

Pakistan's Economy

FY25: GDP growth at 2.68%, crosses USD 400bn

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REP-300

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Gross Domestic Product (GDP)

FY25: GDP growth at 2.68%, crosses USD 400bn

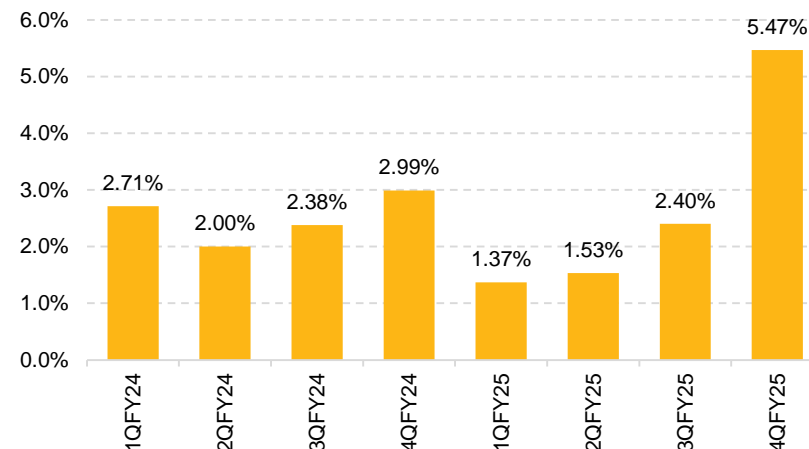
- The National Accounts Committee (NAC) has released the latest GDP data, revealing a 2.68% YoY growth for FY25, with a 5.47% YoY growth in 4QFY25.
- The size of GDP reached USD 411bn while per capita income reached USD 1,824.
- The expected real GDP growth is lower than the initially estimated number of 3.6%.
- Meanwhile, the revised GDP estimates for 1QFY25 and 2QFY25 show a growth of 1.37% and 1.53%, respectively, compared to the previous estimates of 1.34% and 1.73%.
- The industrial sector drove growth in FY25, recording a YoY increase of 4.77%. While the agriculture sector saw a 0.56% YoY growth, while services expanded by 2.91% YoY.
- With the full-year provisional GDP growth at 2.68%, and Q1–Q3 growth figures at 1.37%, 1.53%, and 2.40% respectively, the implied growth for Q4-FY25 is estimated at a robust 5.47%, suggesting a strong economic pickup in the final quarter.

Exhibit: Production of Important Crops

| Crop | | FY25 | FY24 | YoY |
|-----------|----------|-------|-------|--------|
| Wheat | mn tons | 28.98 | 31.81 | -8.9% |
| Cotton | mn bales | 7.08 | 10.22 | -30.7% |
| Maize | mn tons | 8.24 | 9.74 | -15.4% |
| Rice | mn tons | 9.72 | 9.86 | -1.4% |
| Sugarcane | mn tons | 84.24 | 87.64 | -3.9% |

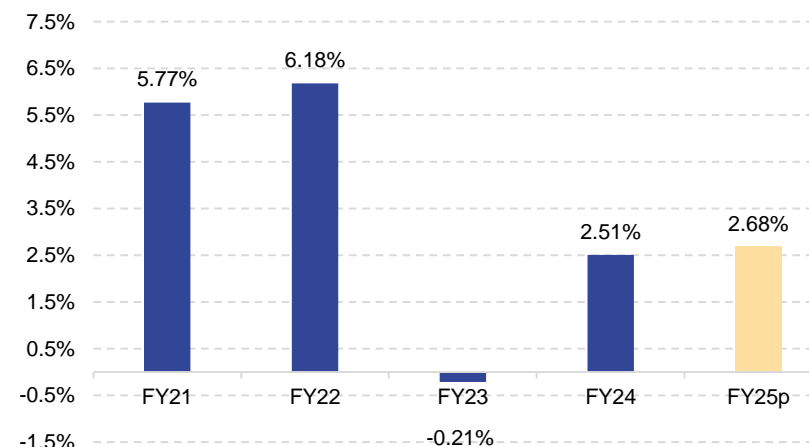
Source (s): PBS, AHL Research

Exhibit: GDP growth (YoY)



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Gross Domestic Product (GDP)

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- **Agriculture sector** during FY25 grew 0.6%.
 - Important crops experienced a YoY decline of 13.5%, with wheat production falling by 8.9% and cotton seeing a significant drop of 30.7%. Maize production also dropped by 15.4%, while rice and sugarcane saw smaller reductions of 1.4% and 3.9%, respectively.
 - Other crops saw a moderate growth of 4.8%. Specifically, potato production increased by 11.5%, onion grew by 15.9%, mango experienced a 26.7% rise, and sesame saw a significant 44.7% increase.
 - The livestock sector saw a YoY growth of 4.7%, while the forestry sector shrank by 3.0%. Fishing, on the other hand, grew by 1.4% YoY.
- **Industry sector** posted a growth of 4.8% YoY, the increase came from:
 - Mining and quarrying declined by 3.4% YoY, due to low quarterly production of mining products;
 - Coal production increased by 2.8% YoY
 - Gas production declined by 7.1% YoY
 - Crude oil production declined by 14.7%
 - Large-scale manufacturing (LSM) also declined by 1.5% YoY
 - Chemicals production declined by 5.5% YoY
 - Cement production declined by 10.5% YoY
 - Iron & Steel production declined by 10.9%
- **Services sector** grew by 2.9%, with some areas doing better than other sectors.
 - Wholesale and retail trade increased by 0.1% YoY
 - Transportation and storage grew by 2.2% YoY
 - Real estate activities also grew by 3.8% YoY
 - Public administration increased by 9.9% YoY
 - Education services grew by 4.4% YoY
 - Information and communication improved by 6.5% YoY
 - Human health and social work activities increased by 3.7% YoY

Gross Domestic Product (GDP)

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Exhibit: Gross Domestic Product of Pakistan (Growth rates %)

| Items | Weight | | Real Growth | | |
|--|--------------|--------------|--------------|--------------|--------------|
| | FY24R | FY25P | FY23R | FY24R | FY25P |
| Agriculture Sector | 24.0% | 23.5% | 2.2% | 6.4% | 0.6% |
| Crops | 8.5% | 7.7% | -1.2% | 10.9% | -6.8% |
| Important Crops | 5.0% | 4.2% | 0.5% | 17.1% | -13.5% |
| Other Crops | 3.2% | 3.3% | -1.4% | 0.1% | 4.8% |
| Cotton Ginning | 0.3% | 0.3% | -22.8% | 47.2% | -19.0% |
| Livestock | 14.7% | 15.0% | 3.7% | 4.4% | 4.7% |
| Forestry | 0.5% | 0.5% | 17.4% | -0.9% | 3.0% |
| Fishing | 0.3% | 0.3% | 0.6% | 0.8% | 1.4% |
| Industrial Sector | 17.7% | 18.1% | -3.9% | -1.4% | 4.8% |
| Mining and Quarrying | 1.5% | 1.4% | -3.2% | -4.0% | -3.4% |
| Manufacturing | 11.9% | 11.8% | -5.3% | 3.0% | 1.3% |
| Large Scale | 8.3% | 8.0% | -9.8% | 0.9% | -1.5% |
| Small Scale | 2.3% | 2.4% | 9.2% | 9.1% | 8.8% |
| Slaughtering | 1.3% | 1.4% | 6.5% | 6.6% | 6.3% |
| Electricity, Gas and Water supply | 2.0% | 2.6% | 9.7% | -19.9% | 28.9% |
| Construction | 2.2% | 2.3% | -10.3% | -1.1% | 6.6% |
| Service Sector | 58.3% | 58.4% | 0.0% | 2.2% | 2.9% |
| Wholesale & Retail trade | 18.3% | 17.8% | -4.0% | 3.3% | 0.1% |
| Transportation & Storage | 10.6% | 10.5% | 3.8% | 1.5% | 2.2% |
| Accommodation and Food Services Activities | 1.5% | 1.5% | 4.1% | 4.1% | 4.1% |
| Information and Communication | 2.9% | 3.0% | -0.6% | 4.3% | 6.5% |
| Financial and Insurance Activities | 1.4% | 1.5% | -9.8% | -12.7% | 3.2% |
| Real Estate Activities | 5.8% | 5.9% | 3.7% | 3.7% | 3.8% |
| Public Administration and Social Security | 4.0% | 4.3% | -7.0% | -7.0% | 9.9% |
| Education | 3.1% | 3.2% | 5.7% | 9.3% | 4.4% |
| Human Health and Social Work Activities | 1.7% | 1.7% | 9.4% | 3.3% | 3.7% |
| Other Private Services | 8.9% | 8.9% | 4.2% | 3.6% | 3.6% |
| GDP Growth | | | -0.2% | 2.51% | 2.68% |

Source (s): PBS, AHL Research

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