

ANNEX C-1: INTERIM UPDATE ON FINANCIAL YEAR 2021
(AS AT 26 JULY 2021)

1. The Revised FY2021 fiscal position is summarised in Table 1.
2. Operating Revenue is projected to decrease by \$0.2 billion compared to the estimates presented in February 2021 (“Estimated FY2021”), due to revenue foregone for the waiver of rental charges to support individuals and businesses during periods of heightened safe management measures.
3. Total Expenditure is expected to have a net decrease of \$1.3 billion compared to Estimated FY2021, as increases in operating expenditure for targeted support to affected individuals are offset by decreases in operating and development expenditure mainly due to underutilisation arising from COVID-19.
4. Special Transfers is expected to increase by \$1.7 billion compared to Estimated FY2021, due to measures to support businesses and individuals during periods of heightened safe management measures, through the Jobs Support Scheme and rental relief.
5. Capitalisation of Nationally Significant Infrastructure under the Significant Infrastructure Government Loan Act (SINGA) is expected to provide an additional \$0.6 billion of fiscal space in FY2021, compared to Estimated FY2021.
6. Taken together, the revised overall fiscal deficit is \$11.0 billion. There is no net increase in overall fiscal deficit compared to Estimated FY2021, and no further draw on past reserves.

Table 1: Revised FY2021 Fiscal Position

	Estimated FY2021	Revised FY2021 (As at 26 July 2021)	Change Over Estimated FY2021	
	\$billion	\$billion	\$billion	% change
OPERATING REVENUE	76.6	76.4	(0.2)	(0.3)
Less:				
TOTAL EXPENDITURE	102.3	101.1	(1.3)	(1.2)
PRIMARY SURPLUS / DEFICIT¹	(25.7)	(24.7)		
Less:				
SPECIAL TRANSFERS²	4.9	6.5	1.7	34.1
BASIC SURPLUS / DEFICIT³	(30.6)	(31.2)		
Top-ups to Endowment and Trust Funds	-	-	-	-
Add:				
NET INVESTMENT RETURNS CONTRIBUTION	19.6	19.6	-	-
Less:				
DEBT SERVICING COSTS⁴	-	0.0	0.0	N.A.
OVERALL BUDGET SURPLUS / DEFICIT	(11.0)	(11.7)		
Add:				
CAPITALISATION OF NATIONALLY SIGNIFICANT INFRASTRUCTURE	-	0.6	0.6	N.A.
Less:				
DEPRECIATION	-	-	-	-
OVERALL FISCAL POSITION	(11.0)	(11.0)		

Note: Due to rounding, figures may not add up. Negative figures are shown in parentheses.

¹ Surplus / Deficit before Special Transfers (including Top-ups to Endowment and Trust Funds), Net Investment Returns Contribution, Debt Servicing Costs, Capitalisation of Nationally Significant Infrastructure and Depreciation.

² Special Transfers including Top-ups to Endowment and Trust Funds.

³ Surplus / Deficit before Top-ups to Endowment and Trust Funds, Net Investment Returns Contribution, Debt Servicing Costs, Capitalisation of Nationally Significant Infrastructure and Depreciation.

⁴ Debt servicing costs for Revised FY2021 estimated to be \$1,000,000.