

Uganda 2024 Budget Highlights

Fostering Inclusion
for Sustainable
Growth

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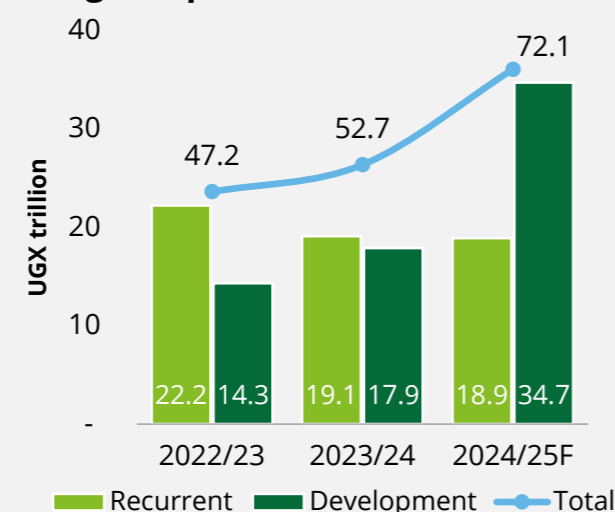


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Economic Insights

Indicators (% growth)	2023 Actual	2024 Estimated	2025 Projected
GDP	5.4%	6.0%	6.7%
Agriculture	0.6%	4.5%	3.4%
Industry	7.3%	7.5%	8.0%
Service	10.2%	6.4%	8.4%
Average Inflation	5.4%	4.2%	4.2%
Exchange rate UGX/USD	3734	3827	4089

Budget Expenditure



Budget Overview

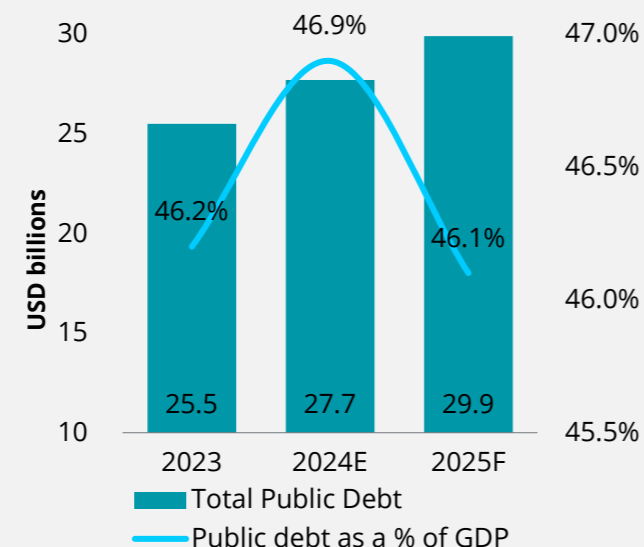
- Total government expenditure is expected to increase by UGX 19.4tn in 2024/25 underscoring the government's fiscal expansion programme aimed at propelling economic growth.

Public Debt



Source: Fitch, EIU

Public Debt



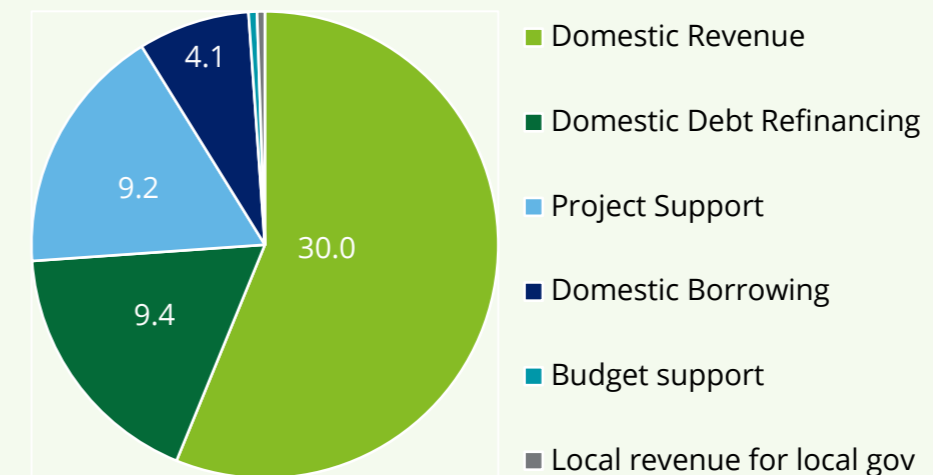
F - Forecast, E - Expected
Source: World Bank; Fitch/BMI

Public debt

- In FY 2023/24, the government implemented stringent fiscal directives for debt management, keeping public debt close to its self-imposed ceiling of 50.0% of GDP.
- Public debt is anticipated to peak at 46.9% of GDP in fiscal year 2023/24 and decline to 46.1% of GDP in fiscal year 2024/25, followed by a downward trend through to 2028.

Tax Insights

Total Resource Envelope



Total Resource Envelope

- 30% of the FY2024/25 budget is to be funded through domestic revenue mobilisation amounting to UGX 31.98tn of which 29.7tn will be tax revenue.

Key Tax Policy Proposals

Excise:

- Increase excise duty on fuel by **UGX 100** per litre;
- Introduction of 0.5% excise duty on withdrawals through payment systems

VAT

- Taxing of goods and services provided by an employer to the employee free of charge
- Exempting of electric vehicles, batteries and charging stations manufactured in Uganda

Income Tax

- Exempting of income derived from trade in electric vehicles, batteries and charging stations manufactured in Uganda
- Exempting of income derived by registered private equity and venture capital funds.

Tax Procedure Code

- Waiver of interest and penalties up to 31st December 2024