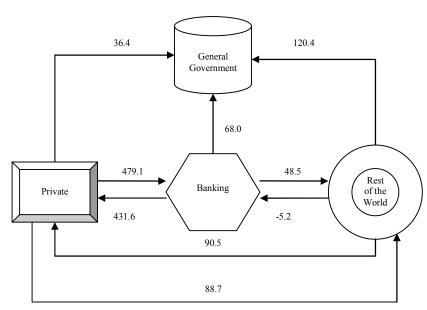
2.9 Pakistan: Flow of Funds Account

(Billion Rupees)

Transactions/ Sectors	Overall Domestic Sector		Domestic economy						Doot of the second	
			General government		Private sector		Banking ¹		Rest of the world	
	FY04	FY05	FY04	FY05	FY04	FY05	FY04	FY05	FY04	FY05
Gross national disposable income (GNDI)	5,578.6	6,758.4	564.9	582.1	5,013.8	6,176.3				
Final consumption	4,515.4	5,748.3	462.5	512.9	4,052.9	5,235.4				
Gross investment	864.7	999.3	267.1	286.2	597.6	713.2				
Change in stock	94.3	103.3			94.3	103.3				
Export of goods and non-factor services									-869.0	-1,051.3
Imports of goods and non-factor services									1,016.2	1,510.1
Net factor income and private transfers									-93.7	-99.2
Private Transfers									-128.4	-252.3
Official transfers									-29.4	-14.7
Non-financial balances (S - I) = CAB^5	104.3	-92.5	-164.7	-217.0	269.0	124.5			-104.3	92.5
Foreign financing			28.8	120.4	-79.9	1.8	-43.5	-53.7	94.6	-68.5
Non-monetary	-51.1	122.2	28.8	120.4	-79.9	1.8			51.1	-122.2
Direct investment (FDI)	54.8	90.5			54.8	90.5			-54.8	-90.5
Net foreign borrowing	-105.8	31.7	28.8	120.4	-134.6	-88.7			105.8	-31.7
Monetary	-43.5	-53.7					-43.5	-53.7	43.5	53.7
Change in net foreign assets										
(ΔNFA)	-43.5	-53.7					-43.5	-53.7	43.5	53.7
Of which: Valuation changes							-3.6	-15.4	3.6	15.4
Domestic financing			135.9	104.4	-172.8	-83.8	36.9	-20.5		
Monetary			68.0	63.7	-100.6	-47.5	36.9	-20.5		
Domestic credit			68.0^{2}	67.3^{2}	307.2^3	431.6^{3}	-370.9	-499.6		
Broad money					-407.9	-479.1	407.9	479.1		
Non-monetary			72.2	36.4	-72.2	-36.4				
Non-bank			72.2^{4}	36.4^{4}	-72.2	-36.4				
Net error and omissions	-9.7	24.1	0.0	-7.8	-16.3	-42.4	6.6	74.3	9.7	-24.1

Source: SBP Annual Report, Pakistan Economic Survey and Balance of Payments statement

Intersectoral Financial Assets Flow during the Year FY05 (Billion Rupees)



¹ For the purpose of flow of funds accounts, banking sector is assumed not to have any nonfinancial transactions - that is, its saving-investment gap is identically equal to zero.

² Budgetary support

³ Includes change in commodity operation financing to PSEs

⁴ Includes privatization proceeds (Rs. 28,327 million)

⁵ CAB: Current Account Balance