



Fiscal Performance

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November 2024

Fiscal Performance

As of end-October 2024

Preliminary Data

As of end-October 2023



As of end-October 2024

81

Average Oil Price (US\$ per barrel)

83

1,041

Average Oil Production (thousand bbl/d)

999

5,446

Net Oil Revenue (RO Million)

6,029

RO Million

9,800

Revenue



Revenue

10,203

8,970

Spending

Spending

9,684



4%

Revenue

Change (%)

Spending



8%

RO

RO



RO

RO



Fiscal Performance

As of end-October 2024

02

Public Revenue

By the end of October 2024, public revenue totalled RO 10,203 million, a 4% increase from RO 9,800 million in the same period of 2023, primarily driven by higher net oil revenue.

RO Million

Statement (As of end-October)	2023	2024	Change (%)
Net Oil Revenue	5,446	6,029	11%
Net Gas Revenue	1,734	1,525	(12%)
Current Revenue	2,608	2,629	1%
Capital Revenue & Repayments	12	20	67%
Total	9,800	10,203	4%

The main public revenue budget items are as follows:

- 01 Net Oil Revenue:** By the end of October 2024, net oil revenue reached RO 6,029 million, a 11% increase from RO 5,446 million in the same period of 2023. The average realized oil price was US\$ 83 per barrel, with oil production averaging 999 thousand barrels per day. This reflects the oil revenue collection and cash flow management methodology of Energy Development Oman (EDO).
- 02 Net Gas Revenue:** By the end of October 2024, net gas revenue reached RO 1,525 million, a 12% decrease from RO 1,734 million in the same period of 2023, attributed to the change in the gas revenue collection methodology.
- 03 Current Revenue:** By the end of October 2024, current revenue amounted to RO 2,629 million, an increase of RO 21 million from RO 2,608 million in the same period of 2023.

Fiscal Performance

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03

Public Spending

By the end of October 2024, public spending totalled RO 9,684 million, up by RO 714 million, i.e. 8% compared to RO 8,970 million over the same period in 2023.

Statement (As of end-October)	2023	2024	Change (%)
Current Expenditure	6,872	6,860	-
Development Expenditure	770	992	29%
Contributions and other Expenses	1,278	1,831	43%
Expenses Under Settlement	50	0	-
Total	8,970	9,684	8%

RO Million

The main public spending budget items are as follows:

- 01 Current Expenditure:** By the end of October 2024, current expenditure reached RO 6,860 million, a decrease of RO 12 million from RO 6,872 million in the same period of 2023.
- 02 Development Expenditure:** By the end of October 2024, development expenditure of civil ministries and units amounted to RO 992 million, representing 110% of the total development spending, i.e. RO 900 million, allocated for 2024.
- 03 Contributions and other Expenses:** By the end of October 2024, total contributions and other expenses reached RO 1,831 million, a 43% increase from RO 1,278 million in the same period of 2023, primarily due to the social protection system's implementation. Subsidies for the social protection system, electricity, and oil products amounted to RO 466 million, RO 463 million, and RO 201 million, respectively. Moreover, RO 333 million was allocated for future debt obligations.

Global Economy

The OECD's Economic Outlook report (December 2024) forecasts that the global economy will remain resilient despite significant challenges, with projected global GDP growth of 3.2% in 2024 and 3.3% in 2025 and 2026.

The OECD reported that headline inflation has continued to ease in most countries through 2024, led by further falls in food, energy and goods price inflation. In OECD countries, inflation is expected to decrease from 5.4% in 2024 to 3.8% in 2025 and further to 3.0% in 2026, supported by ongoing restrictive monetary policies.

Global Oil Market

According to the Short-Term Energy Outlook (STEO) issued by the U.S. Energy Information Administration (EIA) in November 2024, the Brent crude oil spot price is expected to average US\$ 80.95 per barrel in 2024, while the Brent crude oil spot price is forecasted to average US\$ 76.06 per barrel in 2025.

National Economy

According to the Monthly Statistical Bulletin by the National Center for Statistics and Information (NCSI) in November 2024, Oman's GDP growth at constant prices totalled RO 18,714 million by the end of the first half of 2024 (H1-2024), a 1.9% increase from RO 18,362 million in the same period of 2023. This growth is mainly driven by a 4.2% rise in the value-added of non-oil activities, totaling RO 13,504 million by the end of H1-2024, compared to RO 12,961 million in the same period of 2023.



What is the State's General Budget?

An annual financial document prepared by the government according to the Financial Law and its Executive Bylaws, detailing estimated public revenue and spending for the upcoming fiscal year. This document serves as the financial program to achieve designated objectives. It is ratified by royal decree on January 1st of each year.

The State's general budget consists of:

Public Revenue

Refers to the income (money) collected by the government to cover public expenditures and achieve economic and social balance. Public revenue primarily comes from:



Oil Revenue



Gas Revenue



Current Revenue (taxes and fees)

Public Spending:

Refers to the expenditure made by the government for public interest and service delivery across various sectors. State's expenditures primarily cover:



Expenditure of government units



Expenditure of development and investment projects



Contributions and government subsidies

This will lead to

surplus

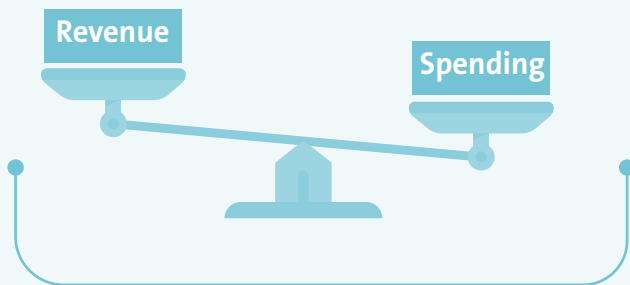
or

deficit

State's General Budget

Surplus

Total Public Revenue > Total Public Spending

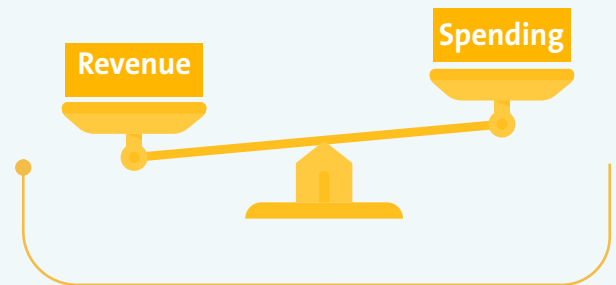


The surpluses are utilized to:

-  Enhance social spending.
-  Reduce public debt and manage financial obligations.
-  Stimulate economic growth.
-  Promote development investments.

Deficit

Total Public Revenue < Total Public Spending



The deficits are addressed through:

-  Withdrawal from reserves
-  Borrowing
 -  Domestic
 -  External

To view the State's general budget guides and tables, please visit the budget page at the Ministry of Finance's website: <https://www.mof.gov.om/yearly-budget>

www.mof.gov.om