

- 1 E-transaction Levy**

Imposition of Electronic Transaction Levy (e-transaction levy) of 1.75% on the value of digital transactions with exemption for cumulative daily transaction value of GHS 100 or less per person.
- 2 Textiles**

Extension of Value Added Tax (VAT) zero-rating on supply of locally manufactured textiles for 2 years to 2023.
- 3 Retail VAT**

Restriction of VAT flat rate scheme to retailers with annual turnover not exceeding GHS 500,000. All other registrable retailers and wholesalers to charge VAT at the standard rate.
- 4 Imports**

Review of temporary benchmark (discount) policy to apply to specified imports only.
- 5 Small Scale Mining**

Reduction of withholding tax rate on payment for unprocessed gold to small-scale miners from 3% to 1.5%.
- 6 Property Tax**

Implementation of "Unified Common Platform" for property rate administration with effect from 1 January 2022 to enhance assessment and collection of property rates.
- 7 Road Tolls**

Removal of toll charges on all public roads and bridges.
- 8 MDA Charges**

Review of fees and charges of MDAs to take effect from 1 January 2022.
- 9 Tax Exemptions**

Revised Tax Exemptions Bill before Parliament to be passed into law.
- 10 Tax Compliance**

Intensify Revenue Assurance and Compliance Enforcement (RACE) initiative to reduce revenue leakages.
- 11 Modified Taxation**

Implementation of modified taxation regime in the Income Tax Act by raising the threshold on turnover from GHS 200,000 to GHS 500,000 for business income of self-employed individuals.

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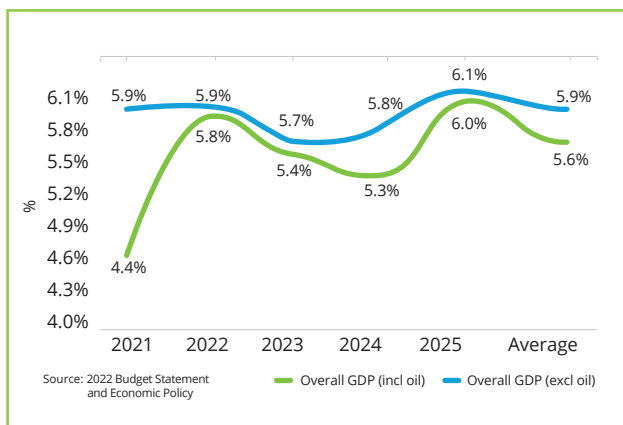
2022 Budget Snapshot Economic Growth



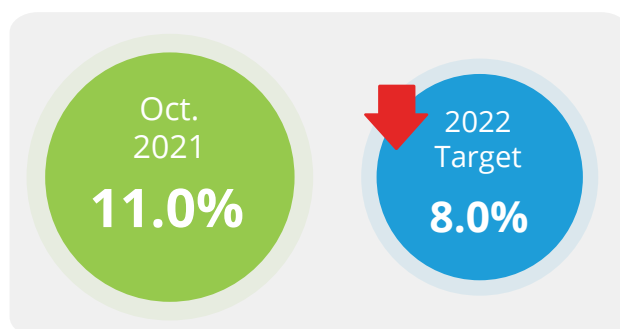
GDP growth

- Overall GDP for Ghana is projected to grow by 5.8% in 2022, up from 4.4% in 2021.
- The Economist Intelligence Unit (EIU) projects Ghana's GDP to grow by 4.7% in 2022.
- Non oil GDP growth is estimated at 5.9% in 2022.

GDP Growth forecast (2021 -2025)



Inflation Targets



Inflation is expected to decline to 8.0% in 2022

Exchange Rate development Year to date September

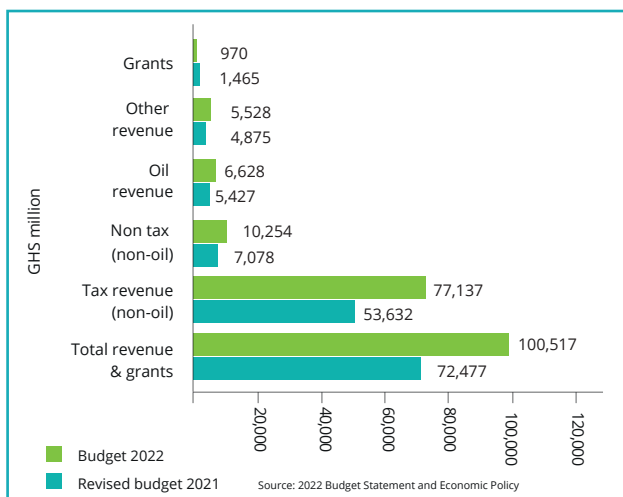
Description	2020	2021
Cedi/dollar	↓ 2.97%	↓ 1.79%
Cedi/pound	↓ 0.19%	↓ 0.80%
Cedi/euro	↓ 7.19%	↑ 3.16%

Source: 2022 Budget Statement and Economic Policy ↓ Depreciation of the Cedi ↑ Appreciation of the Cedi

Revenue

Total revenue for 2022 is projected at GHS 100bn compared to a revised revenue budget of GHS 72bn in 2021 representing a 39% increase.

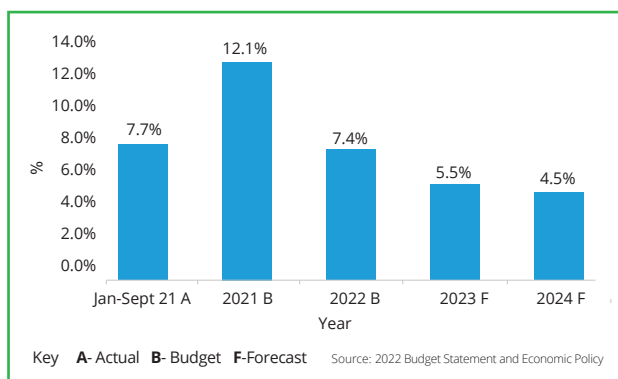
Projected Revenue (GHSm)



Budget Deficit

The Government of Ghana (GoG) in the first three quarters of 2021 recorded a cash deficit of GHS 33.9bn (7.7% of GDP) against a revised target of GHS 32.6bn (7.4% of GDP). Budget deficit is expected to increase to 12.1% by end of 2021 but projected to decline to 7.4% by end of 2022.

Budget deficit as a % of GDP

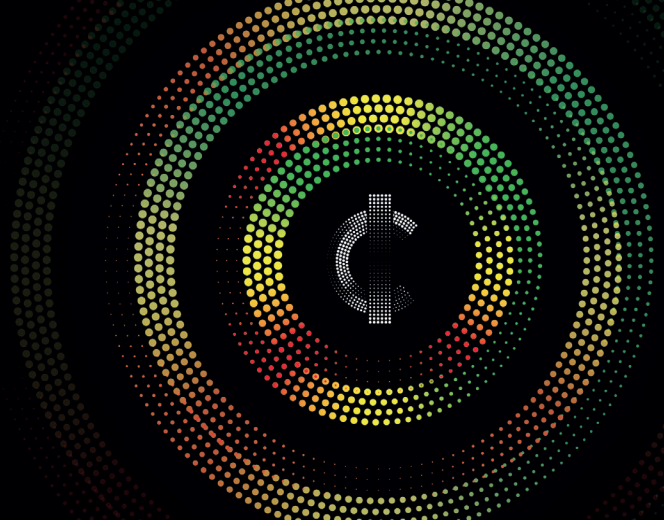


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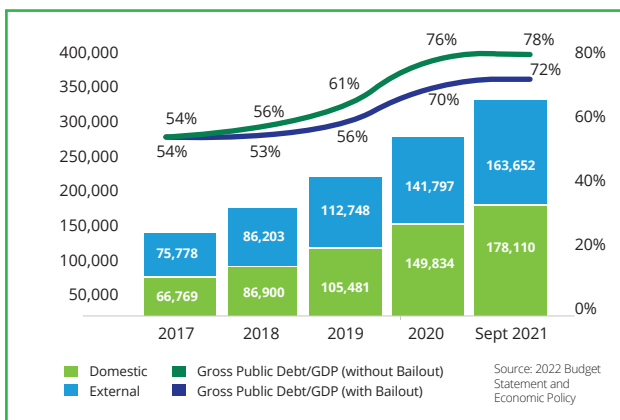
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2022 Budget Snapshot Debt & Expenditure



Debt

Trend in public debt and debt accumulation (2017- Sept. 2021)



Public Debt to GDP ratio (2017-September 2021)

Debt to GDP	2017	2018	2019	2020	Sept. 2021*
External Debt/GDP	28.8%	27.9%	31.6%	37.0%	37.1%
Domestic Debt/GDP with bailout	25.4%	28.2%	29.6%	39.1%	40.1%
Total Debt/GDP with bailout	54.2%	56.2%	61.2%	76.1%	77.5%
Domestic Debt/GDP without bailout	25.4%	25.1%	24.6%	32.7%	34.7%
Total Debt/GDP without bailout	54.2%	53.0%	56.2%	69.7%	71.8%

GDP figures are provisional and subject to change.

Public Debt

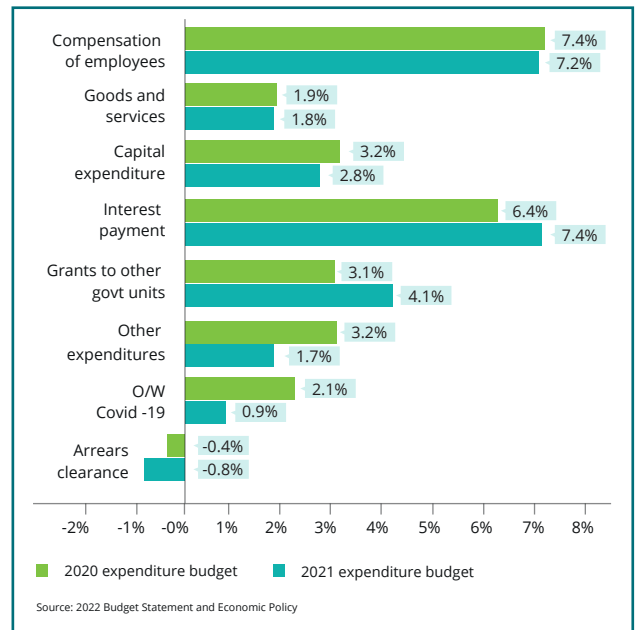
17.2%

Sept 2021

Public debt grew by 17.2% from December 2020 to September 2021, due to the fiscal policies implemented during the pandemic to cushion the impact of Covid-19 on the economy

Expenditure

Summary of Government's expenditure 2020 and 2021 budget



GHS' million	2020	2021
Total Exp. (incl. Arrears & Discrepancy)	100,026	100,026
Compensation of Employee	12,083	31,491
Goods and Services	7,388	8,128
Capital expenditure	12,083	12,222
Interest payment	24,599	32,528
Grants to other Govt. units	11,882	18,081
Other expenditures	12,179	7,600
O/W Covid - 19	8,122	3,007
Arrears clearance	-1,443	-3,700

Source: 2022 Budget Statement and Economic Policy

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Summary of fiscal framework (2022 – 2025)

GHS' million	2020	2021	2022	2023	2024	2025
	Projected Overturn	Revised Budget	Projected			
Total Revenues & Grants % of GDP	55,128 14.4%	72,477 16.5%	89,117 17.9%	100,601 17.9%	112,531 17.7%	126,275 17.7%
Total Expenditures (incl. arrears) % of GDP	100,026 26.1%	113,750 25.9%	128,315 25.8%	135,961 24.1%	142,820 22.5%	157,089 22.1%
Overall Fiscal Balance - Incl. Finsec & IPP Cost % of GDP	-57,634 -15.0%	-53,379 -12.1%	-39,197 -7.9%	-35,360 -6.3%	-30,288 -4.8%	-30,813 -4.3%
Primary Balance - Incl. Finsec & IPP Cost % of GDP	-33,035 -8.6%	-20,851 -4.7%	-2,142 -0.4%	2,664 -0.5%	8,404 -1.3%	10,497 -1.5%
Total Financing % of GDP	44,898 11.7%	41,273 9.4%	39,197 7.9%	35,360 6.3%	30,288 4.8%	30,813 4.3%
Nominal GDP	383,305	439,381	497,699	563,175	634,443	712,203

Source: 2022 Budget Statement and Economic Policy

Top initiatives with likely significant impact on expenditure



Free SHS
GHS 2.3bn



YouStart Programme
GHS 1bn



GhanaCARES Programme
GHS 1.033bn



Planting For Food and Job
GHS 614m



Infrastructure for
Poverty Eradication
GHS 1.025bn



One District One Factory
GHS 216m

Total

GHS 6.188bn

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