



وزارة المالية  
Ministry of Finance

# Draft Budget for the Fiscal Year 2025/2026

February 2025

## Burden on the draft Budget

1

Relying on oil as the primary source of revenues is approximately 90%, as it is linked to global oil prices, the amount of production, and other factors affecting them.

2

Continuity of employment in the government sector as a result of state policies and the government's continued role as the primary employer in the labor market.

3

The effects and results of the wars on occupied Palestine (Gaza) and Lebanon, the situation in Sudan, Yemen and Syria, the Russian-Ukrainian crisis, as well as the impact of the results of the American elections on the global and Kuwaiti economy.

## Decrees and laws issued and taken into account when preparing the draft budget

We extend our sincere thanks and appreciation to the esteemed Council of Ministers for its continued support of the Ministry of Finance's proposals and its keenness to enhance the state's financial sustainability by adopting policies and procedures that keep pace with economic challenges.

1

Decree Law No. 1 of 2025 regarding fees and financial costs for using public facilities and services, which includes:

- Repealing Law No. 79 of 1995, and every provision that contradicts this is also repealed.
- Each entity determines the fees, costs, and fees for using public facilities and services, by decision of the competent authority in each entity, in accordance with the law regulating each of them, after the approval of the Council of Ministers.

2

Decree Law No. 3 of 2025 regarding the care of printing and publishing the Holy Qur'an, the Sunnah of the Prophet, and their sciences, which includes:

- Repeal of Law No. 10 of 2011 regarding the establishment of the General Authority for the Printing and Publishing of the Holy Qur'an, the Sunnah of the Prophet, and their sciences.
- All rights and obligations of the General Authority for the Printing and Publishing of the Holy Qur'an, the Prophetic Sunnah, and their sciences shall be transferred to the Ministry of Islamic Affairs. Employees working in the Authority shall also be transferred to the Ministry at their same grades, while retaining their salaries and financial benefits.



3

Decree No. 6 of 2025 amending the text of Article 6 of Decree No. 401 of 2006 establishing the Supreme Council for Family Affairs, which includes:

- Replace the text of the first paragraph of Article 6 of Decree No. 401 of 2006 referred to with the following text: “The Supreme Council for Family Affairs shall have a general secretariat headed by a Secretary-General, which shall prepare its work and follow up on the implementation of its decisions, and its organization shall be issued by a decision from the Minister of Social Affairs.”

4

Decree Law No. 157 of 2024 issuing the tax law on multinational entities:

The law addresses the regulation of taxes on multinational entities, setting a minimum tax of 15% and controls for calculating income and subject revenues. The law also excludes government entities, non-profit organizations, and retirement funds. The law requires entities to register and submit tax returns regularly, while imposing fines and penalties for violations and tax evasion.

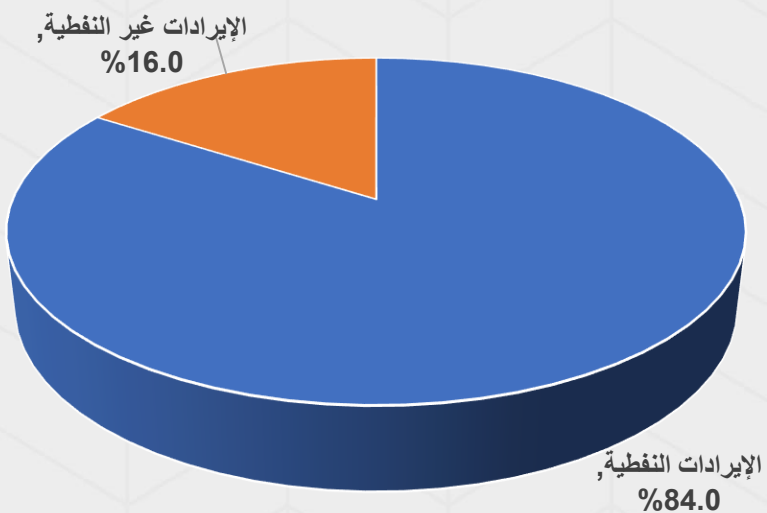
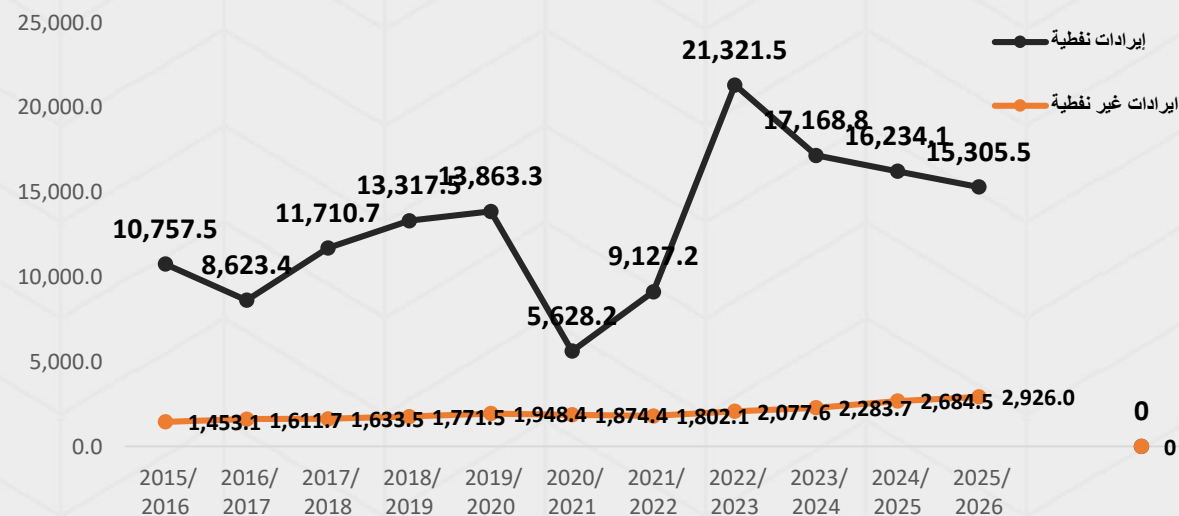
26/25  
Budget

## Basis for estimating oil revenues for the fiscal year 2025/2026









Basis of estimation	Budget for the fiscal year 2024/2025	Budget for the fiscal year 2025/2026
Production Volume	2.548 Million Barrel / Day	2.500 Million Barrel / Day
Barrel Price	\$70 USD	\$68 USD
Exchange Rate	306 Fils per 1 Dollar	307 Fils per 1 Dollar
Fiscal Year	365 Days	365 Days
Gas Revenue	311.4 Million KD	320.9 Million KD
Deduction of Production Cost	3,998.3 Million KD	4,064.8 Million KD

# Revenues for the fiscal year 2025/2026 - The price of a barrel of oil is \$68 per barrel




Closing Accounts 2023/2024	%	Diffrence	Budget 2025/2026	Budget 2024/2025	Revenues
21,527.6	-5.7%	(928.6)	15,305.5	16,234.1	Oil Revenues
2,116.7	9.0%	241.5	2,926.0	2,684.5	Non-Oil Revenues
23,644.3	-3.6%	(687.1)	18,231.5	18,918.6	Total Revenues



# Total expenses by chapter

	Budget 2025/2024	Draft Budget 2026/2025	Difference	%	Closing Accounts 2023/2024
 Compensation of Employees	9,899.1	9,978.5	79.4	%0.8	9,605.5
 Goods and Services	3,567.0	3,870.7	303.7	%8.5	4,671.5
 Subsidies	1,128.6	1,104.9	(23.7)	%2.1-	1,265.2
 Grants	5,642.8	5,672.8	30.0	0.5%	6,156.3
 Social Benefits	845.3	535.3	(309.9)	%36.7-	708.7
 Other Expenditures and Remittances	1,615.6	1,549.6	(66.0)	%4.1 -	1,491.5
 Capital Expenditures	1,856.6	1,826.2	(30.4)	%1.6 -	1,307.1
 Total	24,555.0	24,538.0	(17.0)	%0.1-	25,205.8

# Budget Breakdown by components

	Budget 2024/2025	Draft budget 2025/2026	Difference	%	% from Total	Closing Accounts 2023/2024
Salaries 	14,823.1	15,055.8	232.7	%1.6	%61.4	14,548.1
Subsidies 	4,529.6	4,428.4	(101.2)	%2.2 -	%18.1	5,881.8
Capex 	2,284.7	2,244.8	(39.9)	%1.7 -	%9.1	1,868.2
Other expenses 	2,917.6	2,809.0	(108.6)	%3.7 -	%11.4	2,907.7
Total 	24,555.0	24,538.0	(17.0)	%0.1 -	%100.0	25,205.8

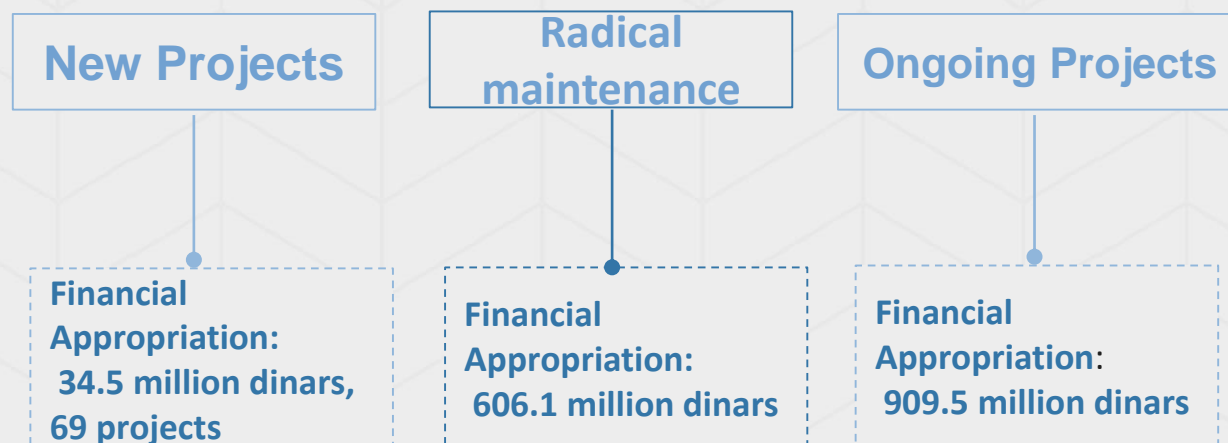


## Positions created for recruitment for the fiscal year 2025/2026

Description	Jobs created for appointment 2025/2024	Jobs created for appointment 2025/2026		
		Total	Non-kuwaiti	Kuwaiti
Ministries and government departments	22,062	14,546	0	14,546
Attached Entities	1,670	1,347	40	1,317
Independent Entities	0	0	0	0
Total	23,732	15,893	40	15,853

## 1. Construction and Maintenance projects for the fiscal year 2025/2026

The draft budget for construction capital expenditure was estimated at 1,550.1 million dinars, an increase from the fiscal year 2024/2025 at 90.1 million dinars.



- Including the amount of 52.1 million dinars related to Procurement.

## 2. Non-construction projects for the fiscal year 2025/2026

The draft budget for non-construction capital expenditures was estimated at 276.1 million dinars, a reduction from the fiscal year 2024/2025 at 120.5 million dinars.

It is focused on purchasing machinery, equipment and other assets

Financial  
Appropriation:  
275.9 million dinars

## Deficit/Surplus

Description	Budget 2024/2025	Draft Budget 2025/2026	Difference	%	Closing Accounts 2023/2024
Total Revenue	18,918.6	18,231.5	(687.1)	%3.6 -	23,644.3
Total Expenditure	24,555.0	24,538.0	(17.0)	%0.1 -	25,205.8
Deficit/Surplus	( 5,636.4)	(6,306.5)	(670.1)	%11.9	(1,561.5)

Break-even point: \$90.5 per barrel of oil



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