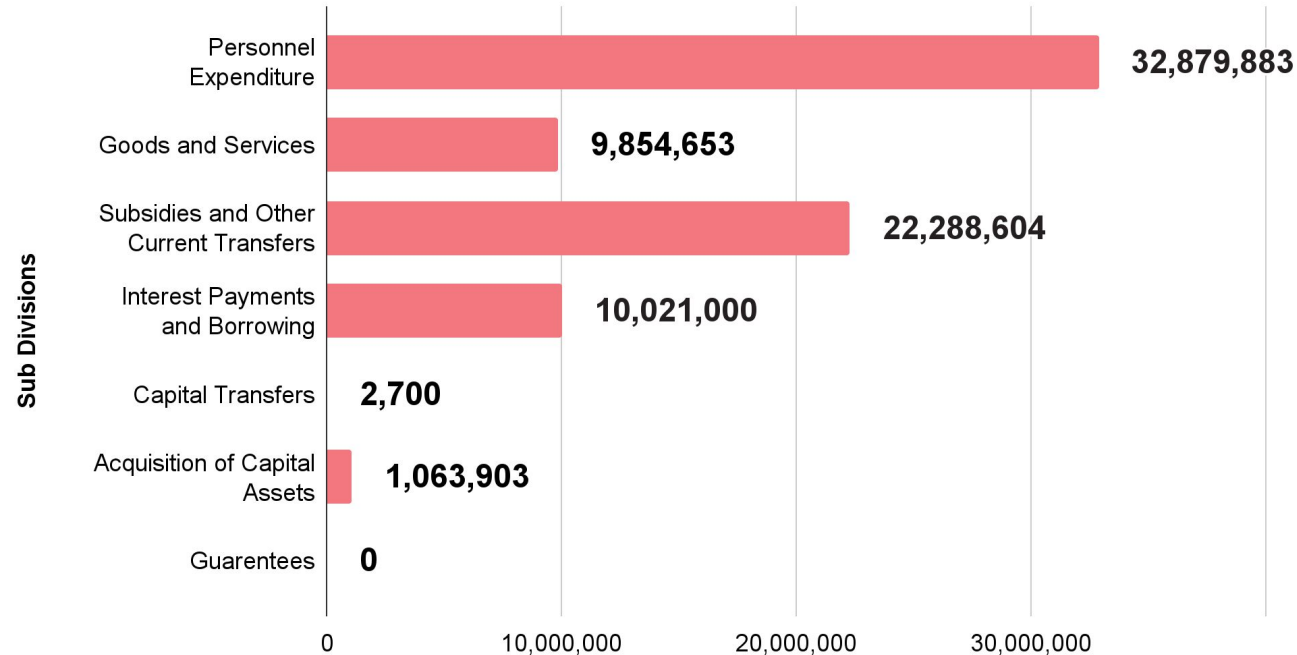
Interest Payments = N\$10.2 billion. 13.4% of projected Revenue

Development = N\$8.5 billion

Operational = N\$65.9 billion (Excl. Interest)

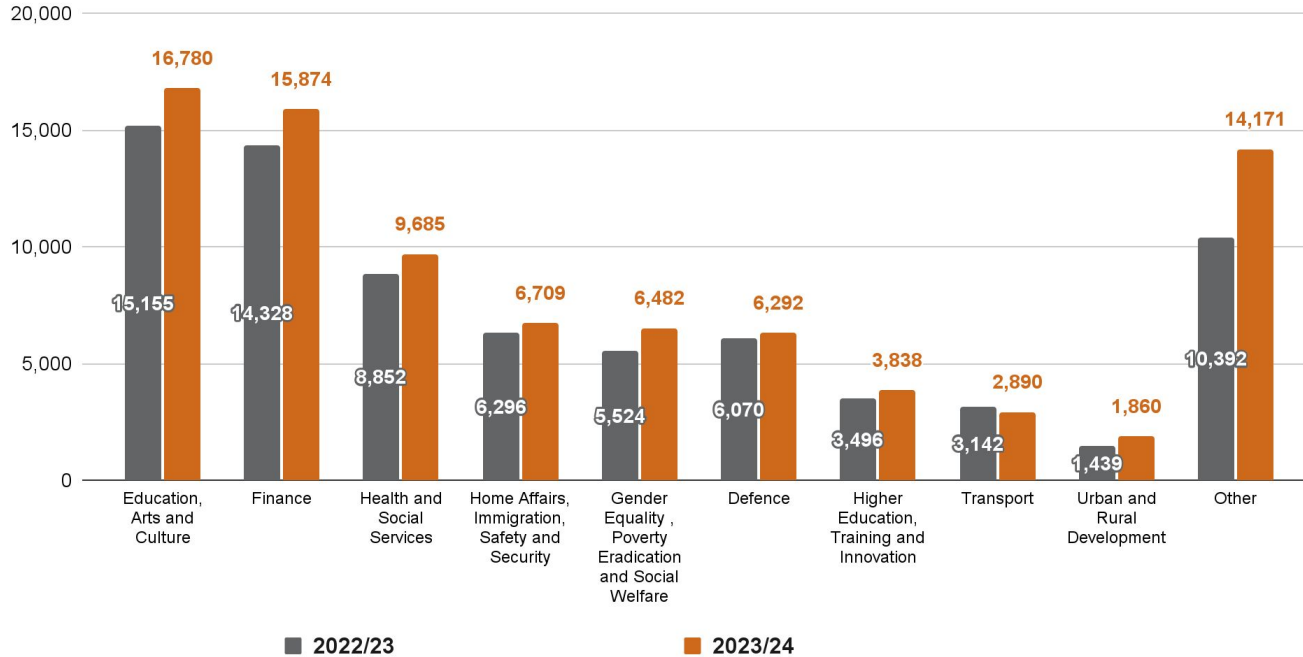
2023/24 Annual Budget Speech: Operational Expenditure

Government Operational Expenditure Estimates by main items / sub divisions (including statutory)
N\$ '000



2023/24 Annual Budget Speech: Departmental Expenditure

Expenditure Allocations by Department (N\$ Million)



2023/24 Annual Budget Speech: Spending Priorities



Health

- N\$9.7bil - 9%, N\$29.4bil over the MTEF;
- N\$700mil renovations and recruitment



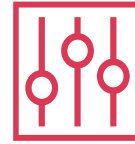
Finance

- N\$15.9bil;
- N\$10.2bil financing the Debt;
- N\$2.7bil for Psemas



Education

- N\$20.6bil;
- In total 28.4%;
- N\$200mil for recruitment;
- N\$570 million construction and renovation



Public Safety and Order

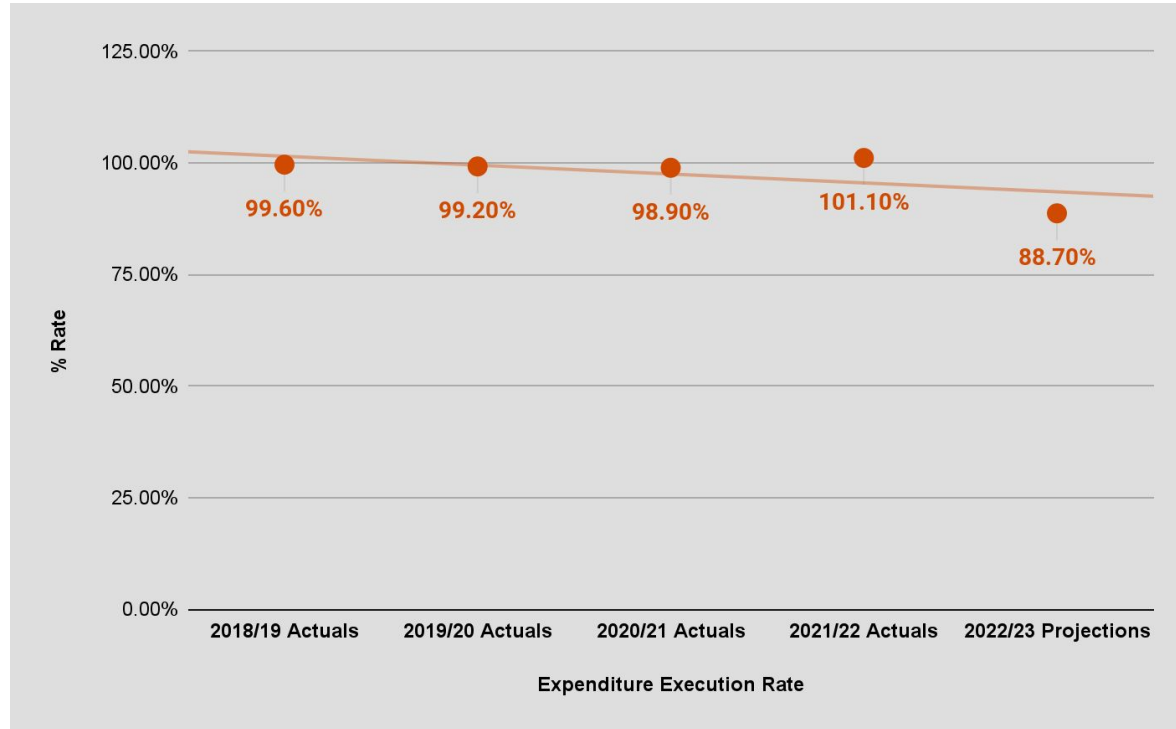
- N\$6.7bil;
- N\$4.3bil combating of crime
- N\$942mil for safe custody



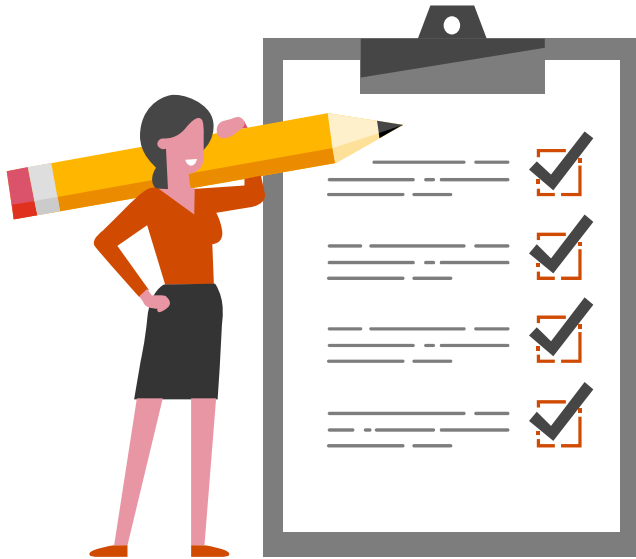
Gender, Poverty Eradication and Social Welfare

- N\$6.5bil and N\$19.9bil over the MTEF;
- Increase in social grants

2023/24 Annual Budget Speech: Expenditure Execution Rate



2023/24 Annual Budget Speech: Tax Policy and Administration reforms



1

Non-mining tax rate reduction over the MTEF by 2%

2

Effective in FY2024/25, individual taxpayers earning less than N\$100,000 will not be subject to tax.

3

The tax amnesty programme will be extended for the final time. The Minister confirmed that interest and penalties will be written off if outstanding capital is fully settled by 30 October 2024.

2023/24 Annual Budget Speech: Tax Proposals previously mentioned

Production incentive

Introduction of Special Economic Zones

Withholding Tax on Services

Improved administration by requiring taxpayers to provide proof of actual tax withheld from payments

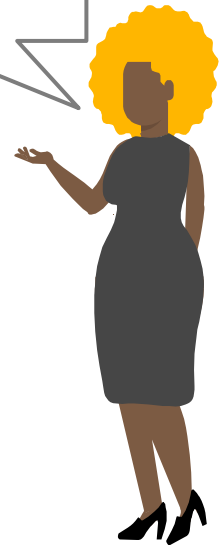
Asset Management Fees

Extending the VAT charge on the fees of all asset managers to ensure fairness of the tax system

Dividend Withholding Tax on Residents

Introduction of 10% tax on dividends paid to Namibian shareholders

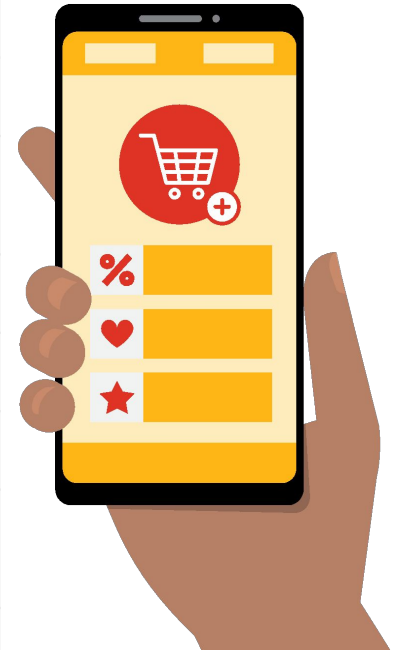
During the Honourable Minister of Finance's Budget Speech, he mentioned that **Tax Proposals** previously announced will be revisited once the economy has sufficiently recovered.



2023/24 Annual Budget Speech: Sin Taxes

2023/24 Excise Duty effective **22 February 2023**

Product	Quantity	2021/22 Excise Duty (N\$)	2022/23 Excise Duty (N\$)	2023/24 Excise Duty (N\$)	Increase in Namibian Dollars (N\$)
Spirits	per 750ml	74.23	79.06	82.96	↑ 4.9% 3.90
Cigarettes	per packet of 20	18.78	19.82	20.80	↑ 4.9% 0.98
Sparkling wine	per 750ml	11.63	12.39	12.48	↑ 0.7% 0.09
Fortified wine	per 750ml	5.94	6.27	6.58	↑ 4.9% 0.31
Unfortified wine	per 750ml	3.56	3.72	3.90	↑ 4.8% 0.18
Malt Beer (5% alcohol)	per 340 ml	1.96	2.06	2.17	↑ 4.9% 0.10
Ciders & Alcoholic fruit beverages	per 340 ml	1.96	2.06	2.17	↑ 4.9% 0.10



Annual Budget Speech 2023/24

Thank you

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