



# 2019 Budget of Continuity

## Understanding the FGN 2019 Budget Proposal

**“We have cause to be optimistic about the future. The economy has recovered from recession. We have done more work with less resources in Agriculture, Social Development and Infrastructure” – President Muhammadu Buhari**

### KEY INITIATIVES TO IMPROVE FGN REVENUES

The Federal Government has sustained its efforts to improve public financial management through the comprehensive implementation of the:

Treasury  
Single  
Account  
(TSA)

The Government  
Integrated  
Financial  
Management  
Information  
System  
(GIFMIS)

The Integrated  
Payroll and  
Personnel  
Information  
System  
(IPPIs).

40%

Bureau for Public Enterprises commence immediate action to restructure the Joint Venture Oil Assets so as to reduce government shareholding to 40 percent and complete this exercise within the 2019 fiscal year.

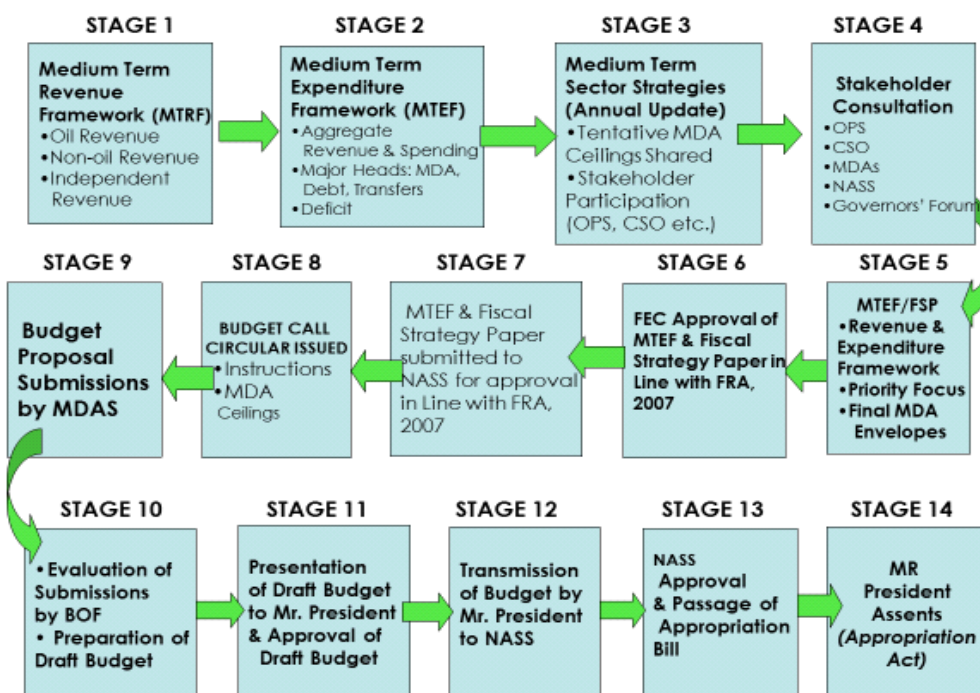
The Department of Petroleum Resource shall, within three months, complete the collection of past-due oil license and royalty charges.

### Following Mr. President's directive:

The Ministry of Finance, working with all the relevant authorities, has been authorized to take action to liquidate all recovered, unencumbered assets; within 6 months.

Given the improved oil prices and production levels, Nigerian National Petroleum Corporation (NNPC) is to immediately commence the recovery of all outstanding obligations, including those due from Nigerian Petroleum Development Company (NPDC) (a subsidiary of NNPC), which it had agreed to pay since 2017.

## The Budget Preparation Process



## Key Assumptions & Macro-Framework of 2019 Budget



### Key Assumptions

- Oil Production **2.3 mbpd** ERGP 2.4mbpd
- Oil Price **\$60/barrel** ERGP \$50/b
- Exchange Rate **\$305/barrel** ERGP N305/\$
- Inflation Rate **9.98%** ERGP 13.39%
- Nominal Consumption **N119.28trn** ERGP 106.03trn
- Nominal GDP **N119.28trn** ERGP 126.86trn
- GDP Growth Rate **3.01%** ERGP 4.5%