

**MEDIUM TERM MACROECONOMIC FRAMEWORK,
FISCAL STRATEGY AND DEBT MANAGEMENT STRATEGY**

	2017/18	2018/19	2019/20	2020/21
<u>WORLD ECONOMY¹</u>				
World Output Growth Rate (%)	3.8	3.9	3.9	3.8
Euro Area Output Growth Rate (%)	2.3	2.4	2.0	1.7
<u>MAURITIAN ECONOMY</u>				
<u>Output and Prices</u>				
Gross Domestic Product - current market prices (Rs bn)	476.3	512.2	552.6	597.5
Real GDP Growth Rate - current market prices (%)	3.9	4.1	4.3	4.5
Investment Rate (%)	17.6	18.4	18.9	19.1
Inflation Rate (%)	4.3	3.5	3.5	3.5
<u>Public Finance (as % of GDP)</u>				
Recurrent Revenue	20.7	20.9	20.9	21.0
o/w Taxes	19.3	19.5	19.5	19.5
Non-Tax Revenue	1.4	1.4	1.4	1.5
Recurrent Expenditure	22.4	22.6	21.7	20.9
o/w Interest	2.4	2.6	2.7	2.8
Recurrent Balance	-1.7	-1.7	-0.8	0.1
Capital Revenue	1.7	2.0	0.8	0.4
o/w External Grants	0.7	1.7	0.8	0.4
Capital Expenditure	3.3	3.5	3.1	2.5
o/w Acquisition of Non-Financial Assets	1.7	2.2	2.2	2.0
Capital Balance	-1.6	-1.4	-2.2	-2.0
Total Expenditure	25.7	26.1	24.7	23.4
Budget Deficit	-3.2	-3.2	-3.0	-2.0
Primary Balance - Surplus (+)/Deficit (-)	-0.8	-0.6	-0.3	0.8
Government Borrowing Requirements	4.0	4.8	3.3	2.1
<u>Public Debt (as % of GDP)</u>				
Budgetary Central Government Gross Debt	57.0	57.0	56.0	53.9
Public Sector Gross Debt	63.4	63.1	62.8	60.0
<u>External Sector (as % of GDP)</u>				
Current Account - Surplus (+)/Deficit (-)	-5.5	-4.8	-8.5 ⁴	-7.3
Exports of Goods and Services ²	42.3	41.3	40.8	40.4
Imports of Goods and Services ²	-54.9	-54.2	-56.0	-53.4
Gross Official International Reserves (Rs bn)	222.0	240.0	254.0	265.8
Gross Official International Reserves (USD mn) ³	6,420	6,940	7,340	7,680

¹ World Economic Outlook, IMF - April 2018. Figures for 2017/18 refer to calendar year 2017.

² Exports and imports of services are as per National Accounts, i.e. Bank of Mauritius figures adjusted for Financial Intermediation Services Indirectly Measured (FISIM).

³ Projections are based on exchange rate of Rs 34.6/US\$ average for the month of May 2018

⁴ Higher Current Account deficit is mainly due to projected acquisition of aircrafts by Air Mauritius and lower external grants.