

## Foreword and Acknowledgement

I am delighted to present the Quarterly Fiscal Bulletin for the third quarter of fiscal year 1391. This edition of the bulletin highlights detailed assessments of recent fiscal and budgetary developments including trends in domestic revenue and expenditures performance, transactions related to the acquisition of non-financial assets and how the measured surplus / deficit is financed. The bulletin also provides a snapshot of the budget execution rates during the reporting period whilst section five includes an interesting article on '*Fiscal Sensitivity Analysis*'.

I would like to extend my appreciations to the Fiscal Policy Directorate for drafting this bulletin. I would also like to extend my gratitude to the Budget Department, Revenue Department, Treasury Department, and other departments for their input and support. We would value your comments and feedback shared with Mr. Hafizullah Momandi, Acting Head of Fiscal Policy Directorate of the Ministry of Finance at [hafizlm@yahoo.com](mailto:hafizlm@yahoo.com).

I hope you will find this publication useful and interesting. It will soon be available on the budget department's website ([www.budgetmof.gov.af](http://www.budgetmof.gov.af)).

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# Quarterly Fiscal Bulletin, Quarter 3, 1391

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# 1 SUMMARY OF THIRD QUARTER DEVELOPMENTS

**Table 1.1 – Budget Summary**

| Code   | In millions of Afghanis | 1390             | 1390             | 1391             | 1391             | 1391             | 1391 Comparison to 1390 YTD |              | 1391 Budget or MYR Revenue or Expenditure Target | 1391 YTD as % of Targets/Budget |
|--|-------------------------|------------------|------------------|------------------|------------------|------------------|-----------------------------|--------------|--|---------------------------------|
|  |                         | Qtr 3 Actual Qtr | Qtr 3 Actual YTD | Qtr 2 Prelim Qtr | Qtr 3 Prelim Qtr | Qtr 3 Prelim YTD | Change                      | % (+/-)      |  |                                 |
| <b>OPERATING BUDGET</b>                        |                         |                  |                  |                  |                  |                  |                             |              |  |                                 |
| <b>Revenues</b>                                |                         | <b>36,587.7</b>  | <b>114,873.3</b> | <b>54,716.9</b>  | <b>69,048.7</b>  | <b>175,309.6</b> | <b>60,436.3</b>             | <b>52.6</b>  | <b>221,241.1</b>                                 | <b>79.2</b>                     |
| Domestic Revenues (1)                          |                         | 24,146.0         | 71,439.6         | 25,543.3         | 30,405.1         | 81,332.4         | 9,892.8                     | 13.8         | 87,909.9   | 92.5                            |
| Operating Grants                               |                         | 12,441.7         | 43,433.7         | 29,173.6         | 38,643.6         | 93,977.2         | 50,543.5                    | 116.4        | 133,331.2  | 70.5                            |
| <b>Expenditures</b>                            |                         | <b>38,784.2</b>  | <b>97,578.3</b>  | <b>44,526.3</b>  | <b>60,440.9</b>  | <b>135,801.6</b> | <b>38,223.3</b>             | <b>39.2</b>  | <b>157,970.6</b>                                 | <b>86.0</b>                     |
| <b>Budget Balance</b>                          |                         |                  |                  |                  |                  |                  |                             |              |  |                                 |
| Including Grants                               |                         | -2,196.5         | 17,295.0         | 10,190.5         | 8,607.8          | 39,508.0         | 22,213.0                    | 128.4        | 63,270.5   |                                 |
| Excluding Grants                               |                         | -14,638.2        | -26,138.7        | -18,983.1        | -30,035.7        | -54,469.2        | -28,330.5                   | 108.4        | -70,060.7  |                                 |
| <b>Fiscal sustainability indicator (%) (2)</b> |                         | <b>62.3</b>      | <b>73.2</b>      | <b>57.4</b>      | <b>50.3</b>      | <b>59.9</b>      | <b>-13.3</b>                | <b>-18.2</b> | <b>55.6</b>                                      |                                 |
| <b>DEVELOPMENT BUDGET</b>                      |                         |                  |                  |                  |                  |                  |                             |              |  |                                 |
| <b>Grants (3)</b>                              |                         | <b>9,232.5</b>   | <b>18,755.0</b>  | <b>10,450.8</b>  | <b>16,613.5</b>  | <b>31,740.1</b>  | <b>12,985.1</b>             | <b>69.2</b>  | <b>79,255.1</b>                                  | <b>N/A</b>                      |
| <b>Expenditures</b>                            |                         | <b>15,429.0</b>  | <b>32,351.3</b>  | <b>19,276.1</b>  | <b>26,480.6</b>  | <b>53,314.5</b>  | <b>20,963.2</b>             | <b>64.8</b>  | <b>107,350.1</b>                                 | <b>49.7</b>                     |
| Discretionary Budget                           |                         | 4,062.3          | 8,195.6          | 5,217.7          | 7,551.7          | 14,837.1         | 6,641.5                     | 81.0         | 32,095.0   | 46.2                            |
| Non-discretionary Budget                       |                         | 11,366.7         | 24,155.7         | 14,058.3         | 18,928.9         | 38,477.4         | 14,321.7                    | 59.3         | 75,255.1   | 51.1                            |
| <b>Budget Balance (3)</b>                      |                         | <b>-6,196.5</b>  | <b>-13,596.3</b> | <b>-8,825.3</b>  | <b>-9,867.0</b>  | <b>-21,574.4</b> | <b>-7,978.2</b>             | <b>58.7</b>  | <b>-28,095.0</b>                                 |                                 |
| <b>INTEGRATED BUDGET</b>                       |                         |                  |                  |                  |                  |                  |                             |              |  |                                 |
| <b>Revenues (3)</b>                            |                         | <b>45,820.3</b>  | <b>133,628.3</b> | <b>65,167.7</b>  | <b>85,662.2</b>  | <b>207,049.7</b> | <b>73,421.3</b>             | <b>54.9</b>  | <b>300,496.2</b>                                 | <b>N/A</b>                      |
| Domestic Revenues                              |                         | 24,146.0         | 71,439.6         | 25,543.3         | 30,405.1         | 81,332.4         | 9,892.8                     | 13.8         | 87,909.9   | 92.5                            |
| Grants (3)                                     |                         | 21,674.3         | 62,188.8         | 39,624.4         | 55,257.1         | 125,717.3        | 63,528.5                    | 102.2        | 212,586.3  | N/A                             |
| <b>Expenditures</b>                            |                         | <b>54,213.2</b>  | <b>129,929.6</b> | <b>63,802.4</b>  | <b>86,921.4</b>  | <b>189,116.1</b> | <b>59,186.5</b>             | <b>45.6</b>  | <b>265,320.7</b>                                 | <b>71.3</b>                     |
| <b>Balances</b>                                |                         |                  |                  |                  |                  |                  |                             |              |  |                                 |
| Excluding Grants                               |                         | -30,067.2        | -58,490.0        | -38,259.2        | -56,516.3        | -107,783.7       | -49,293.7                   | 84.3         | -177,410.9                                       |                                 |
| Including Grants (3)                           |                         | -8,393.0         | 3,698.8          | 1,365.2          | -1,259.2         | 17,933.6         | 14,234.8                    | 384.9        | 35,175.5   |                                 |
| <b>Financing</b>                               |                         |                  |                  |                  |                  |                  |                             |              |  |                                 |
| Balance Including Grants                       |                         | -8,393.0         | 3,698.8          | 1,365.2          | -1,259.2         | 17,933.6         | 14,234.8                    | 384.9        |  |                                 |
| Sale of Land and Buildings                     |                         | 9.8              | 41.8             | 57.8             | 20.8             | 176.8            | 135.0                       | 323.1        |  |                                 |
| Sale of State Owned Enterprises                |                         | 0.0              | 0.0              | 0.0              | 0.0              | 0.0              | 0.0                         | N/A          |  |                                 |
| <b>Lending/Borrowing</b>                       |                         | <b>-8,383.1</b>  | <b>3,740.5</b>   | <b>1,423.1</b>   | <b>-1,238.4</b>  | <b>18,110.3</b>  | <b>14,369.8</b>             | <b>384.2</b> |  |                                 |

Source: FPD using AFMIS data downloaded on the 12 February 2013

1. In the published budget document, Afs 7.6 billion in domestic revenues are allocated to the development budget in 1391. In order to ensure comparability with actuals, all domestic revenues shown under the development budget in the published budget document have been re-allocated to the operating budget in the above table.
2. Fiscal sustainability is measured as domestic revenues as a percentage of operating budget expenditures
3. Actual figures are not comparable to the development/integrated budget grants or balances shown in budget documentation, as grants/balance in budget documentation also includes loans. Loans are shown as a financing item in the above table.

## 1.1 Overall fiscal position

The fiscal year 1391 was compressed to three quarters or nine months. On Gregorian calendar basis, 1391 fiscal year commenced on 21 March 2102 and ended on 20 December 2012. The next fiscal year (1392) began on 21 December 2012 and will end on 20 December 2013. The reasons for the change included aligning the fiscal year closer to calendar year to introduce better predictability of assistance from development partners and allowing the start of development projects earlier in the year to avoid slowdown from the winter season.

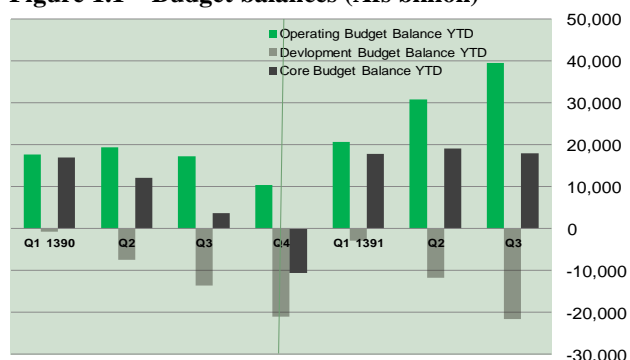
For the 3<sup>rd</sup> quarter 1391, the core budget balance (including grants) recorded a deficit of Afs 1.3 billion compared to Afs 8.4 billion in the same period in 1390. This was comprised of operating

budget surplus about Afs 8.6 billion (compared to Afs 2.2 billion deficit in Q3 1390), and the development budget deficit Afs 9.9 billion (compared to Afs 6.2 billion deficit in Q3 1390; see Table 1.1).

The surplus in operating balance was mainly due to receipts of larger amount of operating grants, and also partially domestic revenues. The deficit of Afs 9.9 billion in development budget expenditure was partly due to on time unavailability of funds (for higher non-discretionary expenditures).

The deficit in the core budget shows that the surplus in the operating balance was not enough to offset a rather large development budget deficit during this quarter.

**Figure 1.1 – Budget balances (Afs billion)**



## 1.2 Domestic Revenues and Grants

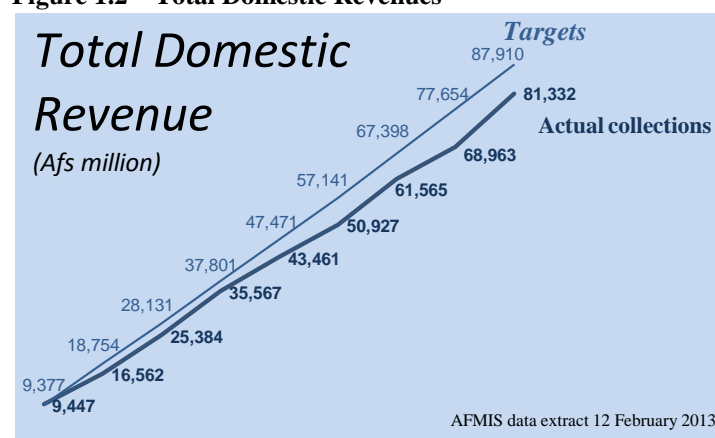
### Domestic Revenues

Total domestic revenue collection stood at Afs 30.4 billion in the quarter. This shows a decline of Afs 11.0 billion over the quarterly target of Afs 41.4 billion. While comparing it with the same period of last year, collection then was around 25.6 percent higher. Total year-to-date (YTD) revenue collection was Afs 81.3 billion until the end of third quarter 1391, which shows an increase of Afs 14.0 percent over Afs 71.3 billion collected the same period in 1390. Most of the contribution in the third quarter was made by Tax revenues, Non tax revenues, Social contribution and small amount from customs duties that will be explained below.

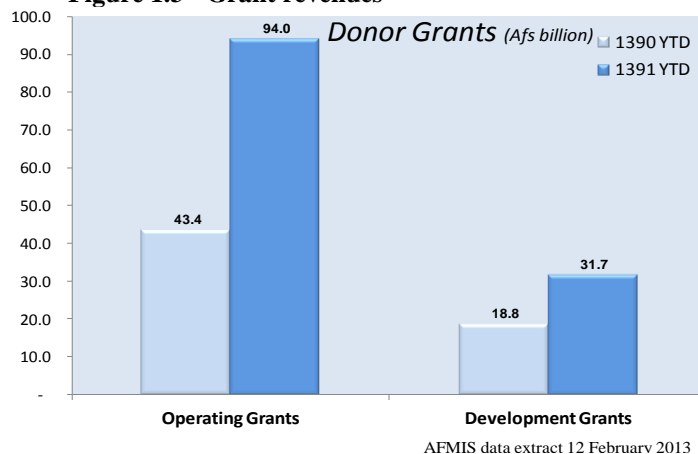
### Grants

During the 3<sup>rd</sup> quarter, total grants receipts for the core budget were Afs 55.3 billion (7.2 percent of GDP) compared to Afs 21.1 billion (2.4 percent of GDP) received in Q3 1390, an increase of Afs 34.2 billion (mostly for operating expenditures). Grants receipts for operating were Afs 38.6 billion (compared to Afs 12.4 billion in Q3 1390) while for the development were Afs 16.6 billion (Afs 9.2 billion in Q3 1390). Most of the increases in operating grants were mainly from grants channeled through the Combined Security Transition Command – Afghanistan (CSTC-A) for Ministry of Defense (MoD) and Ministry of Interior (MoI), and also Law and Order Trust Fund and (LOTFA) and Afghanistan Reconstruction Trust Fund (ARTF).

**Figure 1.2 – Total Domestic Revenues**



**Figure 1.3 - Grant revenues**



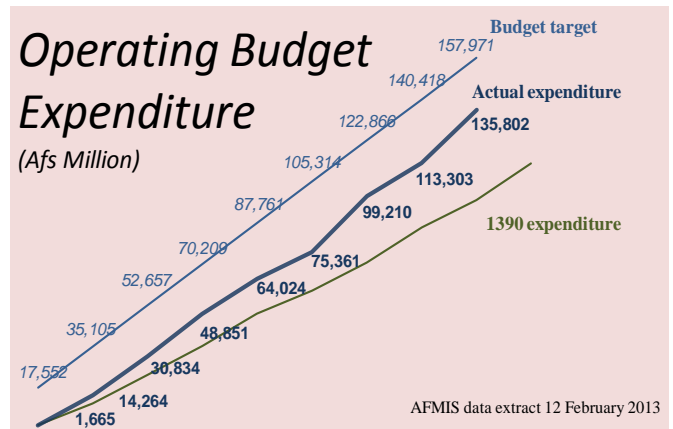
### 1.3 Expenditures

Total core budget for the FY 1391 (9 months) was Afs 265.3 billion, (about 34.9 percent of GDP), of which about Afs 157.9 was allocated for operating budget, and Afs 107.4 billion (revised down from Afs 110.3 billion<sup>1</sup>) was allocated for development budget. The total YTD core budget expenditures for the 3<sup>rd</sup> quarter 1391 were Afs 189.1 billion. This is Afs 59.2 billion or 46 percent higher over Afs 129.9 billion spent during the same period in 1390.

#### Operating Budget

Due to continuous increase in recurrent spending particularly in wages, operation and maintenance (O&M) costs, and reform in Pay and Grading (P&G) for the civil service, the operating budget has risen considerably over the last few years. Total operating budget for the FY 1391 was Afs 157.9 billion (revised up from Afs 157.1 billion), this shows an increase of about Afs 40 billion or 33.8 percent over Afs 118 billion in FY 1390 (calculated for 9 months). The increase in operating expenditures was due to expansion in Afghan National Security Forces (ANSF) personnel as well as civil servants, and O&M costs. During the 3<sup>rd</sup> quarter of 1391, operating expenditures were Afs 60.4 billion, an increase of Afs 21.6 billion or (55.7 percent) over Afs 38.8 billion in the same period in 1390. Most of the increase in operating expenditure was due to higher wage bill for the civil servants, and increased spending for the security forces (Afghan National Army (ANA) and Afghan National Police (ANP) – both strength and implementation of reforms.

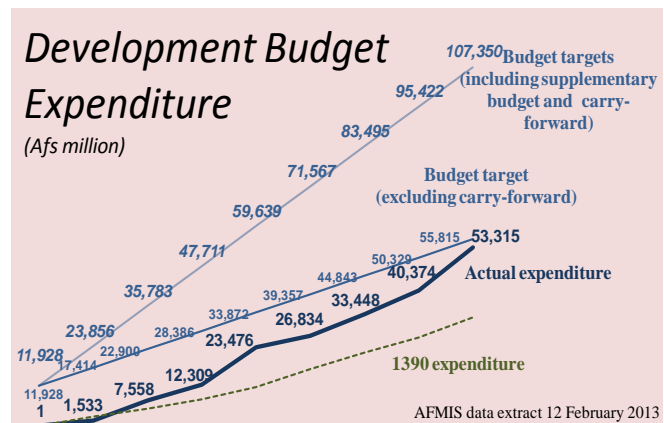
Figure 1.4 – Operating Budget



#### Development Budget

Development budget, which is mostly funded by donor grants, constitutes significant part of the Government's core budget. Total budget allocated for development projects was Afs 107.4 billion for FY 1391, which amounted to 13.9 percent of GDP. The development budget for 1391 was Afs 6.2 billion (or 6 percent) higher than 1390, this was a large increase since the fiscal year for 1391 only has 9 months. Total YTD development expenditures for 3<sup>rd</sup> quarter 1391 were Afs 53.3 billion (which represents 50 percent execution rate) compared to Afs 32.4 billion during the same period 1390.

Figure 1.5 – Development Budget



<sup>1</sup> It was revised through a Supplementary Budget.

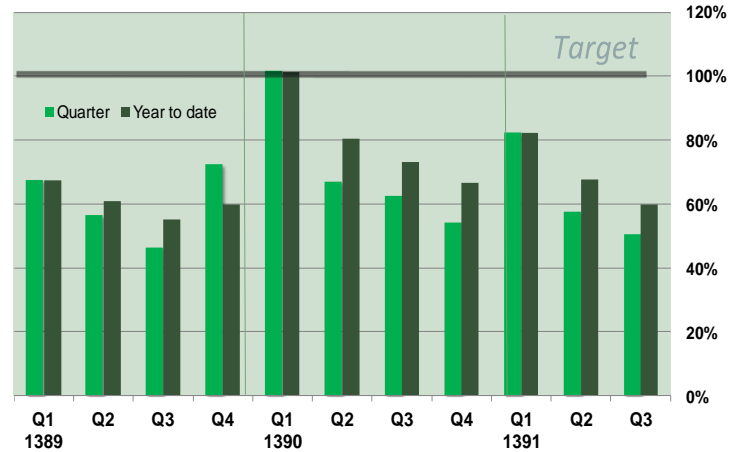
### 1.4 Fiscal sustainability

In Afghanistan’s context, fiscal sustainability is defined as proportion of total operating expenditures being covered / financed by total domestic revenues. Fiscal sustainability was a key objective of the Poverty Reduction and Growth Facility (PRGF) program. It has remained as one of the key objectives under the Government and IMF’s new economic program, the Extended Credit Facility.

The fiscal sustainability indicator was 50.3 percent, and it denotes that around 50 percent of the total operating expenditure (about Afs 60.4 billion) of the 3<sup>rd</sup> quarter was financed by total domestic revenues (about Afs 30.4 billion). As shown in figure 1.6, the fiscal sustainability indicator further deteriorated, and it plummeted from above 80 percent in the 1<sup>st</sup>

quarter to 50.3 percent in the 3<sup>rd</sup> quarter of 1391. This implies that rise in the collection of domestic revenues was much lower than the rise in the operating spending.

**Figure 1.6 – Fiscal sustainability: Domestic revenues as a percentage of Operating Expenditures**



## 2 CORE BUDGET REVENUES

Table 2.1 – 1391 Q3 revenues

| Code                                  | In millions of Afghanis       | 1390                   | 1390                   | 1391                   | 1391                   | 1391                   | 1391                   | 1391 Comparison to |         | YTD                  | Target                        | Annual     | %                |
|---------------------------------------|-------------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|--------------------|---------|----------------------|-------------------------------|------------|------------------|
|                                       |                               | Qtr 3<br>Actual<br>Qtr | Qtr 3<br>Actual<br>YTD | Qtr 1<br>Prelim<br>Qtr | Qtr 2<br>Prelim<br>Qtr | Qtr 3<br>Prelim<br>Qtr | Qtr 3<br>Prelim<br>YTD | 1390 YTD           | % (+/-) | 1391<br>Qtr 3<br>YTD | Target -<br>Actual<br>% (+/-) | Target (2) | Annual<br>Target |
| <b>CORE BUDGET</b>                    |                               |                        |                        |                        |                        |                        |                        |                    |         |                      |                               |            |                  |
| 1                                     | REVENUES including grants (1) | 45,820.3               | 133,628.3              | 56,219.8               | 65,167.7               | 85,662.2               | 207,049.7              | 73,421.3           | 54.9    |                      |                               |            |                  |
| 1-19                                  | REVENUES excluding grants     | 24,146.0               | 71,439.6               | 25,384.0               | 25,543.3               | 30,405.1               | 81,332.4               | 9,892.8            | 13.8    | 87,909.9             | -7.5                          | 87,909.9   | 92.5             |
| <b>DOMESTIC REVENUES (2) (3)</b>      |                               |                        |                        |                        |                        |                        |                        |                    |         |                      |                               |            |                  |
| 11                                    | Tax Revenues                  | 11,891.4               | 31,809.6               | 11,305.3               | 13,083.7               | 13,979.2               | 38,368.2               | 6,558.6            | 20.6    | 41,407.1             | -7.3                          | 41,407.1   | 92.7             |
| 111                                   | Fixed Taxes                   | 2,534.0                | 7,333.9                | 2,549.0                | 2,706.9                | 2,864.2                | 8,120.2                | 786.2              | 10.7    | 10,072.3             | -19.4                         | 10,072.3   | 80.6             |
| 112                                   | Income Taxes                  | 3,460.0                | 8,881.6                | 3,600.7                | 4,376.4                | 5,470.2                | 13,447.3               | 4,565.7            | 51.4    | 11,040.6             | 21.8                          | 11,040.6   | 121.8            |
| 113                                   | Property Taxes                | 80.9                   | 270.3                  | 99.5                   | 62.4                   | 50.3                   | 212.3                  | -58.0              | -21.5   | 263.2                | -19.4                         | 263.2      | 80.6             |
| 114                                   | Sales Taxes                   | 4,849.6                | 13,042.6               | 4,277.7                | 5,425.3                | 5,125.2                | 14,828.1               | 1,785.5            | 13.7    | 17,054.8             | -13.1                         | 17,054.8   | 86.9             |
| 116                                   | Other Taxes                   | 853.9                  | 1,876.2                | 687.5                  | 404.0                  | 358.2                  | 1,449.6                | -426.7             | -22.7   | 2,308.3              | -37.2                         | 2,308.3    | 62.8             |
| 117                                   | Tax Penalties and Fines       | 113.0                  | 404.8                  | 90.8                   | 108.7                  | 111.1                  | 310.7                  | -94.1              | -23.3   | 667.9                | -53.5                         | 667.9      | 46.5             |
| 12                                    | Customs Duty, Import Taxes    | 7,769.5                | 23,677.1               | 7,193.0                | 7,080.9                | 6,932.2                | 21,206.2               | -2,471.0           | -10.4   | 30,797.9             | -31.1                         | 30,797.9   | 68.9             |
| 13                                    | Non Tax Revenue               | 3,542.4                | 13,602.3               | 6,256.0                | 4,203.1                | 7,618.8                | 18,077.8               | 4,475.5            | 32.9    | 13,141.5             | 37.6                          | 13,141.5   | 137.6            |
| 131                                   | Income from Capital Property  | 115.3                  | 2,664.0                | 2,583.2                | 74.2                   | 268.3                  | 2,925.7                | 261.8              | 9.8     | 248.4                | 1,077.9                       | 248.4      | 1,177.9          |
| 132                                   | Sales of Goods and Services   | 1,226.4                | 3,657.9                | 1,189.4                | 1,914.0                | 4,801.9                | 7,905.3                | 4,247.4            | 116.1   | 4,983.3              | 58.6                          | 4,983.3    | 158.6            |
| 133                                   | Administrative Fees           | 2,012.4                | 6,623.2                | 2,215.0                | 1,968.1                | 2,331.2                | 6,514.3                | -108.9             | -1.6    | 7,374.2              | -11.7                         | 7,374.2    | 88.3             |
| 134                                   | Royalties                     | 25.2                   | 134.3                  | 76.1                   | 62.7                   | 48.4                   | 187.2                  | 52.9               | 39.4    | 35.7                 | 424.5                         | 35.7       | 524.5            |
| 135                                   | Non Tax Fines and Penalties   | 121.9                  | 441.4                  | 133.8                  | 143.0                  | 127.3                  | 404.1                  | -37.2              | -8.4    | 299.9                | 34.7                          | 299.9      | 134.7            |
| 136                                   | Extractive Industry           | 41.2                   | 81.7                   | 58.5                   | 41.1                   | 41.7                   | 141.3                  | 59.6               | 73.0    | 200.0                | -29.4                         | 200.0      | 70.6             |
| 14                                    | Miscellaneous Revenue         | 189.3                  | 389.1                  | 33.4                   | 262.7                  | 836.5                  | 1,132.5                | 743.5              | 191.1   | 729.4                | 55.3                          | 729.4      | 155.3            |
| 17                                    | Social Contributions          | 753.4                  | 1,961.5                | 596.3                  | 912.8                  | 1,038.5                | 2,547.6                | 586.2              | 29.9    | 1,834.0              | 38.9                          | 1,834.0    | 138.9            |
| <b>GRANTS (1)</b>                     |                               |                        |                        |                        |                        |                        |                        |                    |         |                      |                               |            |                  |
| 191                                   | Foreign Governments           | 13,712.8               | 45,742.9               | 26,322.4               | 32,194.3               | 40,793.9               | 99,310.5               | 53,567.7           | 117.1   |                      |                               |            |                  |
| 192                                   | International Organisation    | 7,906.6                | 16,248.2               | 4,510.4                | 7,422.7                | 13,485.3               | 25,418.4               | 9,170.2            | 56.4    |                      |                               |            |                  |
| 193                                   | Other Government Units        | 54.9                   | 197.7                  | 3.0                    | 7.4                    | 977.9                  | 988.3                  | 790.7              | 400.0   |                      |                               |            |                  |
| <b>TOTAL OPERATING BUDGET REVENUE</b> |                               |                        |                        |                        |                        |                        |                        |                    |         |                      |                               |            |                  |
|                                       | Domestic Revenues             | 24,146.0               | 71,439.6               | 25,384.0               | 25,543.3               | 30,405.1               | 81,332.4               | 9,892.8            | 13.8    | 87,909.9             | -7.5                          | 87,909.9   | 92.5             |
|                                       | as percentage of total        | 66.0                   | 62.2                   | 49.2                   | 46.7                   | 44.0                   | 46.4                   | 16.4               |         |                      |                               |            |                  |
|                                       | External Grant Support        | 12,441.7               | 43,433.7               | 26,160.0               | 29,173.6               | 38,643.6               | 93,977.2               | 50,543.5           | 116.4   |                      |                               | 133,331.2  | 70.5             |
|                                       | as percentage of total        | 34.0                   | 37.8                   | 50.8                   | 53.3                   | 56.0                   | 53.6                   | 83.6               |         |                      |                               |            |                  |

Source: FPD using AFMIS data downloaded on the 12 February 2013

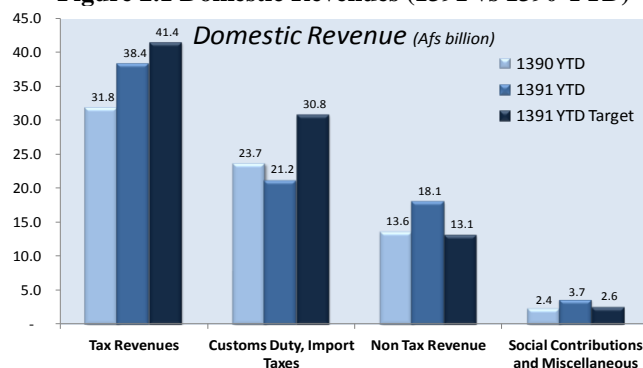
- Actual figures are not comparable to the development/integrated budget grants or balances shown in budget documentation, as grants/balance in budget documentation also includes loans. Loans are shown as a financing item in above table.
- Revenues exclude proceeds from the sale of fixed assets (150), and loans (18). These items are included under financing.
- In the published budget document, Afs 7.6 billion in domestic revenues are allocated to the development budget in 1391. In order to ensure comparability with actuals, all domestic revenues shown under the development budget in the published budget document have been re-allocated to the operating budget in the above table.

### 2.1 Domestic Revenues

Total revenue target for fiscal year 1391 was set at Afs 87.9 billion or 23.1 percent higher than the actual revenue collections of Afs 71.4 billion (for 9 months) in 1390. The composition of revenue items in 1391 is about the same as in 1390.

It was assumed that 32 percent of annual revenues will be collected in Q1, 33 percent in Q2, and 35 percent in Q3. This means that the 1391 third quarter target of total revenues of Afs 30.8 billion accounts for 35 percent of the annual revenue target. The actual collection of Afs 30.4 billion in Q3 1391 makes up 98.7 percent of its quarterly target.

Figure 2.1 Domestic Revenues (1391 vs 1390 YTD)



AFMIS data extract 12 February 2013

## 2.2 Provincial Distribution of Revenues

Table 2.2 – 1391 Provincial Revenues

| In millions of Afghanis   | Total Revenues |          |          | Taxation Revenues |          | Customs Duties |          | Non Tax Revenues |          | Other Revenues |         |
|---------------------------|----------------|----------|----------|-------------------|----------|----------------|----------|------------------|----------|----------------|---------|
|                           | 1390           | 1391     | %        | 1390              | 1391     | 1390           | 1391     | 1390             | 1391     | 1390           | 1391    |
|                           | Qtr 3          | Qtr 3    | Increase | Qtr 3             | Qtr 3    | Qtr 3          | Qtr 3    | Qtr 3            | Qtr 3    | Qtr 3          | Qtr 3   |
|                           | Actual         | Prelim   |          | Actual            | Prelim   | Actual         | Prelim   | Actual           | Prelim   | Actual         | Prelim  |
|                           | YTD            | YTD      |          | YTD               | YTD      | YTD            | YTD      | YTD              | YTD      | YTD            | YTD     |
| <b>TOTAL REVENUE</b>      | 71,439.6       | 81,332.4 | 13.8     | 31,809.6          | 38,368.2 | 23,677.1       | 21,206.2 | 13,602.3         | 18,077.8 | 2,350.5        | 3,680.2 |
| <b>Total Provinces</b>    | 43,989.5       | 43,225.8 | -1.7     | 15,437.4          | 16,669.6 | 22,304.4       | 19,614.3 | 4,933.7          | 4,677.5  | 1,314.0        | 2,264.5 |
| Nangarhar                 | 7,606.8        | 7,987.0  | 5.0      | 2,752.0           | 3,317.5  | 4,292.1        | 4,046.0  | 433.7            | 465.1    | 129.0          | 158.4   |
| Balkh                     | 6,870.6        | 7,244.7  | 5.4      | 2,429.6           | 2,727.9  | 3,743.8        | 3,690.8  | 500.4            | 560.0    | 196.9          | 266.1   |
| Kandahar                  | 2,911.9        | 1,444.7  | -50.4    | 924.9             | 651.3    | 1,479.2        | 495.8    | 426.5            | 206.6    | 81.3           | 90.9    |
| Herat                     | 14,301.9       | 13,299.8 | -7.0     | 4,848.0           | 4,709.9  | 8,184.9        | 7,120.6  | 1,120.3          | 1,282.0  | 148.7          | 187.3   |
| Nimroz                    | 2,753.4        | 3,544.8  | 28.7     | 1,060.1           | 1,393.3  | 1,445.9        | 1,814.3  | 233.2            | 326.9    | 14.2           | 10.3    |
| Other Provinces           | 9,544.9        | 9,704.9  | 1.7      | 3,422.8           | 3,869.7  | 3,158.6        | 2,446.8  | 2,219.6          | 1,837.0  | 743.9          | 1,551.4 |
| <b>Central Ministries</b> | 27,450.1       | 38,106.5 | 38.8     | 16,372.2          | 21,698.5 | 1,372.7        | 1,591.9  | 8,668.6          | 13,400.4 | 1,036.6        | 1,415.7 |

Source: FPD using AFMIS data downloaded on the 12 February 2013

Table 2.2 shows revenue collections by category based on location classification (provinces and line ministries). Total YTD revenues collected by all provinces were Afs 43.2 billion compared to Afs 43.9 billion collected in 1390. This shows a reduction by around 2.0 percent, while central ministries collected Afs 38.1 billion for 1391, and this shows an increase of 39.0 percent over Afs 27.5 billion collected in the first three quarters in 1390. For the total of all provinces, the major categories such as tax revenues, non-tax revenues, and other revenues increased whereas customs duties declined (comparing Q3 1391 with Q3 1390). Tax revenues collected by Nangarhar and Balkh increased while from Herat decreased. For the central level, revenues from taxation largely increased and amounted to Afs 13.4 billion compared to Afs 8.7 billion in Q3 1390, an increase of Afs 4.7 billion. Meanwhile, revenues from non-tax category decreased with a collection of Afs 1.8 billion compared to Afs 2.2 billion (same period in 1390).

## 2.3 Tax Revenues

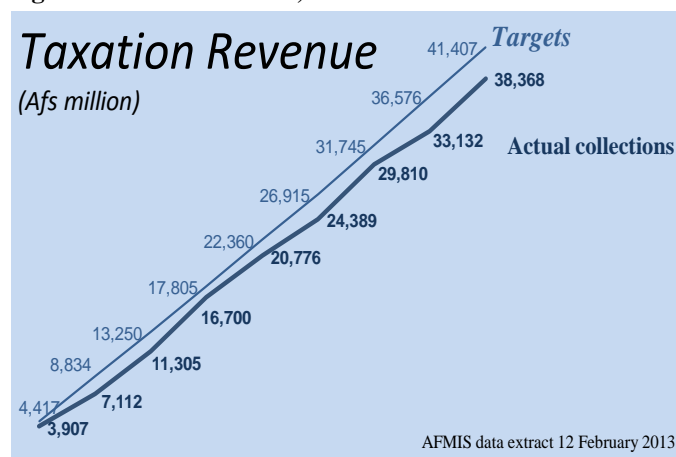
Tax revenue consists of fixed taxes, income taxes, property taxes, sales taxes, other taxes and tax penalties and fines. Tax collection in the third quarter was Afs 14.0 billion (1.4 percent of GDP). This was Afs 12.0 billion or 17 percent higher than actual collection for the same period in 1390, but it was lower compared to its quarterly target. Looking at Figure 2.1, total YTD tax collection in 1391 was Afs 38.4 billion which is 20.8 percent higher than the same period in the previous year. However, it missed the target by about 23.2 percent. The major contribution in collection was from income tax, sales taxes and fixed taxes. The main figures in the third quarter are described below.

- The **fixed tax collection** is around Afs 2.8 billion compared to Afs 2.5 billion for the same period in 1390, while for the YTD it was around Afs 8.1 billion which was 11 percent higher than the same time in 1390.
- The **income tax** collection was Afs 5.5 billion compared to Afs 3.5 billion in 1390, an increase of around 57.0 percent. Most of the increase (about Afs 2 billion) was due to increase in income tax revenue from **employees' wages and salaries**. On YTD basis, revenue from the income tax was Afs 13.4 billion (or 50.6 percent) higher than the same period in the previous year. This amount was higher (by about 21.4 percent) compared to its budget target.
- Collection of **sales taxes** was around Afs 5.1 billion compared to Afs 4.8 billion during the same period in 1390, an increase of Afs 0.3 billion. Sales tax revenue from **business receipt tax (BRT)** on the private



entities in the third quarter increased by Afs 49 million or 3.3 percent over Afs 1.5 billion collected during the same period in 1391 (as given by below table). Meanwhile, **BRT on import** and **BRT on services** saw a larger increase (Afs 91 million) than on the private entities (4.6 percent higher than the same period in 1390).

**Figure 2.2 - Tax revenues, Afs billion**



**Table 2.3 - Tax Revenue s' Major components**

| Major increases in Specific Tax Revenues   |             |             |            |            |
|--|-------------|-------------|------------|------------|
| Main Components of Tax Revenues            | 1390        | 1391        | Difference | % Increase |
|  | 3rd Quarter | 3rd Quarter |            |            |
| All Values in million Afghanis             |             |             |            |            |
| Imports by Licensed Business (Fixed Taxes) | 1,887       | 2,082       | 194        | 10.3%      |
| Employees Salaries & Wages (Income Taxes)  | 1,776       | 2,758       | 982        | 55.3%      |
| 2% BRT on Imports (Sales Taxes)            | 1,992       | 2,083       | 91         | 4.6%       |
| BRT on Services 10 % (Sales Taxes)         | 1,368       | 1,441       | 72         | 5.3%       |
| Receipts Pvt Entities 2% BRT (Sales Taxes) | 1,477       | 1,526       | 49         | 3.3%       |

## 2.4 Customs duties and import taxes

Customs duties that accounted for 22.7 percent of the total domestic revenues in the third quarter 1391 amounted to Afs 6.9 billion or 0.7 percent of GDP compared to Afs 7.8 billion (0.8 percent of GDP) during the same period in 1390. Over the last three quarters, revenue from customs duties has largely declined compared to collection in the previous year.

On year to date, customs duties of Afs 21.1 billion were collected to the end of the third quarter. This shows a reduction of around 11.0 percent compared to the total collection of Afs 23.7 billion during the same time in 1390. The main reasons include poor performance by administration and also overall decline in imported goods at various customs offices. In addition, ban on old vehicles, decline in demand for certain imported goods (mainly luxury goods) and decline in imports for construction materials. Uncertainty in the wake of Transition in 2014 was another important reason for reduction in some of the imported items.

Almost 83 percent of the customs revenues come from the major customs offices in five provinces (Herat, Nangarhar, Balkh, Kandahar, Nimroz) and the remaining 17 percent is collected from the line ministries and other customs offices in the country.

- Herat customs office collected Afs 2.4 billion in the third quarter of 1391 compared to Afs 2.3 billion collected in the same period 1390; this was 70.6 percent of the total quarterly target to be collected by Herat customs offices. However, the decline in customs duties was partially attributed to the ban on old-model vehicles that were imported via Herat customs and also ban on some Iranian-made products.
- Nangarhar customs office collected Afs 1.3 billion and was the same amount during the same period in 1390; it collected about 72.2 percent of the quarterly target of Afs 1.8 billion.
- Balkh customs office collected Afs 1.1 billion, while its duties collection was Afs 1.2 billion in the same period in 1390. The customs duties also fell behind its quarterly target of Afs 1.8 billion by 61.1 percent
- Kandahar customs office collected Afs 219.7 million compared to Afs 622 million during the same period in 1390. It collected only 50 percent of its quarterly target of Afs 410.8 million.
- Nimroz customs office collected Afs 533.1 million compared to Afs 488 million during the same period in 1390. The quarterly target was lower by 65.3 percent.

The Government is taking remedial measures to improve customs collection. In addition, the Government is considering certain reforms aimed at improving the collection of customs duties, and reducing leakages.

Figure 2.3 – Customs duties

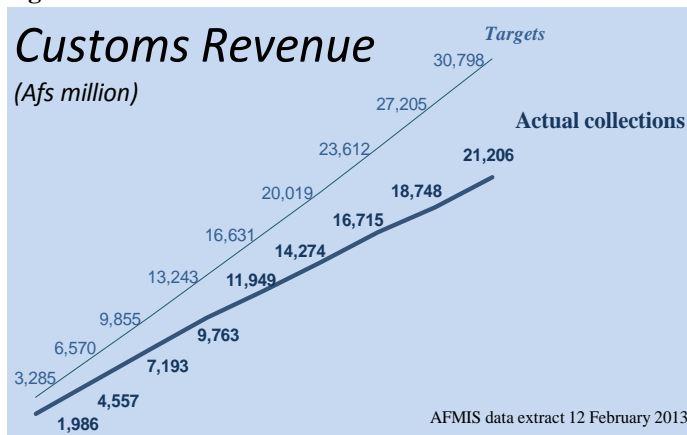
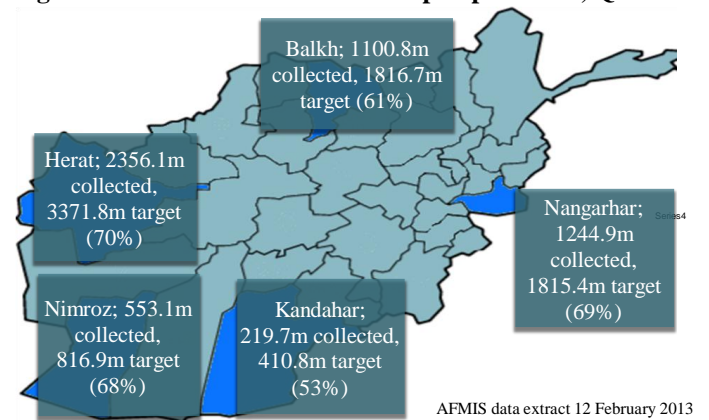


Figure 2.4 - Customs revenues in 'top 5' provinces, Q3



## 2.5 Non-tax revenues

Non-tax revenues consist of income from capital property, sales of goods and services, administrative fees, royalties and non-tax penalties and fines.

In the third quarter 1391, total non-tax revenue collection was around Afs 7.6 billion (around 1 percent of GDP) compared to Afs 3.5 billion (0.4 percent of GDP) collected during the same time in the previous year. However, on year-to-date basis, the non-tax revenue collection was around Afs 18.1 billion, which was about Afs 4.5 million or 33.1 percent higher compared to the actual of Afs 13.6 billion for the same period in 1390.

The main contributors of non- tax revenues were *sales of goods and services* that collected Afs 4.8 billion (of which, mobile telephone and service contributed Afs 3.1 billion and railways services contributed Afs 796.7 million) compared to Afs 3.6 billion during the same period in 1390, an increase by 33 percent

Figure 2.5 – Non-tax revenues, Afs millions

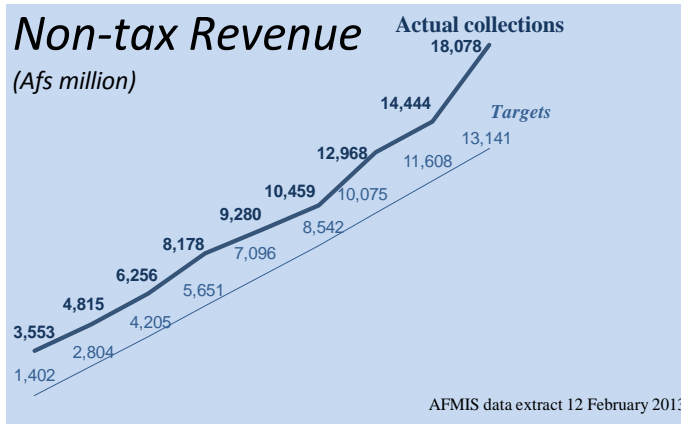
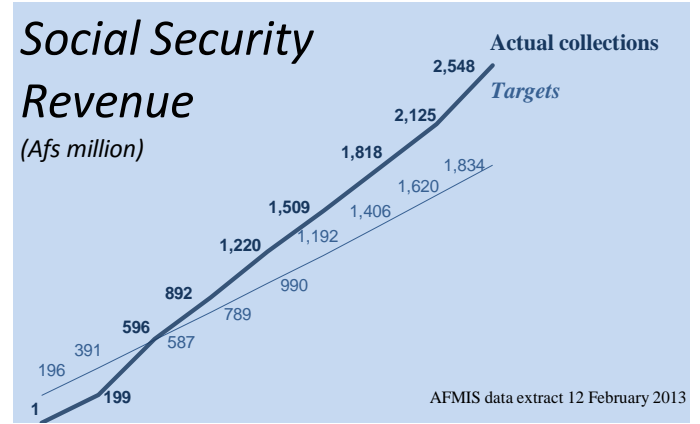


Figure 2.6 – Social Contribution receipts, Afs millions



## 2.6 Social Contributions

Social contributions include Government employees’ contributions for retirement and pension purposes to fund the well being of retired employees in the future. Revenues collected from the social contribution were Afs 1.0 billion in the third quarter of 1391 and reflects an increase of 37.8 percent over the same period in 1390. For YTD, total collection of Afs 2.5 billion, compared to Afs 1.9 billion for actual YTD Q3 1390 meant an increase of 31.6 percent. Most of the increase is attributed to increase in wages due to P&G reform, and also increase in the number of civil servants mainly for the Ministry of Education.

## 2.7 Domestic Revenues by Collection Agency

Total YTD revenue collection by the *Ministry of Finance* was Afs 63.1 billion and represented 77.6 percent of total collected revenues. This compares with Afs 59.1 billion in 1390, which was 82.8 percent of total collected revenues. The year-over-year increase was 6.8 percent.

Revenue collection by *Customs offices and Mustofiats* was Afs 6.9 billion as compared to Afs 6.2 billion collected in 1390, which is an increase of Afs 0.7 billion or 11.3 percent. *Large Tax Payers Office (LTO)* and *Medium Tax Payers Office (MTO)* contributed significantly and accounted for 16.5 and 9.5 percent respectively to the total revenue collection. The 1391 actual collections for Q3 1391 were Afs 13.4 billion and Afs 7.7 billion by LTO and MTO respectively. Compared to YTD 1390, the increases in LTO and MTO collections are Afs 3.1 billion and Afs 2.3 billion.

Total YTD revenue by *Other Ministries* were Afs 18.2 billion, and it shows an increase of 32.4 percent over Afs 12.3 billion collected during the same period in 1390. Large increases (Afs 725.7 million or 231.8 percent) come from the collection by the *Ministry of Foreign Affairs* that mainly contributed to the *non tax* category. Collection by *Other Budgetary Units* also increased by Afs 2.7 billion or 73 percent over Afs 3.8 billion

collected during the same period in 1390. In contrast, the Ministry of Interior did not perform well and collected Afs 2.3 billion, a decrease of 26 percent below Afs 3.1 billion collected during the same period in 1390.

**Table 2.3 – 1391 Revenues by Collection Agency**

| In millions of Afghanis   | Total Revenues  |                 |             | Taxation Revenues |                 | Customs Duties  |                 | Non Tax Revenues |                 | Other Revenues |                |
|---|-----------------|-----------------|-------------|-------------------|-----------------|-----------------|-----------------|------------------|-----------------|----------------|----------------|
|   | 1390            | 1391            | %           | 1390              | 1391            | 1390            | 1391            | 1390             | 1391            | 1390           | 1391           |
|   | Qtr 3           | Qtr 3           | Increase    | Qtr 3             | Qtr 3           | Qtr 3           | Qtr 3           | Qtr 3            | Qtr 3           | Qtr 3          | Qtr 3          |
|   | Actual          | Prelim          |             | Actual            | Prelim          | Actual          | Prelim          | Actual           | Prelim          | Actual         | Prelim         |
|   | YTD             | YTD             |             | YTD               | YTD             | YTD             | YTD             | YTD              | YTD             | YTD            | YTD            |
| <b>11 TOTAL REVENUE</b>   | <b>71,439.6</b> | <b>81,332.4</b> | <b>13.8</b> | <b>31,809.6</b>   | <b>38,368.2</b> | <b>23,677.1</b> | <b>21,206.2</b> | <b>13,602.3</b>  | <b>18,077.8</b> | <b>2,350.5</b> | <b>3,680.2</b> |
| <b>Ministry of Finance</b>                                      | <b>59,126.3</b> | <b>63,142.7</b> | <b>6.8</b>  | <b>30,976.4</b>   | <b>37,035.3</b> | <b>23,640.6</b> | <b>21,206.2</b> | <b>3,280.9</b>   | <b>2,855.0</b>  | <b>1,228.3</b> | <b>2,046.3</b> |
| Mustofiat (1)   | 6,203.7         | 6,850.1         | 10.4        | 2,861.0           | 3,093.8         | 0.0             | 0.0             | 2,222.1          | 1,751.1         | 1,120.5        | 2,005.1        |
| Customs (1)   | 36,969.5        | 35,152.9        | -4.9        | 12,393.4          | 12,887.3        | 23,640.6        | 21,206.2        | 917.3            | 1,038.5         | 18.1           | 21.0           |
| Large Taxpayer Office (LTO)                                     | 10,306.5        | 13,431.1        | 30.3        | 10,299.8          | 13,406.4        | 0.0             | 0.0             | 6.0              | 4.8             | 0.6            | 19.9           |
| Medium Taxpayer Office  | 5,455.8         | 7,708.5         | 41.3        | 5,426.8           | 7,647.7         | 0.0             | 0.0             | 29.1             | 60.6            | -0.0           | 0.2            |
| Small Taxpayer Office   | 0.0             | 0.0             | 0.0         | 0.0               | 0.0             | 0.0             | 0.0             | 0.0              | 0.0             | 0.0            | 0.0            |
| Other Ministry of Finance                                       | 190.7           | 0.0             | -100.0      | -4.7              | 0.0             | 0.0             | 0.0             | 106.4            | 0.0             | 89.0           | 0.0            |
| Total taxation collections by ARD (2)                           |                 |                 |             | 19,416.1          | 25,480.8        |                 |                 |                  |                 |                |                |
| Total LTO collections as % of total taxation collections by ARD |                 |                 |             | 53.1              | 52.7            |                 |                 |                  |                 |                |                |
| <b>Other Ministries</b>   | <b>12,313.3</b> | <b>18,189.6</b> | <b>47.7</b> | <b>833.2</b>      | <b>1,332.9</b>  | <b>36.5</b>     | <b>0.0</b>      | <b>10,321.4</b>  | <b>15,222.9</b> | <b>1,122.2</b> | <b>1,633.9</b> |
| Ministry of Transport and Aviation                              | 2,909.4         | 3,058.5         | 5.1         | 3.0               | 0.0             | 0.0             | 0.0             | 2,906.0          | 3,058.3         | 0.4            | 0.2            |
| Ministry of Interior  | 3,070.7         | 2,261.6         | -26.3       | 811.1             | 974.7           | 0.0             | 0.0             | 2,249.6          | 1,244.5         | 10.0           | 42.3           |
| Ministry of Communication                                       | 1,181.2         | 3,972.2         | 236.3       | 0.0               | 0.0             | 0.0             | 0.0             | 1,181.1          | 3,971.9         | 0.0            | 0.2            |
| Ministry of Foreign Affairs                                     | 313.1           | 1,038.8         | 231.8       | 0.0               | 0.0             | 0.0             | 0.0             | 311.8            | 1,037.1         | 1.3            | 1.7            |
| Ministry of Martyrs, Disabled and Social A                      | 1,042.0         | 1,318.3         | 26.5        | 0.0               | 0.0             | 0.0             | 0.0             | 104.7            | 140.5           | 937.3          | 1,177.7        |
| Other Budgetary Units   | 3,796.9         | 6,540.3         | 72.3        | 19.0              | 358.1           | 36.5            | 0.0             | 3,568.1          | 5,770.6         | 173.2          | 411.6          |

Source: FPD using AFMIS data downloaded on the 12 February 2013

(1) All revenue collections for Object codes 11106,11107,11109,11110,11404,12000-12007,13331,13348 have been reallocated to the Customs office given these revenues are collected at the border, however in AFMIS these revenues are sometimes allocated under Mustofiat.

(2) Afghanistan Revenue Department taxation revenues (ARD) are measured as total taxation revenues minus Customs Office taxation revenues

## 2.8 Grants

Donor grants have played a vital role in the Afghan national budget in the past ten years. Donor grants finance major expenditure items in the operating budget, particularly security sector expenditures which are huge and some other relevant operating expenses. More importantly, donor grants fund almost all development projects. A small portion of development budget has been funded by concessional loans and domestic resources. Total grants receipts by the end of third quarter 1391 was Afs 55.3 billion which is almost threefold in comparison over the same period a year ago (Afs 21.7 billion).

### Operating Grants

Over the past few years, the Government of Afghanistan is striving to attain fiscal sustainability, in order to cover its operating expenditures from its domestic revenues. The Government is preparing for reduced donor over the medium term and taking responsibility to finance a large part of the operating expenses.

Total operating grants disbursement in third quarter 1391 was Afs 38.6 billion which shows an increase of Afs 26.2 billion when compared to third quarter 1390 (Afs 12.4 billion). Operating grants receipts was mainly from the ARTF (Afs 4.0 billion), LOTFA (Afs 9.4 billion), and CSTC-A (for Ministry of Defence; Afs 18.9 billion and for Ministry of Interior; Afs 4.7 billion).

Figure 2.7 - Operating grant revenues, Afs billions

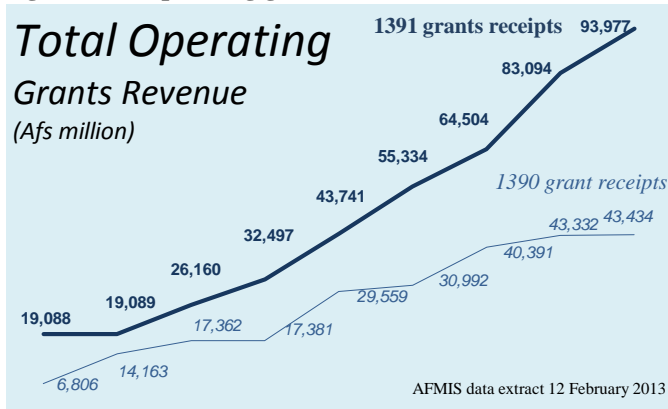


Table 2.4 - Operating grants, Afs millions

| All Values are in Million Afs |   | 1390 Qtr 3 | 1390 Qtr 3 YTD | 1390 % of Total | 1391 Qtr 2 | 1391 Qtr 3 | 1391 Qtr 3 YTD | 1391 % of Total |
|-------------------------------|---|------------|----------------|-----------------|------------|------------|----------------|-----------------|
| 10001                         | Afghanistan Reconstruction Trust Fund (ARTF)                    | 100        | 1,218          | 3%              | 5,178      | 3,994      | 14,239         | 15%             |
| 10002                         | Law & Order Trust Fund (LOTFA)                                  | 6,171      | 18,182         | 42%             | 9,436      | 10,949     | 23,943         | 25%             |
| 10004                         | Combined Security Transitional Command Afghanistan (CSTC-A) MoD | 6,169      | 19,766         | 46%             | 10,936     | 18,981     | 44,015         | 47%             |
| 10005                         | Combined Security Transitional Command Afghanistan (CSTC-A) Mol | 0          | 4,203          | 10%             | 3,603      | 4,678      | 11,718         | 12%             |

AFMIS data extract 12 February 2013

### Development Grants

Total development grants receipts during third quarter 1391 was Afs 16.6 billion, this was up by Afs 7.4 billion compared to third quarter 1390 (Afs 9.2 billion). Table 2.5 shows ten largest development grants which have been received during the third quarter of 1391 for different development projects.

World Bank was the largest donor which disbursed almost Afs 5.0 billion through the ARTF for *Afghanistan Third Emergency National Solidarity Project*. The objectives of this project are; a) continue to build and strengthen the capacity of Community Development Councils; and b) support the continued program roll-out to additional rural communities. World Bank and other donors also provide about Afs 3.1 billion for different projects such as customs reform and trade facilitation, irrigation restoration etc.

The second largest project which received highest grants during third quarter 1391 was health services program. Through a partnership between Ministry of Public Health and USAID, total disbursement was Afs 932 million. Asian development bank also granted Afs 440 million for North-South Corridor Project. There are multi donor grants (Afs 853 million) which support primary education program; especially Denmark had significant contribution within this project.

Figure 2.8 - Development grant revenues, Afs billions

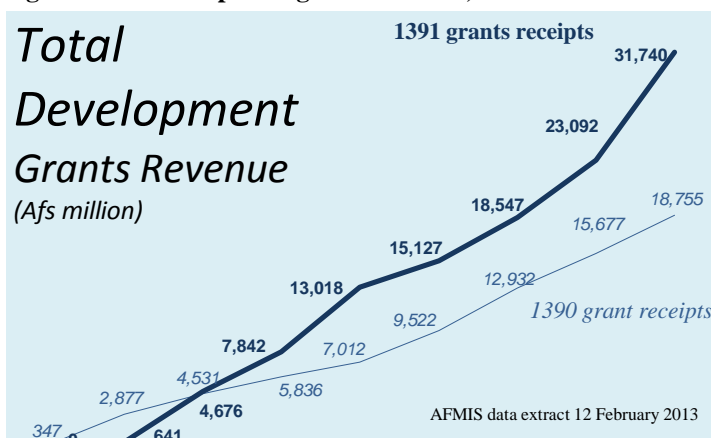


Table 2.5 - 10 largest development grant receipts in Q3, Afs million

|  |                        |       |
|--|------------------------|-------|
| TF098459-AF Third Emergency National Solidarity Project                                | ARTF                   | 4,873 |
| MOPH Partnership Contracts For Health Services Program ( SOAG 306-07-00 II#7 )         | US & USAID             | 932   |
| Primary Education Program Support (Moe) - Denmark                                      | Multi Donor Grants     | 853   |
| H6360 Additional Financing for National Emergency Rural Access Project                 | World Bank - Others    | 813   |
| H603-Third National Solidarity Project   | World Bank - Others    | 733   |
| H5680-2nd Customs Reform and Trad Facilitation   | World Bank - Others    | 658   |
| H681 AF Irrigation Restoration and Development Project                                 | World Bank - Others    | 509   |
| Government of Afghanistan Education Program Funded by Global Partnership for Education | Multi Donor Grants     | 469   |
| 0054-North - South Corridor Project  | Asian Development Bank | 440   |
| 93962-Second Education Quality Improvement Project                                     | ARTF                   | 409   |

AFMIS data extract 12 February 2013

### 3 CORE BUDGET EXPENDITURES

Table 3.1 – 1391 Q3 expenditures

| Code        | In millions of Afghanis                           | 1390                   | 1390                   | 1391                   | 1391                   | 1391                   | 1391                   | Comparison to Budget |                                    |                          | 1391            | Comparison to |
|-------------|---|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|----------------------|------------------------------------|--------------------------|-----------------|---------------|
|             |   | Qtr 3<br>Actual<br>Qtr | Qtr 3<br>Actual<br>YTD | Qtr 1<br>Prelim<br>Qtr | Qtr 2<br>Prelim<br>Qtr | Qtr 3<br>Prelim<br>Qtr | Qtr 3<br>Prelim<br>YTD | Revised<br>Budget    | Current<br>Allocated<br>Budget (4) | %<br>Allocated<br>Budget | Change          | 1390 YTD      |
| <b>2</b>    | <b>TOTAL GROSS EXPENDITURES</b>                   | <b>54,213.2</b>        | <b>129,929.6</b>       | <b>38,392.2</b>        | <b>63,802.4</b>        | <b>86,921.4</b>        | <b>189,116.1</b>       | <b>265,320.7</b>     | <b>269,422.8</b>                   | <b>70.2</b>              | <b>59,186.5</b> | <b>45.6</b>   |
|             | Operating Budget                                  | 38,784.2               | 97,578.3               | 30,834.4               | 44,526.3               | 60,440.9               | 135,801.6              | 157,970.6            | 164,179.7                          | 82.7                     | 38,223.3        | 39.2          |
|             | Development Budget                                | 15,429.0               | 32,351.3               | 7,557.9                | 19,276.1               | 26,480.6               | 53,314.5               | 107,350.1            | 105,243.1                          | 50.7                     | 20,963.2        | 64.8          |
|             | Discretionary Budget                              | 4,062.3                | 8,195.6                | 2,067.7                | 5,217.7                | 7,551.7                | 14,837.1               | 32,095.0             | 30,704.9                           | 48.3                     | 6,641.5         | 81.0          |
|             | Non-discretionary Budget                          | 11,366.7               | 24,155.7               | 5,490.2                | 14,058.3               | 18,928.9               | 38,477.4               | 75,255.1             | 74,538.2                           | 51.6                     | 14,321.7        | 59.3          |
| <b>2*</b>   | <b>TOTAL NET EXPENDITURES (2)</b>                 | <b>54,203.4</b>        | <b>129,887.8</b>       | <b>38,294.1</b>        | <b>63,744.6</b>        | <b>86,900.6</b>        | <b>188,939.3</b>       |                      |                                    |                          | <b>59,051.5</b> | <b>45.5</b>   |
| <b>2-25</b> | <b>RECURRENT EXPENDITURES</b>                     | <b>43,717.6</b>        | <b>108,148.2</b>       | <b>33,822.2</b>        | <b>53,208.2</b>        | <b>66,621.8</b>        | <b>153,652.2</b>       | <b>N/A</b>           | <b>196,443.3</b>                   | <b>78.2</b>              | <b>45,504.0</b> | <b>42.1</b>   |
| <b>21</b>   | <b>Compensation of Employees</b>                  | <b>28,490.3</b>        | <b>76,574.2</b>        | <b>25,509.4</b>        | <b>34,388.8</b>        | <b>38,492.3</b>        | <b>98,390.6</b>        | <b>102,172.4</b>     | <b>103,596.9</b>                   | <b>95.0</b>              | <b>21,816.4</b> | <b>28.5</b>   |
|             | Operating Budget                                  | 28,490.3               | 76,574.2               | 25,509.4               | 34,388.8               | 38,492.3               | 98,390.6               | 102,172.4            | 103,596.9                          | 95.0                     | 21,816.4        | 28.5          |
|             | Development Budget                                | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                  | 0.0                                | N/A                      | 0.0             | N/A           |
| <b>22</b>   | <b>Use of Goods and Services</b>                  | <b>13,188.6</b>        | <b>26,091.9</b>        | <b>5,728.4</b>         | <b>15,866.5</b>        | <b>25,253.5</b>        | <b>46,848.4</b>        | <b>N/A</b>           | <b>76,512.5</b>                    | <b>61.2</b>              | <b>20,756.5</b> | <b>79.6</b>   |
|             | Operating Budget                                  | 7,672.4                | 14,410.4               | 2,557.0                | 6,353.5                | 16,271.8               | 25,182.3               | 30,898.7             | 36,209.4                           | 69.5                     | 10,772.0        | 74.8          |
|             | Development Budget                                | 5,516.2                | 11,681.6               | 3,171.4                | 9,512.9                | 8,981.8                | 21,666.1               | N/A                  | 40,303.1                           | 53.8                     | 9,984.6         | 85.5          |
| <b>23</b>   | <b>Interest (1)</b>                               | <b>39.7</b>            | <b>84.5</b>            | <b>40.4</b>            | <b>6.3</b>             | <b>43.6</b>            | <b>90.4</b>            | <b>550.0</b>         | <b>550.0</b>                       | <b>16.4</b>              | <b>5.9</b>      | <b>7.0</b>    |
|             | Operating Budget                                  | 39.7                   | 84.5                   | 40.4                   | 6.3                    | 43.6                   | 90.4                   | 550.0                | 550.0                              | 16.4                     | 5.9             | 7.0           |
|             | Development Budget                                | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                  | 0.0                                | N/A                      | 0.0             | N/A           |
| <b>24</b>   | <b>Subsidies and Transfers</b>                    | <b>1,999.0</b>         | <b>5,397.6</b>         | <b>2,543.9</b>         | <b>2,946.6</b>         | <b>2,832.3</b>         | <b>8,322.8</b>         | <b>15,784.0</b>      | <b>15,784.0</b>                    | <b>52.7</b>              | <b>2,925.2</b>  | <b>54.2</b>   |
|             | Operating Budget                                  | 1,999.0                | 5,397.6                | 2,543.9                | 2,946.6                | 2,832.3                | 8,322.8                | 15,784.0             | 15,784.0                           | 52.7                     | 2,925.2         | 54.2          |
|             | Development Budget                                | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                  | 0.0                                | N/A                      | 0.0             | N/A           |
| <b>25</b>   | <b>ACQUISITION OF ASSETS</b>                      |                        |                        |                        |                        |                        |                        |                      |                                    |                          |                 |               |
| <b>25</b>   | <b>Gross Acquisition of Nonfinancial Assets</b>   | <b>10,495.6</b>        | <b>21,781.4</b>        | <b>4,570.1</b>         | <b>10,594.2</b>        | <b>20,299.6</b>        | <b>35,463.9</b>        | <b>N/A</b>           | <b>72,979.4</b>                    | <b>48.6</b>              | <b>13,682.5</b> | <b>62.8</b>   |
|             | Operating Budget                                  | 582.8                  | 1,111.6                | 183.6                  | 831.0                  | 2,800.8                | 3,815.5                | 7,676.5              | 8,039.4                            | 47.5                     | 2,703.9         | 243.2         |
|             | Development Budget                                | 9,912.8                | 20,669.7               | 4,386.5                | 9,763.1                | 17,498.8               | 31,648.4               | N/A                  | 64,940.0                           | 48.7                     | 10,978.7        | 53.1          |
| <b>25*</b>  | <b>Net Acquisition of Nonfinancial Assets (2)</b> | <b>10,485.8</b>        | <b>21,739.6</b>        | <b>4,471.9</b>         | <b>10,536.3</b>        | <b>20,278.9</b>        | <b>35,287.1</b>        |                      |                                    | <b>N/A</b>               | <b>13,547.5</b> | <b>62.3</b>   |
|             | Operating Budget                                  | 573.0                  | 1,069.8                | 85.5                   | 773.2                  | 2,780.1                | 3,638.7                |                      |                                    | N/A                      | 2,568.9         | 240.1         |
|             | Development Budget                                | 9,912.8                | 20,669.7               | 4,386.5                | 9,763.1                | 17,498.8               | 31,648.4               |                      |                                    | N/A                      | 10,978.7        | 53.1          |

Source: FPD using AFMIS data downloaded on the 12 February 2013

1/ Interest Only. Does not include loan principal payments

2/ Proceeds from sale of fixed assets are netted off from the total

3/ Budget and Revised Budget figures of core budget are not available for goods and services (code 21) and capital (code 25) as the published development budget is not broken down into these categories.

4/ Total allocated budget is the same as the Budget ceiling. However, individual items for current allocated Budget do not add up to total published budget as they do not include contingency reserves not yet transferred to budgetary units. Published budget figures are used for interest (code 23) and subsidies and transfers (code 24).

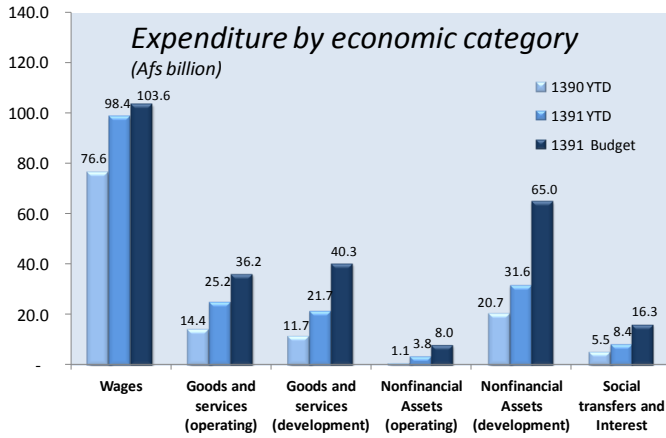
#### 3.1 Overview of Core Budget and Expenditures

Total core budget expenditures for 1391 (9 months) was Afs 265.3 billion, representing 34.9 percent of GDP, this is 2 percent higher than the previous year's core budget of Afs 259.7 billion. Operating budget expenditure for the year 1391 was about Afs 157.9 billion (20.8 percent of GDP) and the remaining Afs 107.4 billion (14.1 percent of GDP) was allocated to development budget.

The aggregate YTD expenditure increased in the third quarter of 1391 to Afs 135.8 billion by about 39.2 percent as compared to 1390 YTD expenditures of Afs 97.6 billion. About 39.2 percent of the increase in spending came from operating budget while around 65 percent increase was from the development budget. As shown in Figure 3.1, the highest increase to the operating budget was in wages, because of the increase in number of security personnel to its peak level of 352,000 and hiring of 10,000 new teachers every year together with the rapid implementation of P&G reforms and new pension regulation, where higher benefits are paid. One of the major items in the operating expenditure in the medium term will be for operations and maintenance both for security and non-security. Similarly, development spending was higher this year with consistent growth in infrastructure, agriculture and health sector expenditures as more and more money are now being channelled through the Treasury Single Account (TSA).

Operating budget includes spending on wages and salaries, goods and services, minor capital expenditures, interest, etc. Within the above categories, wages expenditure has increased by 28.5 percent and the use of goods and services by 74.8 percent as compared to previous year.

**Figure 3.1 – Total Expenditures’ by Economic category (1391and 1390 YTD)**



AFMIS data extract 12 February 2013

### 3.2 Operating Budget by Economic Category

Operating budget for the 1391 was Afs 157.9 billion. Economic categories will specify the nature of expenditure how much fund has been used to pay wages and salaries, goods and services, capital projects, and for social purposes. In the 1391 budget, wages and salaries are around 64.7 percent of the total operating budget, followed by expenditures on goods and services that add up to 19.6 percent and minor capital expenditures represent almost 4.8 percent. Contingencies represent around 10.6 percent of the total operating expenditures.

#### *Compensation of Employees*

Compensation of employees includes wages and salaries, food for employees, transportation, advance payments and some minor social benefits. Afs 102.2 billion (or 13.4 percent of GDP) of the operating budget was allocated to wages and salaries of the civil servants, teachers and security. The increase mainly comes from the increase in security size to its peak level of 352,000 and an increase of 10,000 teachers every year to sustain a proper education service delivery to the deprived segments. Higher benefits are now being paid from the gradual implementation of P&G system.

In third quarter of 1391, Afs 38.5 billion was for wages and salaries representing 15.2 percent of GDP. Expenditures on wages and salaries were Afs 129.9 billion until the end of the third quarter in 1390. This shows execution rate of 95 percent on the YTD basis, 28.5 percent higher as compared to the actual spending in the previous year. Considering past experience, a higher execution rate is usually observed in the operating budget, given the large component of salaries and wages in the operating budget.

## Goods and Services

This category includes travel, communication, contracted services, repairs and maintenance, utilities, and fuel. Afs 30.9 billion (or 4 percent of GDP) of the operating budget was allocated to the use of goods and services, almost 69.5 percent of the allocated fund is executed.

In the third quarter of 1391, Afs 16.3 billion was actually spent on goods and services which represented 6.4 percent of GDP. While on the YTD basis, expenditure increased to Afs 25.2 billion, 74.8 percent higher as compared to the actual spending of Afs 14.4 billion over the same period in 1390. This mainly happened due to increase from the transfer of fuel expenditure through the Government budget which was previously governed directly by the donors.

Figure 3.2 - Compensation of employees

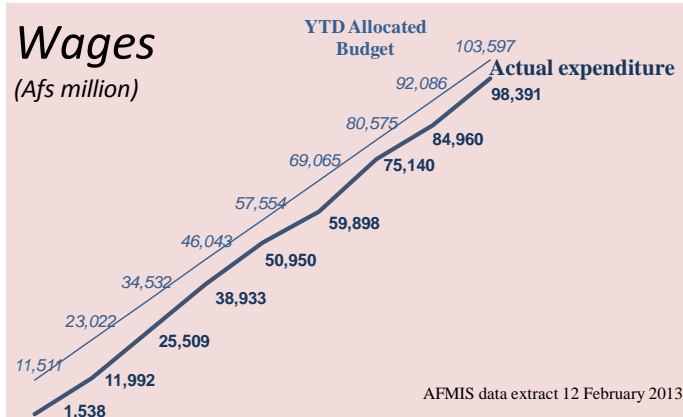
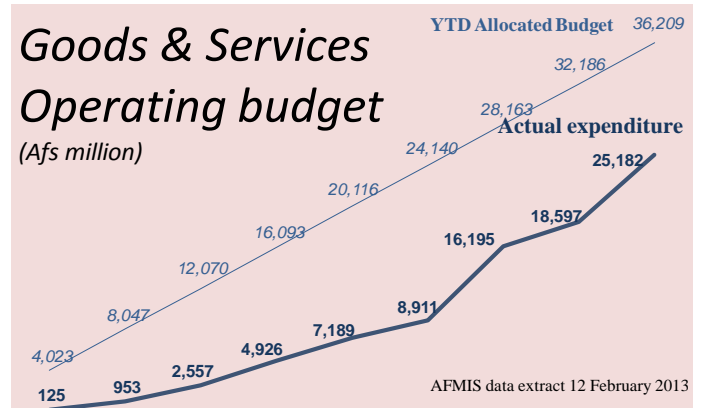


Figure 3.3 Goods and Services (Operating Budget)

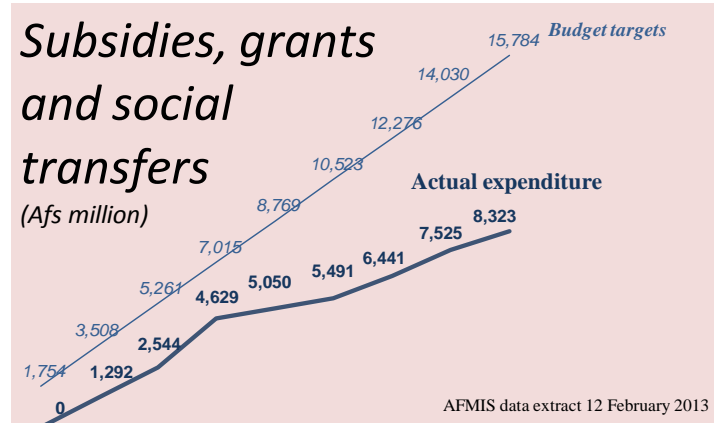


## Subsidies, Grants, Social Transfers

This category includes pension payments to retired civil servants and officers in the police and army, subsidies to state owned enterprises and capital transfers to municipalities.

The budget target for subsidies, grants and social transfers was set at Afs 15.8 billion or 2.1 percent of GDP for 1391. Afs 2.8 billion was spent in the third quarter of 1391. On year-to-date basis, spending was higher at about Afs 8.3 billion compared to the actual expenditures at the same period time in 1390 by 54.2 percent but lower than the budget target. The largest portion of the increase in the budget for this category is coming from allocation to pension new system where higher benefits are arranged.

Figure 3.4 – Subsidies, grants and social transfers





## Interest Payments

Following the debt relief under the Heavily Indebted Poor Countries (HIPC) arrangement, interest payments are only a small proportion of the total operating expenditure. The Government has a small amount of concessional loans that are not part of the debt forgiveness. These loans were principally for development projects. The spending excludes principal repayments. In 1391, Afs 550 million was allocated for the purpose of interest payment, from which only 16.4 percent is actually executed. In the third quarter of 1391, interest payment was Afs 43.6 million or 9.8 percent higher as compared to interest payment of Afs 39.7 billion in the same quarter in the previous year.

## Acquisition of Non-Financial Assets

Spending on the acquisition of non-financial assets occurs mainly from the development budget. However, there is also a small amount of expenditure on the acquisition of non-financial assets from the operating budget. In the third quarter of 1391, Afs 2.8 billion was actually spent on the acquisition of non-financial assets, while on the year to date basis only, Afs 3.8 billion was spent. This is lower than the budget target by 243 percent but higher as compared to the actual YTD expenditures in the previous year.

### 3.3 Operating Budget by ANDS Sector and Ministry

The Afghanistan National Development Strategy (ANDS) aims to reduce poverty, accelerate economic growth and improve security and governance. The budget is aligned with ANDS priorities. It has eight sectors which cover all the ministries and budgetary units. The sectors were subsequently transformed to six clusters: Security; Governance; Human Resource Development; Infrastructure; Private Sector Development; and Agriculture and Rural Development. There are 22 National Priority Programs (NPP) within the ANDS.

Table 3.2 considers the operating budget expenditures at the same stage of 1390 and 1391 by ANDS sector and largest operating budget ministries. It also shows whether spending has increased or decreased for the major economic codes.

**Table 3.2 – Operating Expenditures by Sector and Largest Ministry (1391 and 1390 YTD)**

| In millions of Afghanis                                  | Total Operating Expenditures |                       |             |                                   |                         | Compensation of Employees |                       | Goods and Services    |                       | Gross Acquisition of Non financial assets |                       | Other Expenditures (1) |                       |
|--|------------------------------|-----------------------|-------------|-----------------------------------|-------------------------|---------------------------|-----------------------|-----------------------|-----------------------|---|-----------------------|------------------------|-----------------------|
|  | 1390 Qtr 3 Actual YTD        | 1391 Qtr 3 Prelim YTD | % Change    | Current allocated Budget 1391 (2) | 1391 YTD as % of Budget | 1390 Qtr 3 Actual YTD     | 1391 Qtr 3 Prelim YTD | 1390 Qtr 3 Actual YTD | 1391 Qtr 3 Prelim YTD | 1390 Qtr 3 Actual YTD                     | 1391 Qtr 3 Prelim YTD | 1390 Qtr 3 Actual YTD  | 1391 Qtr 3 Prelim YTD |
|  |                              |                       |             |                                   |                         |                           |                       |                       |                       |   |                       |                        |                       |
| <b>TOTAL</b>   | <b>97,578.3</b>              | <b>135,801.6</b>      | <b>39.2</b> | <b>157,555.4</b>                  | <b>86.2</b>             | <b>76,574.2</b>           | <b>98,390.6</b>       | <b>14,410.4</b>       | <b>25,182.3</b>       | <b>1,111.6</b>                            | <b>3,815.5</b>        | <b>5,482.1</b>         | <b>8,413.2</b>        |
| <b>Total Security</b>                                    | <b>55,371.0</b>              | <b>81,679.4</b>       | <b>47.5</b> | <b>100,512.9</b>                  | <b>81.3</b>             | <b>50,714.1</b>           | <b>66,699.4</b>       | <b>4,067.5</b>        | <b>11,050.5</b>       | <b>589.4</b>                              | <b>2,929.5</b>        | <b>0.0</b>             | <b>1,000.0</b>        |
| Ministry of Interior                                     | 23,314.7                     | 36,205.5              | 55.3        | 41,397.2                          | 87.5                    | 21,680.2                  | 28,265.0              | 1,310.5               | 5,196.2               | 324.1                                     | 1,744.2               | 0.0                    | 1,000.0               |
| Ministry of Defence                                      | 26,307.2                     | 37,485.5              | 42.5        | 50,999.7                          | 73.5                    | 25,116.7                  | 32,505.5              | 982.8                 | 3,841.3               | 207.7                                     | 1,138.6               | -0.0                   | 0.0                   |
| General Directorate of National Security                 | 3,395.9                      | 5,089.3               | 49.9        | 5,089.3                           | 100.0                   | 2,475.6                   | 4,133.4               | 892.5                 | 931.9                 | 27.8                                      | 24.0                  | 0.0                    | 0.0                   |
| Ministry of Foreign Affairs                              | 1,645.0                      | 2,094.3               | 27.3        | 2,205.9                           | 94.9                    | 867.6                     | 1,146.9               | 750.1                 | 932.0                 | 27.3                                      | 15.4                  | 0.0                    | 0.0                   |
| Other Ministries   | 708.2                        | 804.8                 | 13.6        | 820.8                             | 98.1                    | 574.1                     | 648.5                 | 131.7                 | 149.0                 | 2.5                                       | 7.3                   | 0.0                    | 0.0                   |
| <b>Total Governance, Rule of Law and Human Resources</b> | <b>7,992.6</b>               | <b>8,823.7</b>        | <b>10.4</b> | <b>9,502.4</b>                    | <b>92.9</b>             | <b>5,246.1</b>            | <b>5,651.0</b>        | <b>2,351.4</b>        | <b>2,226.1</b>        | <b>208.8</b>                              | <b>509.8</b>          | <b>186.2</b>           | <b>436.8</b>          |
| Legal Training Center                                    | 6.9                          | 0.0                   | -100.0      | 0.0                               | 0.0                     | 5.0                       | 0.0                   | 1.9                   | 0.0                   | 0.0                                       | 0.0                   | 0.0                    | 0.0                   |
| Presidents Office  | 1,085.0                      | 1,324.6               | 22.1        | 1,421.8                           | 93.2                    | 709.0                     | 857.9                 | 345.0                 | 333.7                 | 31.0                                      | 132.9                 | 0.0                    | 0.0                   |
| Administrative Affairs                                   | 1,062.9                      | 1,312.4               | 23.5        | 1,376.7                           | 95.3                    | 378.6                     | 376.8                 | 407.8                 | 468.5                 | 90.3                                      | 48.3                  | 186.1                  | 418.7                 |
| Supreme Court  | 896.3                        | 1,034.4               | 15.4        | 1,058.0                           | 0.0                     | 5.0                       | 0.0                   | 1.9                   | 0.0                   | 0.0                                       | 0.0                   | 0.0                    | 0.0                   |
| Ministry of Justice                                      | 1,407.6                      | 411.8                 | -70.7       | 438.3                             | 94.0                    | 836.5                     | 304.9                 | 570.8                 | 101.8                 | 0.0                                       | 4.6                   | 0.1                    | 0.4                   |
| Other Ministries   | 3,534.0                      | 4,740.5               | 120.2       | 5,207.6                           | -189.6                  | 3,311.9                   | 4,111.3               | 1,024.0               | 1,322.1               | 87.4                                      | 323.9                 | 0.0                    | 17.6                  |
| <b>Total Infrastructure and Natural Resources</b>        | <b>2,912.5</b>               | <b>3,121.3</b>        | <b>7.2</b>  | <b>3,300.3</b>                    | <b>94.6</b>             | <b>1,271.1</b>            | <b>1,574.4</b>        | <b>1,429.5</b>        | <b>1,446.1</b>        | <b>211.9</b>                              | <b>100.7</b>          | <b>0.0</b>             | <b>0.0</b>            |
| <b>Total Education</b>                                   | <b>17,440.9</b>              | <b>23,340.4</b>       | <b>33.8</b> | <b>23,698.7</b>                   | <b>98.5</b>             | <b>15,461.2</b>           | <b>19,985.6</b>       | <b>1,948.8</b>        | <b>3,225.6</b>        | <b>30.8</b>                               | <b>129.1</b>          | <b>-0.0</b>            | <b>-0.0</b>           |
| Ministry of Education                                    | 15,289.4                     | 20,232.7              | 32.3        | 20,360.6                          | 99.4                    | 14,206.8                  | 18,321.2              | 1,064.0               | 1,826.0               | 18.6                                      | 85.4                  | -0.0                   | -0.0                  |
| Ministry of Higher Education                             | 1,474.1                      | 2,212.1               | 50.1        | 2,356.3                           | 93.9                    | 867.2                     | 1,162.9               | 603.3                 | 1,030.5               | 3.7                                       | 18.8                  | -0.0                   | 0.0                   |
| Other Ministries   | 677.3                        | 895.6                 | -48.6       | 981.8                             | -94.8                   | 387.3                     | 501.5                 | 281.6                 | 369.1                 | 8.5                                       | 24.9                  | -0.0                   | 0.0                   |
| <b>Total Health</b>                                      | <b>1,417.8</b>               | <b>1,799.2</b>        | <b>26.9</b> | <b>1,998.2</b>                    | <b>90.0</b>             | <b>1,160.8</b>            | <b>1,261.2</b>        | <b>255.0</b>          | <b>507.5</b>          | <b>2.1</b>                                | <b>30.5</b>           | <b>-0.0</b>            | <b>0.0</b>            |
| Ministry of Public Health                                | 1,417.8                      | 1,799.2               | 26.9        | 1,998.2                           | 90.0                    | 1,160.8                   | 1,261.2               | 255.0                 | 507.5                 | 2.1                                       | 30.5                  | -0.0                   | 0.0                   |
| <b>Total Agriculture and Rural Development</b>           | <b>1,262.8</b>               | <b>1,427.1</b>        | <b>13.0</b> | <b>1,509.8</b>                    | <b>94.5</b>             | <b>961.2</b>              | <b>1,061.6</b>        | <b>238.6</b>          | <b>357.0</b>          | <b>7.6</b>                                | <b>8.5</b>            | <b>55.2</b>            | <b>0.0</b>            |
| Ministry of Agriculture                                  | 848.0                        | 923.7                 | 8.9         | 987.4                             | 93.5                    | 681.8                     | 719.4                 | 108.8                 | 199.5                 | 2.1                                       | 4.7                   | 55.2                   | 0.0                   |
| Other Ministries   | 414.8                        | 503.4                 | 4.1         | 522.4                             | 1.0                     | 279.4                     | 342.2                 | 129.8                 | 157.4                 | 5.6                                       | 3.8                   | 0.0                    | 0.0                   |
| <b>Total Social Protection</b>                           | <b>6,193.4</b>               | <b>8,041.2</b>        | <b>29.8</b> | <b>8,267.0</b>                    | <b>97.3</b>             | <b>735.8</b>              | <b>983.8</b>          | <b>446.6</b>          | <b>556.5</b>          | <b>15.8</b>                               | <b>36.0</b>           | <b>4,995.1</b>         | <b>6,464.9</b>        |
| Ministry of Martyrs, Disabled and Social Affairs         | 5,615.8                      | 7,410.4               | 32.0        | 7,577.2                           | 97.8                    | 384.7                     | 623.2                 | 231.9                 | 296.6                 | 4.0                                       | 25.7                  | 4,995.1                | 6,464.9               |
| Other Ministries   | 577.6                        | 630.8                 | -2.1        | 689.8                             | -0.5                    | 351.1                     | 360.6                 | 214.7                 | 259.9                 | 11.8                                      | 10.2                  | 0.0                    | 0.0                   |
| <b>Total Economic Gov. and Private Sector</b>            | <b>4,987.4</b>               | <b>7,569.3</b>        | <b>51.8</b> | <b>7,894.4</b>                    | <b>95.9</b>             | <b>1,023.9</b>            | <b>1,155.9</b>        | <b>3,672.8</b>        | <b>5,812.9</b>        | <b>45.2</b>                               | <b>71.3</b>           | <b>245.5</b>           | <b>529.2</b>          |
| Ministry of Finance                                      | 4,526.5                      | 5,928.4               | 31.0        | 6,084.7                           | 97.4                    | 707.4                     | 780.3                 | 3,537.0               | 4,575.6               | 36.6                                      | 43.3                  | 245.5                  | 529.2                 |
| Other Ministries   | 460.9                        | 1,641.0               | 20.8        | 1,809.7                           | -1.5                    | 316.4                     | 375.6                 | 135.8                 | 1,237.3               | 8.6                                       | 28.0                  | 0.0                    | 0.0                   |

Source: FPD using AFMIS data downloaded on the 12 February 2013

(1) Interest, and Subsidies and Transfers

(2) For individual Ministries (not the total budget), allocated operating Budget may not equal the approved budget, as funds are allocated from contingency reserve during the year. Allocated budget for the development budget is the same as the latest approved budget. Total current allocated budget is the approved budget.

Largest amount of the the operating budget is still spent on the security sector, education sector, governance sector and social protection sector with respect to their budget allocation. The budget allocated to **security sector** was Afs 100.5 billion or 13.5 percent of GDP in 1391, from which Afs 51 billion was allocated to MoD, Afs 41 billion to MoI, and the remaining Afs 8 billion were allocated to other ministries and agencies of this sector.

Total amount of Afs 81.7 billion were executed until the end of the third quarter in 1391, this is 47.5 percent higher than the actual expenditures of Afs 55.4 billion in the previous year. The main reason for the increase was from the salaries of the new personnel hired, which has reached to its peak level of 352,000 and increase of 31.6 percent from Afs 50.7 billion in 1390, and from the use of goods and services of which, MoD constitutes more than 50 percent of the total operating expenditure in the security sector.

The second largest sector in respect to their budget allocation is **education**; Afs 23.7 billion (almost 3% percent of GDP) was budgeted for this sector in 1391; most of this amount was spent on wages and salaries for the teachers, and on goods and services. Ministry of Education represents 86 percent of the total. On the year to date basis, Afs 23.3 billion is spent in 1391, which is 33.8 percent higher as compared to the actual expenditures at the same time in the previous year. The main reason for the increase is because of the hiring of 10,000 new teachers every year, and higher benefits paid to those coming under the new pay system of the P&G.

**Governance, rule of law and human rights** is the third largest sector in terms of budget allocation, Afs 9.5 billion was budgeted for 1391. On the year to date, Afs 8.8 billion is spent; this is 10.4 percent higher as compared to the actual expenditure of Afs 7.9 billion in the previous year. The increase is also from wages and salaries.

For the remaining sectors, spending in Social Protection was Afs 6.2 billion, which is around 68 percent of the allocated budget of this sector and 29.8 percent higher than 1390 Spending of Afs 6.2 billion for the same period. Similarly, economic governance, infrastructure and natural resources, agriculture and health sectors spent Afs 4.9 billion, Afs 2.9 billion, Afs 1.3 billion and Afs 1.4 billion respectively.

### **3.4 Development Budget by Economic Category**

Total development budget was Afs 107.3 billion (or 10.2 percent of GDP) for fiscal year 1391. Around 30 percent of this development budget or Afs 32.1 billion was allocated for discretionary expenditures while Afs 75.2 billion was allocated for non-discretionary expenditures. These development expenditures were being finance by Afs 7.6 billion domestic revenues and Afs 76.3 billion from donor grants.

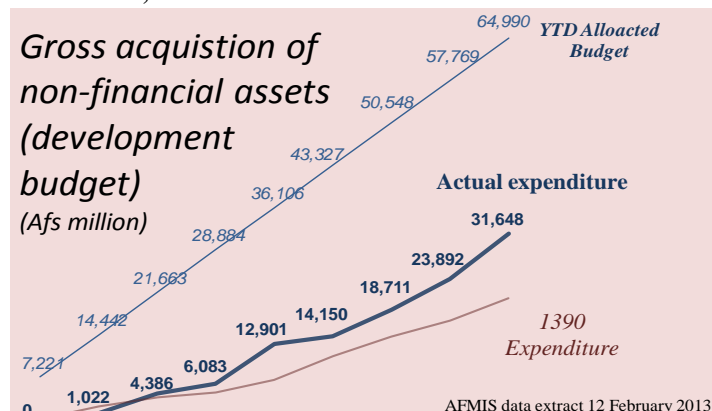
During third quarter of fiscal year 1391, total development expenditures were Afs 26.5 billion compared to Afs 19.3 billion in second quarter of the same fiscal year. Development expenditures in third quarter of 1391 were also higher by Afs 11.1 billion (or 71.1 percent) when compared to Afs 15.4 billion in third quarter of 1390. Development expenditures in three quarters of 1391 were Afs 53.3 billion – higher by around Afs 21 billion (or 65 percent) when compared to the development expenditure of Afs 32.4 billion in first three quarter in 1390. It is also worth noting the improvement in the execution rate of development budget during 1391 are due to the problems faced by line ministries due to the transition of fiscal year calendar.

## Acquisition of Non-financial Assets

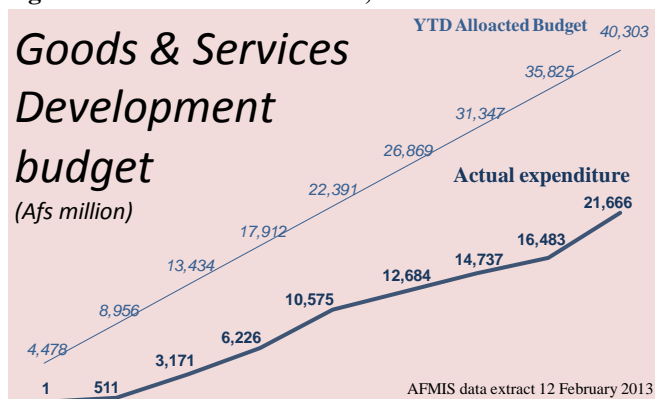
The acquisition of non-financial assets is widely known as “Capital Expenditures”. Non-financial assets includes construction or refurbishment of public building, roads, purchase of land and machinery and other mega projects carried out by the Government. During third quarter of 1391, more than Afs 17.5 billion was expensed for acquisition of these assets. This was higher by Afs 7.6 billion (or 43 percent) when compared to third quarter of 1390. However when the entire three quarters of 1391 are compared with three quarters of 1390, it shows a major improvement in the execution from Afs 20.7 billion in first three quarters of 1390 to Afs 31.7 billion in 1391. There is also a major improvement in these expenditures of Afs 16.7 billion in third quarter of 1391 when compared to second quarter of 1391.

Major portion of these expenditures were for acquisition of land and building (Afs 11.7 billion) followed by machinery and equipment (Afs 4.7 billion) and capital advance payment which (Afs 3.8 billion) in the third quarter of 1391.

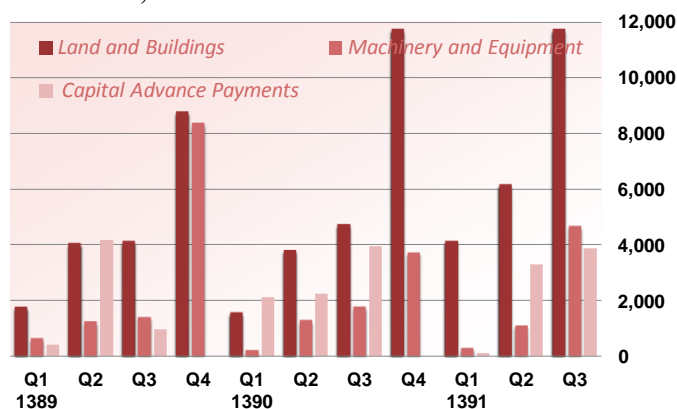
**Figure 3.8 - Acquisition of non-financial assets by quarter, Afs millions, 1390 - 1391**



**Figure 3.6 – Goods and services, Afs millions**



**Figure 3.7 - Acquisition of non-financial assets by quarter, Afs millions, 1389- 1391**



## Goods and services

Expenditure on goods and services of development budget includes fees of consulting firms, engineering and design services, maintenance and procurement of equipment, services of non-government organization and other same activities such as project management services, project monitoring and evaluation and etc.

During the third quarter of 1391, total year to date expenditures of this category were Afs 21.6 billion.

Of Afs 40.3 billion budget, it constitutes 53.6 percent. On the other hand, expenditures under the same category during the first three quarters of previous fiscal year were Afs 26.1 billion. It should also be noted that the steep rise in final month of the quarter is due to the payment to contractors in the last month of fiscal year.

### 3.5 Development Budget by ANDS Sector and Ministry

**Table 3.3 – Development Expenditures by Sector and largest Ministry (1391 and 1390 YTD)**

| In millions of Afghanis                            | 1390<br>Approved<br>Budget | 1390<br>Qtr 3<br>Actual<br>YTD | 1390<br>YTD.<br>as % of<br>Budget | 1391<br>Approved<br>Budget | 1391<br>Qtr 3<br>Prelim<br>YTD | 1391<br>YTD.<br>as % of<br>Budget | 1391<br>Unspent<br>Budget | 1391<br>% of<br>Total<br>Unspent | 1391<br>Comparison to<br>1390 YTD<br>Change | 1391<br>Comparison to<br>1390 YTD<br>% Increase |
|--|----------------------------|--------------------------------|-----------------------------------|----------------------------|--------------------------------|-----------------------------------|---------------------------|----------------------------------|---|---|
| <b>TOTAL</b>                                       | <b>102,336.5</b>           | <b>33,595.9</b>                | <b>32.8</b>                       | <b>107,350.1</b>           | <b>53,342.2</b>                | <b>49.7</b>                       | <b>54,007.9</b>           | <b>100.0</b>                     | <b>58.8</b>                                 | <b>-85.6</b>                                    |
| <b>Total Infrastructure and Natural Resources</b>  | <b>44,482.4</b>            | <b>11,982.2</b>                | <b>26.9</b>                       | <b>45,830.8</b>            | <b>23,224.5</b>                | <b>50.7</b>                       | <b>22,606.2</b>           | <b>41.9</b>                      | <b>11,242.4</b>                             | <b>93.8</b>                                     |
| Ministry of Public Works                           | 18,123.4                   | 4,930.5                        | 27.2                              | 22,123.4                   | 12,735.0                       | 57.6                              | 9,388.4                   | 17.4                             | 7,804.5                                     | 158.3   |
| Ministry of Transport and Aviation                 | 1,456.4                    | 503.8                          | 34.6                              | 1,613.5                    | 820.2                          | 50.8                              | 793.2                     | 1.5                              | 316.5                                       | 62.8  |
| Ministry of Energy and Water                       | 12,394.5                   | 3,882.2                        | 31.3                              | 10,627.7                   | 4,788.3                        | 45.1                              | 5,839.4                   | 10.8                             | 906.1                                       | 23.3  |
| Water Supply and Canalization Corporation          | 901.9                      | 0.0                            | 0.0                               | 759.9                      | 0.0                            | 0.0                               | 759.9                     | 1.4                              | 0.0   | N/A   |
| Ministry of Communication                          | 1,817.1                    | 1,051.2                        | 57.9                              | 1,953.2                    | 866.3                          | 44.4                              | 1,086.9                   | 2.0                              | -184.9                                      | -17.6   |
| Geodesy and Cartography Office                     | 164.7                      | 0.0                            | 0.0                               | 185.1                      | 71.0                           | 38.3                              | 114.2                     | 0.2                              | 71.0  | N/A   |
| Other Ministries                                   | 9,624.4                    | 1,614.5                        | 16.8                              | 8,568.0                    | 3,943.7                        | 46.0                              | 4,624.3                   | 8.6                              | 2,329.2                                     | -133.0  |
| <b>Total Agriculture and Rural Development</b>     | <b>23,453.8</b>            | <b>10,749.4</b>                | <b>45.8</b>                       | <b>27,500.9</b>            | <b>15,766.6</b>                | <b>57.3</b>                       | <b>11,734.3</b>           | <b>21.7</b>                      | <b>5,017.2</b>                              | <b>46.7</b>                                     |
| Ministry of Agriculture                            | 4,714.1                    | 1,835.0                        | 38.9                              | 5,766.4                    | 3,085.3                        | 53.5                              | 2,681.1                   | 5.0                              | 1,250.2                                     | 68.1  |
| Ministry of Rural Rehabilitation and Development   | 18,500.1                   | 8,871.1                        | 48.0                              | 20,982.1                   | 12,284.3                       | 58.5                              | 8,697.8                   | 16.1                             | 3,413.2                                     | 38.5  |
| Other Ministries                                   | 239.6                      | 43.3                           | 18.1                              | 752.5                      | 397.1                          | 52.8                              | 355.4                     | 0.7                              | 353.8                                       | -59.9   |
| <b>Total Education</b>                             | <b>12,001.5</b>            | <b>3,084.8</b>                 | <b>25.7</b>                       | <b>12,066.3</b>            | <b>4,259.9</b>                 | <b>35.3</b>                       | <b>7,806.3</b>            | <b>14.5</b>                      | <b>1,175.1</b>                              | <b>38.1</b>                                     |
| Ministry of Education                              | 9,514.3                    | 2,501.2                        | 26.3                              | 8,462.6                    | 2,817.6                        | 33.3                              | 5,645.1                   | 10.5                             | 316.4                                       | 12.6  |
| Other Ministries                                   | 2,487.2                    | 583.6                          | 23.5                              | 3,603.6                    | 1,442.4                        | 40.0                              | 2,161.3                   | 4.0                              | 858.7                                       | 25.4  |
| <b>Total Economic Gov. and Private Sector Deve</b> | <b>5,494.1</b>             | <b>1,816.0</b>                 | <b>33.1</b>                       | <b>4,854.7</b>             | <b>2,819.4</b>                 | <b>58.1</b>                       | <b>2,035.3</b>            | <b>3.8</b>                       | <b>1,003.3</b>                              | <b>55.2</b>                                     |
| Ministry of Finance                                | 3,508.3                    | 1,468.7                        | 41.9                              | 3,411.8                    | 2,097.2                        | 61.5                              | 1,314.7                   | 2.4                              | 628.5                                       | 42.8  |
| Other Ministries                                   | 1,985.8                    | 347.4                          | 17.5                              | 1,442.8                    | 722.2                          | 50.1                              | 720.6                     | 1.3                              | 374.8                                       | 12.5  |
| <b>Total Health</b>                                | <b>7,817.2</b>             | <b>3,028.6</b>                 | <b>38.7</b>                       | <b>8,250.5</b>             | <b>4,564.0</b>                 | <b>55.3</b>                       | <b>3,686.6</b>            | <b>6.8</b>                       | <b>1,535.3</b>                              | <b>50.7</b>                                     |
| Ministry of Public Health                          | 7,817.2                    | 3,028.6                        | 38.7                              | 8,250.5                    | 4,564.0                        | 55.3                              | 3,686.6                   | 6.8                              | 1,535.3                                     | 50.7  |
| <b>Total Governance, Rule of Law and Human Ri</b>  | <b>3,405.1</b>             | <b>2,418.4</b>                 | <b>71.0</b>                       | <b>2,666.0</b>             | <b>1,454.1</b>                 | <b>54.5</b>                       | <b>1,211.9</b>            | <b>2.2</b>                       | <b>-964.3</b>                               | <b>-39.9</b>                                    |
| Independent Directorate of Local Governance        | 1,223.9                    | 1,442.1                        | 117.8                             | 718.3                      | 417.4                          | 58.1                              | 300.9                     | 0.6                              | -1,024.7                                    | -71.1   |
| Other Ministries                                   | 2,181.2                    | 976.3                          | 44.8                              | 1,947.7                    | 1,036.7                        | 53.2                              | 911.0                     | 1.7                              | 60.4  | 31.2  |
| <b>Total Social Protection</b>                     | <b>1,119.5</b>             | <b>378.5</b>                   | <b>33.8</b>                       | <b>1,139.9</b>             | <b>687.6</b>                   | <b>60.3</b>                       | <b>452.3</b>              | <b>0.8</b>                       | <b>309.1</b>                                | <b>81.7</b>                                     |
| <b>Total Security</b>                              | <b>1,038.6</b>             | <b>137.9</b>                   | <b>13.3</b>                       | <b>889.1</b>               | <b>566.0</b>                   | <b>63.7</b>                       | <b>323.1</b>              | <b>0.6</b>                       | <b>428.1</b>                                | <b>310.4</b>                                    |
| <b>Total Unclassified</b>                          | <b>3,524.4</b>             | <b>0.0</b>                     | <b>0.0</b>                        | <b>4,152.0</b>             | <b>0.0</b>                     | <b>0.0</b>                        | <b>4,152.0</b>            | <b>7.7</b>                       | <b>0.0</b>                                  | <b>N/A</b>                                      |

Source: FPD using AFMS data downloaded on the 12 February 2013

Table 3.3 considers the operating budget expenditures at the same stage of 1391 and 1390 by ANDS sector and largest development budget ministries.

The **Infrastructure and Natural Resource** is one of the major sectors when it comes to the allocation of budget. Total development budget for this sector for fiscal year 1391 was Afs 45.8 billion, out of which only Afs 23.2 billion was spent during this fiscal year which executed 50.7 percent of its budget compared to 26.9 percent in 1390. Expenditures in this sector also showed major improvement when compared to the previous quarter. It increased by Afs 10.5 billion from Afs 12.7 billion in first two quarters to Afs 23.2 billion in the third quarter of FY 1391 which is an increase of 82.7 percent over the first two quarters combined. Following are the main line ministries that are the main drivers of expenditures in the development budget.

- Ministry of **Public Works** carries out large infrastructure projects such building road networks, including bridges and other transportation systems. Total development budget for this ministry was Afs 22.1 billion for 1391. Out of which, Afs 12.7 billion (or 57.6 percent) was executed in the three quarters of 1391. This shows a major improvement over Afs 4.9 billion during the first three quarters of 1390.
- Ministry of **Energy and Water** has the second highest development budget within this sector. In 1391, this ministry was allocated a total development budget of Afs 10.6 billion, of which, only Afs 4.8 billion or 45.1 percent was executed. Development expenditure during the three quarters of 1390 was Afs 3.9 billion which is lower by 23 percent when compared to the execution in this fiscal year.
- Ministry of **Communication and Information Technology** had a development budget of Afs 1.9 billion, out of which Afs 0.87 billion (or 44.4 percent) was executed. This is lower by Afs 184.9 million when compared to the first three quarters of 1390. The reason for lower execution in this year is mainly attributed to the delay in the planned execution of fibre optics and electronic Identity Cards' projects.

**Agriculture and Rural Development** sector secures the second position when it comes to allocation of development budget among sectors. Total development budget for this sector during fiscal year 1391 was Afs 27.5 billion, out of which Afs 15.8 billion (or 57.3 percent of budget) was executed during 1390. Expenditures in this fiscal year were higher by 46.7 percent when compared to Afs 10.8 billion in the same time frame of previous fiscal year. Following are the main ministries operating under this sector.

- Ministry of Rural Rehabilitation and Development (MRRD) has the highest development budget (Afs 20.9 billion) among all ministries in this sector and the second highest among all ministries. MRRD executed around Afs 12.3 billion (or 58.5 percent of its budget) during 1391 compared to Afs 8.9 billion (or 48 percent) in the first three quarters of 1390.
- Ministry of Agriculture, Irrigation and Livestock had a total development budget of Afs 5.9 billion in 1391, out of which Afs 3.1 billion (or 53.5 percent of budget) was executed. This is higher by Afs 1.3 billion (or 68 percent) when compared to the actual expenditure of Afs 1.8 billion in the first three quarters of 1390.

**Education** sector had a total budget of Afs 12 billion for 1391 which constitute 1.2 percent of GDP. Out of this, Afs 15.8 billion (or 57.3 percent) was expensed in 1391. This is higher by Afs 5 billion (or 46 percent) when compared to Afs 3.1 billion in 1390. Within this sector, **Ministry of Education** executed Afs 2.8 billion (or 33.3 percent) in the first three quarters of 1391 which is slightly higher than the execution rate when compared to first three quarters of 1390.

Total **Health sector's** development budget for 1391 was Afs 8.3 billion in 1391, which contributes 0.8 percent of GDP. Within the health sector only one ministry of Public Health (MoPH) operates. It executed around Afs 4.6 billion (or 55.4 percent) in 1391. This is higher by Afs 1.5 billion (or 49.5 percent) when compared to the first three quarters of 1390.

## 4 FINANCING OF THE CORE BUDGET

### 4.1 Public Sector Borrowing Requirement

The public sector borrowing requirement is the integrated budget balance. However, it also adds any revenues from the sale of non-financial assets to obtain a true picture of the budget financing requirement. In comparison, the core budget balance presented in chapter one only considers the *gross* acquisition of non-financial assets. Unless there is major asset sale, the public sector financing requirement will be very similar to the core budget balance (including grants).

If there are any net sales of non-financial assets, the public sector borrowing requirement will be higher than the core budget balance. Figure 4.1 below depicts a minor deficit of Afs 1.24 billion solely in the third quarter of 1391. This deficit is being marginally defied by a surplus of Afs 1.4 billion in the preceding quarter. The YTD balance indicates a huge improvement of Afs 18.1 billion surplus during 1391 compared to a deficit of Afs 10.5 billion in 1390. This is mainly due to the huge surpluses in previous quarters.

### 4.2 Treasury Single Account

Figure 4.2 reflects the changes of balance between third quarter 1391 and third quarter 1390. Because of the higher surpluses in the TSA, there was a higher balance during 1391. However the liabilities constitute another major part of TSA which rose moderately during 1391, of these liabilities some funds are being paid each quarter during financial year to its creditors.

The TSA stood at Afs 42.9 billion during the third quarter of 1391 compared to Afs 32.8 billion in the second quarter of 1391 and Afs 21.3 billion in the third quarter of 1390. Out of Afs 42.9 billion, Afs 15.9 billion is being held in Afghanis, Afs 26.2 billion is being held in US dollars and the remaining Afs 0.8 billion is being held in Net Provincial Accounts during third quarter of 1391. Meanwhile, total liabilities was Afs 29.4 billion when comparing to Afs 23.5 billion by closing account of third quarter 1390.

Figure 4.2 – Public Sector Borrowing Requirement by quarter, Afs millions

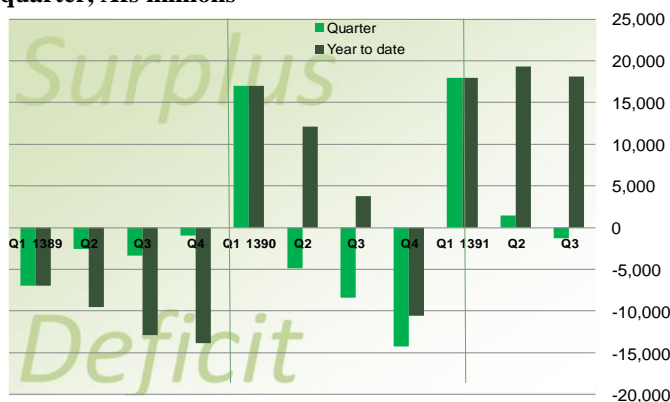
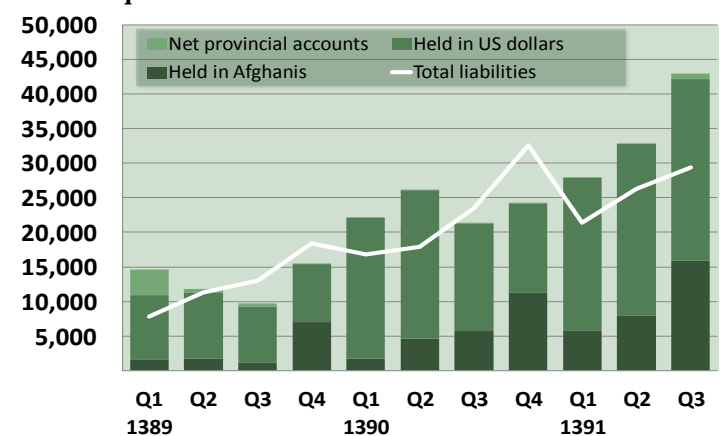


Figure 4.1 - Balance of Treasury Single Account, Afs million at end of quarter



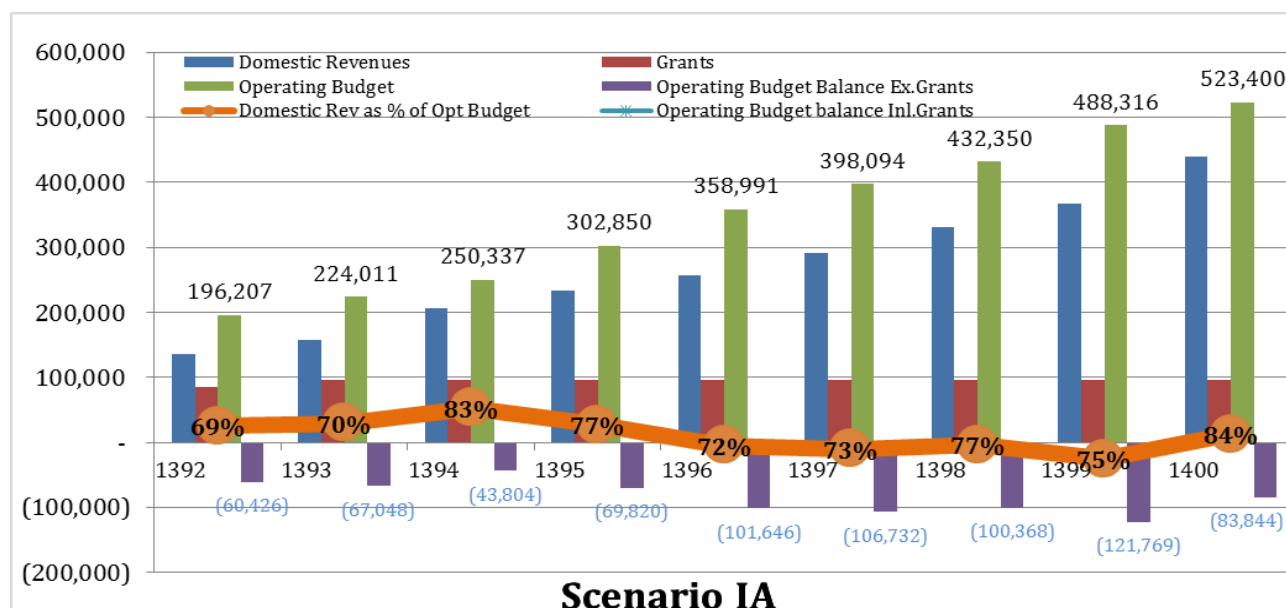
## 5 A Closer Look at Fiscal Sensitivity Analysis

### Baseline Scenario

- Domestic revenue grows at an average of 16% from SY 1393-1400 as per Tokyo Model and grants are assumed to be constant over the medium term.
- Operating budget increases at an average of 11.5% nominal growth rate driven mainly by O&M costs

### Fiscal Impacts

1. Domestic revenues reaches 439 billion Afs (18% of GDP) in SY 1400 from Afs 156 billion (13% of GDP) in 1393. While Operating budget increases from Afs 196 billion (18% of GDP) in 1392 to Afs 523 billion (21% of GDP) in SY 1400.
2. Domestic revenues as a % of operating expenditure increases from 69% in 1392 to 84% in 1400. As a result domestic revenues are not able to fully cover operating expenditures in SY 1400 (2021-22) and the budget balance excluding grants moves to a deficit of Afs 83 billion (5.4% of GDP) in 1400 from a deficit of Afs 60 billion (5% of GDP) in SY 1392.
3. Budget balance including grants moves from a surplus of Afs 25 billion (2% of GDP) in 1392 to a surplus of Afs 13 billion (1% of GDP) in 1400



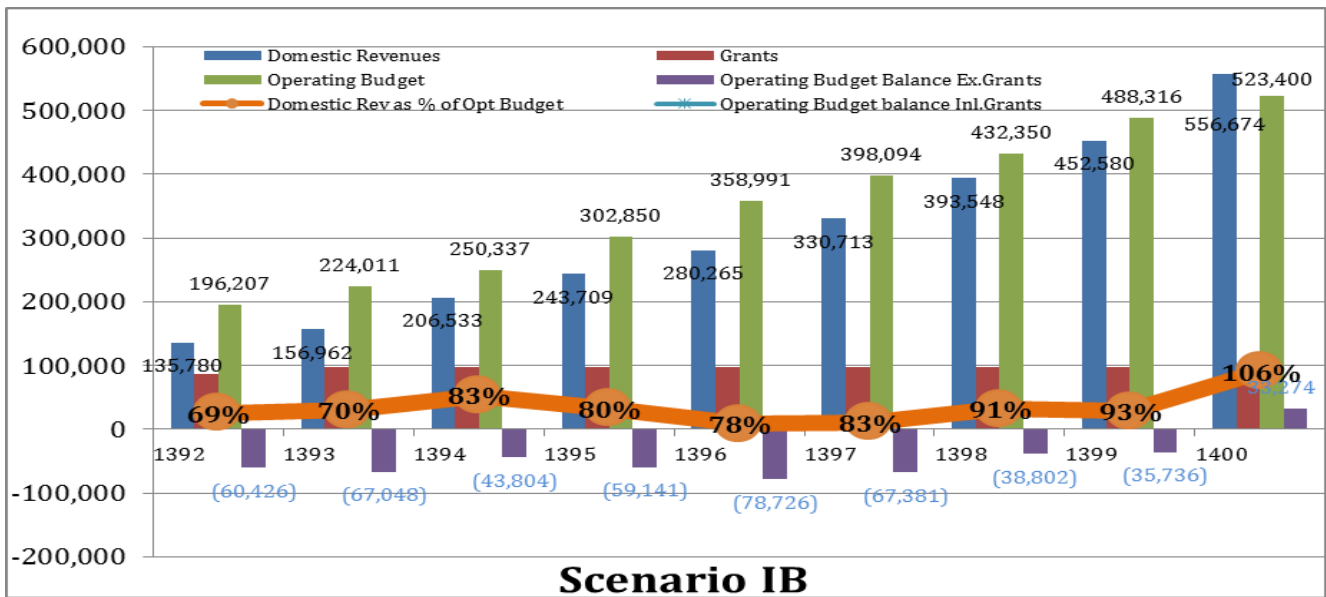
### 5.1 Scenario 1b

- Domestic revenues grow 5 percent higher than Tokyo Model starting in 1395 and grants are assumed to gradually decrease by 10 percent starting in 1397. Everything else equals Tokyo Model.

### Fiscal Impacts

1. Domestic Revenues increases from Afs 135 billion in 1392 to Afs 291 billion in 1397 peaking at Afs 556 billion in SY 1400. In percent of GDP Domestic Revenues increases from 12% in 1392 to 16% in 1395 and to 23% in SY 1400.
2. Grants increase from Afs 85 billion in 1392 to Afs 96 billion in 1393 and then gradually decrease to Afs 57 billion in 1400. In percent of GDP grants decreases from 8% in 1392 to 2% in SY 1400.

- Operating budget grows from Afs 196 billion (18% of GDP) in 1392 to Afs 398 billion (22% of GDP) in 1397 and Afs 523 billion (21% of GDP) in SY 1400.
- Operating budget balance excluding grants under this scenario moves from a deficit of 60 billion Afs in 1392 to a deficit of Afs 35 billion in 1399 and to a surplus of Afs 33 billion in SY 1400. The Fiscal Sustainability indicator of covering operating expenditures with domestic revenues is achieved under this scenario in year 1400. Domestic Revenues as % of operating budget reaches 106% in SY 1400 from 69% in SY 1392.
- Operating budget balance including grants moves from a surplus of Afs 25 billion in SY 1392 to a surplus of Afs 90 billion in SY 1400.



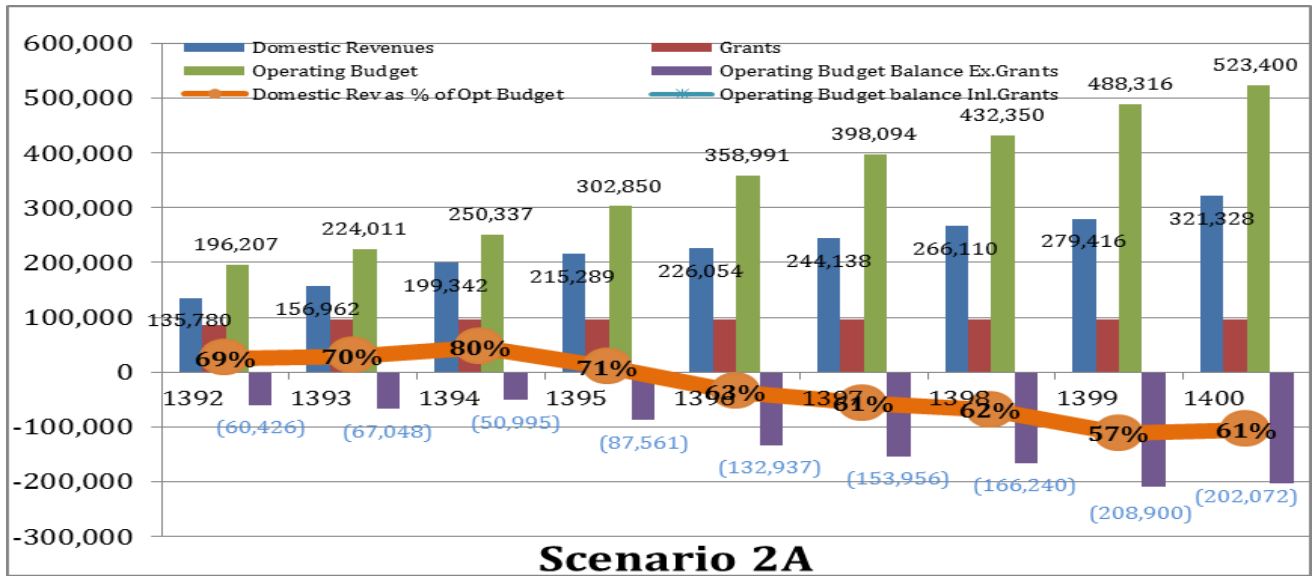
## 5.2 Scenario 2a

- Domestic revenues grow 5 slower than Tokyo Model, everything else equals baseline scenario.

### Fiscal Impacts

- Domestic Revenues grow from Afs 135 billion in SY1392 to Afs 266 billion in 1399 and peaks at Afs 321 billion in SY 1400. Domestic Revenues as % of GDP rises from 12% in SY 1392 to 15% in SY 1394 sinking back to 13% in 1398 to 1400.
- Operating budget grows from Afs 224 billion in 1393 to Afs 398 billion in 1397 peaking at 523 billion Afs in SY 1400. As a percent of GDP operating budget moves from 18% in SY 1392 to 22% in 1396 and 21% in SY 1400.
- Operating budget balance excluding grants moves from a deficit of Afs 60 billion in SY 1392 to Afs 166 billion in 1398 peaking to Afs 202 billion in SY 1400.
- Operating budget balance including grants moves from a surplus of Afs 25 billion in SY 1392 to a deficit of 36 billion in SY 1396. In SY 1400 operating budget balance including grants moves to a deficit of Afs 102 billion.



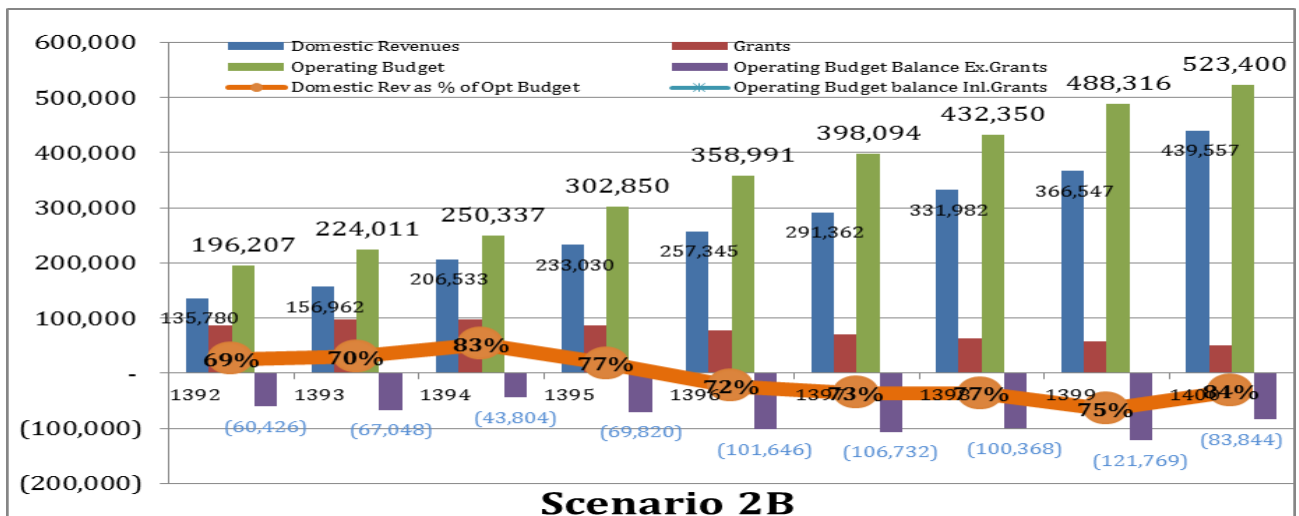


### 5.3 Scenario 2b

- Assumes 10 percent decrease in grants starting in 1395 everything else equals Tokyo Model

#### Fiscal Impacts

- Domestic Revenues grow from Afs 135 billion in 1392 to Afs 439 billion in SY 1400. In percent of GDP domestic revenues increases from 12% in 1392 to 15% in 1394 and to 18% in SY 1400.
- Grants increases from Afs 85 billion in 1392 to Afs 96 billion in 1393 then gradually decreasing to Afs 78 billion in 1396 and Afs 51 billion in 1400. Grants as percent of GDP decreases from 8% in 1392 to 2% of GDP in 1400.
- Operating budget grows from 196 billion Afs in 1392 to 523 billion Afs in 1400.
- Operating budget balance excluding grants moves from a deficit of Afs 60 billion in SY 1392 to Afs 106 billion in 1397 and Afs 83 billion in 1400. Domestic revenues as percent of operating budget increases from 69% in 1392 to 84% in 1400.
- Operating budget balance including grants moves from a surplus of Afs 25 billion in 1392 to a deficit of 23 billion Afs in 1396 and 32 billion Afs in 1400.

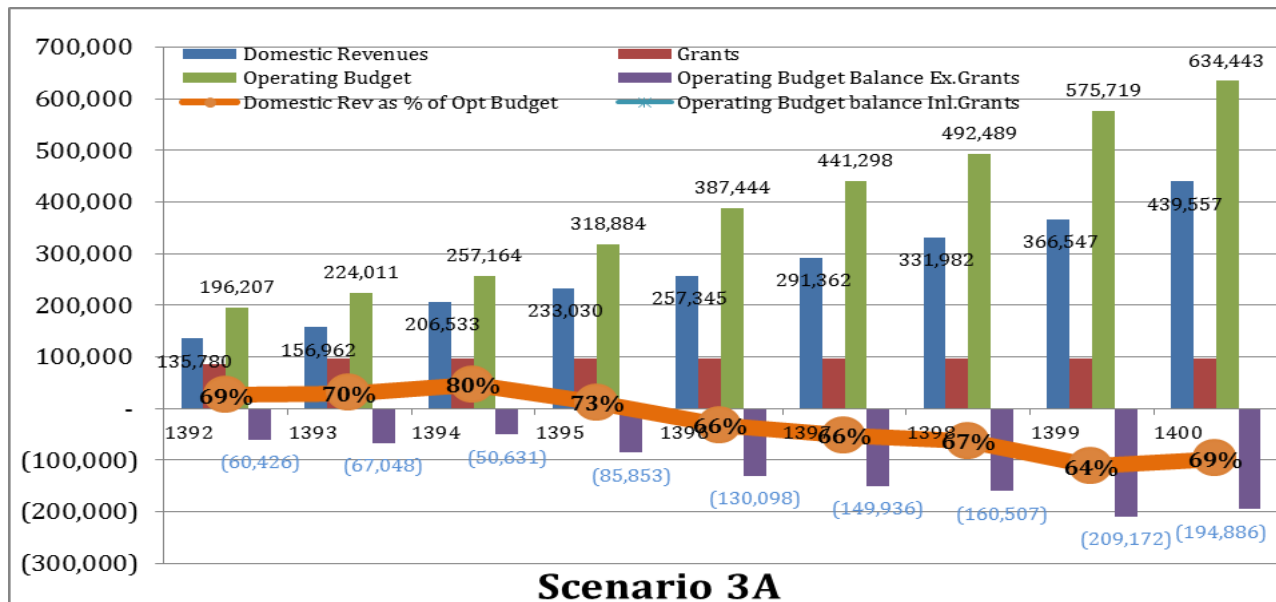


## 5.4 Scenario 3a

- Domestic Revenues and donor grants are assumed to grow as per Tokyo Model/baseline scenario
- Operating budget is assumed to grow 3 percent faster than Tokyo Model starting in 1394

### Fiscal Impacts

1. Domestic Revenues increases from Afs 135 billion (12% of GDP) in 1392 to Afs 257 billion (16% of GDP) in 1396 peaking at Afs 439 billion (18% of GDP) in SY 1400. Domestic Revenues as % of operating budget increases from Afs 69% in 1392 to 80% in 1394 followed by a gradual decline as operating budget increases accommodating O&M costs to 69% in SY 1400.
2. Grants increases from Afs 85 billion in SY 1392(8% of GDP) to Afs 96 (7% of GDP) billion in SY 1394 and remains constant over the medium term. In SY 1400 grants as percent of GDP decreases to 2% due to GDP growth from 1394 to 1400.
3. Operating budget increases from Afs 196 billion (18% of GDP) to Afs 492 billion (25% of GDP) in SY 1398 and to Afs 634 billion (26% of GDP) in 1400. Operating budget balance excluding grants moves from a deficit of 60 billion Afs (-5% of GDP) in 1392 to Afs 130 billion (-8% of GDP) in 1396 and to Afs 194 billion (-8% of GDP) in SY 1400.



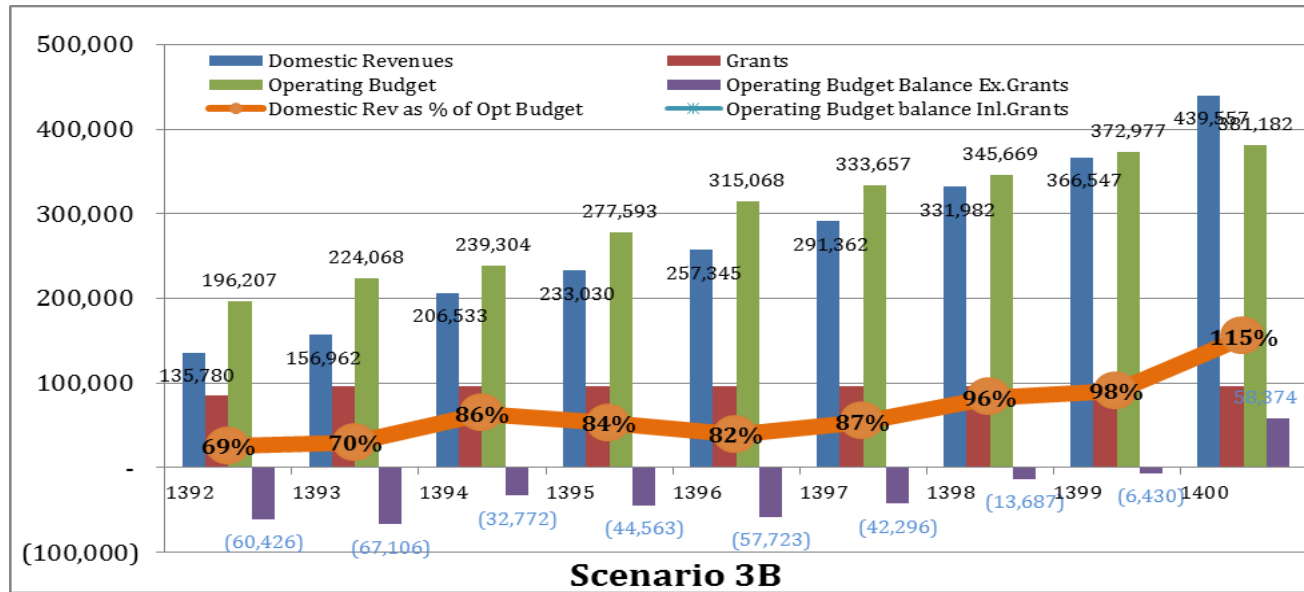
## 5.5 Scenario 3b

- Operating budget is assumed to grow 5% slower than Tokyo Model starting in 1394.
- Domestic Revenues and donor grants are assumed to grow as per Tokyo Model.

### Fiscal Impacts

1. Domestic Revenues grow from Afs 135 billion (12% of GDP) in 1392 to Afs 439 billion (18% of GDP) in SY 1400. As percent of GDP domestic revenues increases from 12% in 1392 to 15% in 1394 and to 18% in SY 1400. Domestic Revenues as % of operating budget increases from 69% in 1392 to 87% in 1397 and 115% in 1400.

2. Grants increases from Afs 85 billion in SY 1392(8% of GDP) to Afs 96 (7% of GDP) billion in SY 1394 and remains constant over the medium term. In SY 1400 grants as percent of GDP decreases to 4% due to GDP growth from 1394 to 1400.
3. Operating budget grows from Afs 196 billion (18% of GDP) to Afs 345 billion (17% of GDP) in 1398 and Afs 381 billion (16% of GDP) in SY 1400.
4. Operating budget balance excluding grants moves from a deficit of Afs 60 billion (-5% of GDP) in 1392 to Afs 42 billion (-2% of GDP) in 1397. The budget balance shifts to a surplus of Afs 58 billion or 2% of GDP in SY 1400.
5. Operating budget balance excluding grants moves from a surplus of 25 billion Afs (2% of GDP) in 1392 to Afs 83 billion (4% of GDP) and to Afs 155 billion (6% of GDP) in SY 1400.



## 6 Tables

**Table 6.1 - Core Budget Revenues**

| Code                                  | In millions of Afghanis       | 1390                   | 1390                   | 1391                   | 1391                   | 1391                   | 1391                   | 1391 Comparison to         |              | YTD             | Target                 | Annual           | %                |
|---------------------------------------|-------------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|----------------------------|--------------|-----------------|------------------------|------------------|------------------|
|                                       |                               | Qtr 3<br>Actual<br>Qtr | Qtr 3<br>Actual<br>YTD | Qtr 1<br>Prelim<br>Qtr | Qtr 2<br>Prelim<br>Qtr | Qtr 3<br>Prelim<br>Qtr | Qtr 3<br>Prelim<br>YTD | 1390 YTD<br>Change % (+/-) |              | Qtr 3<br>YTD    | Qtr 3<br>Actual<br>YTD | Target (2)       | Annual<br>Target |
| <b>CORE BUDGET</b>                    |                               |                        |                        |                        |                        |                        |                        |                            |              |                 |                        |                  |                  |
| 1                                     | REVENUES including grants (1) | 45,820.3               | 133,628.3              | 56,219.8               | 65,167.7               | 85,662.2               | 207,049.7              | 73,421.3                   | 54.9         |                 |                        |                  |                  |
| 1-19                                  | REVENUES excluding grants     | 24,146.0               | 71,439.6               | 25,384.0               | 25,543.3               | 30,405.1               | 81,332.4               | 9,892.8                    | 13.8         | 87,909.9        | -7.5                   | 87,909.9         | 92.5             |
| <b>DOMESTIC REVENUES (2) (3)</b>      |                               | <b>24,146.0</b>        | <b>71,439.6</b>        | <b>25,384.0</b>        | <b>25,543.3</b>        | <b>30,405.1</b>        | <b>81,332.4</b>        | <b>9,892.8</b>             | <b>13.8</b>  | <b>87,909.9</b> | <b>-7.5</b>            | <b>87,909.9</b>  | <b>92.5</b>      |
| 11                                    | Tax Revenues                  | 11,891.4               | 31,809.6               | 11,305.3               | 13,083.7               | 13,979.2               | 38,368.2               | 6,558.6                    | 20.6         | 41,407.1        | -7.3                   | 41,407.1         | 92.7             |
| 111                                   | Fixed Taxes                   | 2,534.0                | 7,333.9                | 2,549.0                | 2,706.9                | 2,864.2                | 8,120.2                | 786.2                      | 10.7         | 10,072.3        | -19.4                  | 10,072.3         | 80.6             |
| 112                                   | Income Taxes                  | 3,460.0                | 8,881.6                | 3,600.7                | 4,376.4                | 5,470.2                | 13,447.3               | 4,565.7                    | 51.4         | 11,040.6        | 21.8                   | 11,040.6         | 121.8            |
| 113                                   | Property Taxes                | 80.9                   | 270.3                  | 99.5                   | 62.4                   | 50.3                   | 212.3                  | -58.0                      | -21.5        | 263.2           | -19.4                  | 263.2            | 80.6             |
| 114                                   | Sales Taxes                   | 4,849.6                | 13,042.6               | 4,277.7                | 5,425.3                | 5,125.2                | 14,828.1               | 1,785.5                    | 13.7         | 17,054.8        | -13.1                  | 17,054.8         | 86.9             |
| 116                                   | Other Taxes                   | 853.9                  | 1,876.2                | 687.5                  | 404.0                  | 358.2                  | 1,449.6                | -426.7                     | -22.7        | 2,308.3         | -37.2                  | 2,308.3          | 62.8             |
| 117                                   | Tax Penalties and Fines       | 113.0                  | 404.8                  | 90.8                   | 108.7                  | 111.1                  | 310.7                  | -94.1                      | -23.3        | 667.9           | -53.5                  | 667.9            | 46.5             |
| 12                                    | Customs Duty, Import Taxes    | 7,769.5                | 23,677.1               | 7,193.0                | 7,080.9                | 6,932.2                | 21,206.2               | -2,471.0                   | -10.4        | 30,797.9        | -31.1                  | 30,797.9         | 68.9             |
| 13                                    | Non Tax Revenue               | 3,542.4                | 13,602.3               | 6,256.0                | 4,203.1                | 7,618.8                | 18,077.8               | 4,475.5                    | 32.9         | 13,141.5        | 37.6                   | 13,141.5         | 137.6            |
| 131                                   | Income from Capital Property  | 115.3                  | 2,664.0                | 2,583.2                | 74.2                   | 268.3                  | 2,925.7                | 261.8                      | 9.8          | 248.4           | 1,077.9                | 248.4            | 1,177.9          |
| 132                                   | Sales of Goods and Services   | 1,226.4                | 3,657.9                | 1,189.4                | 1,914.0                | 4,801.9                | 7,905.3                | 4,247.4                    | 116.1        | 4,983.3         | 58.6                   | 4,983.3          | 158.6            |
| 133                                   | Administrative Fees           | 2,012.4                | 6,623.2                | 2,215.0                | 1,968.1                | 2,331.2                | 6,514.3                | -108.9                     | -1.6         | 7,374.2         | -11.7                  | 7,374.2          | 88.3             |
| 134                                   | Royalties                     | 25.2                   | 134.3                  | 76.1                   | 62.7                   | 48.4                   | 187.2                  | 52.9                       | 39.4         | 35.7            | 424.5                  | 35.7             | 524.5            |
| 135                                   | Non Tax Fines and Penalties   | 121.9                  | 441.4                  | 133.8                  | 143.0                  | 127.3                  | 404.1                  | -37.2                      | -8.4         | 299.9           | 34.7                   | 299.9            | 134.7            |
| 136                                   | Extractive Industry           | 41.2                   | 81.7                   | 58.5                   | 41.1                   | 41.7                   | 141.3                  | 59.6                       | 73.0         | 200.0           | -29.4                  | 200.0            | 70.6             |
| 14                                    | Miscellaneous Revenue         | 189.3                  | 389.1                  | 33.4                   | 262.7                  | 836.5                  | 1,132.5                | 743.5                      | 191.1        | 729.4           | 55.3                   | 729.4            | 155.3            |
| 17                                    | Social Contributions          | 753.4                  | 1,961.5                | 596.3                  | 912.8                  | 1,038.5                | 2,547.6                | 586.2                      | 29.9         | 1,834.0         | 38.9                   | 1,834.0          | 138.9            |
| <b>GRANTS (1)</b>                     |                               | <b>21,674.3</b>        | <b>62,188.8</b>        | <b>30,835.8</b>        | <b>39,624.4</b>        | <b>55,257.1</b>        | <b>125,717.3</b>       | <b>63,528.5</b>            | <b>102.2</b> |                 |                        |                  |                  |
| 191                                   | Foreign Governments           | 13,712.8               | 45,742.9               | 26,322.4               | 32,194.3               | 40,793.9               | 99,310.5               | 53,567.7                   | 117.1        |                 |                        |                  |                  |
| 192                                   | International Organisation    | 7,906.6                | 16,248.2               | 4,510.4                | 7,422.7                | 13,485.3               | 25,418.4               | 9,170.2                    | 56.4         |                 |                        |                  |                  |
| 193                                   | Other Government Units        | 54.9                   | 197.7                  | 3.0                    | 7.4                    | 977.9                  | 988.3                  | 790.7                      | 400.0        |                 |                        |                  |                  |
| <b>TOTAL OPERATING BUDGET REVENUE</b> |                               | <b>36,587.7</b>        | <b>114,873.3</b>       | <b>51,544.0</b>        | <b>54,716.9</b>        | <b>69,048.7</b>        | <b>175,309.6</b>       | <b>60,436.3</b>            | <b>52.6</b>  |                 |                        | <b>221,241.1</b> | <b>79.2</b>      |
|                                       | Domestic Revenues             | 24,146.0               | 71,439.6               | 25,384.0               | 25,543.3               | 30,405.1               | 81,332.4               | 9,892.8                    | 13.8         | 87,909.9        | -7.5                   | 87,909.9         | 92.5             |
|                                       | as percentage of total        | 66.0                   | 62.2                   | 49.2                   | 46.7                   | 44.0                   | 46.4                   | 16.4                       |              |                 |                        |                  |                  |
|                                       | External Grant Support        | 12,441.7               | 43,433.7               | 26,160.0               | 29,173.6               | 38,643.6               | 93,977.2               | 50,543.5                   | 116.4        |                 |                        | 133,331.2        | 70.5             |
|                                       | as percentage of total        | 34.0                   | 37.8                   | 50.8                   | 53.3                   | 56.0                   | 53.6                   | 83.6                       |              |                 |                        |                  |                  |

Source: FPD using AFMS data downloaded on the 12 February 2013

- Actual figures are not comparable to the development/integrated budget grants or balances shown in budget documentation, as grants/balance in budget documentation also includes loans. Loans are shown as a financing item in above table.
- Revenues exclude proceeds from the sale of fixed assets (150), and loans (18). These items are included under financing.
- In the published budget document, AfS 7.6 billion in domestic revenues are allocated to the development budget in 1391. In order to ensure comparability with actuals, all domestic revenues shown under the development budget in the published budget document have been re-allocated to the operating budget in the above table.

**Table 6.2 - Core Budget Domestic Revenues by Province**

| Code | In millions of Afghanis   | 1390     | 1390     | 1391     | 1391     | 1391     | 1391     | 1391 Comparison to |         | YTD Target |         | Annual   | %      |
|------|---------------------------|----------|----------|----------|----------|----------|----------|--------------------|---------|------------|---------|----------|--------|
|      |                           | Qtr 3    | Qtr 3    | Qtr 1    | Qtr 2    | Qtr 3    | Qtr 3    | 1390 YTD           |         | 1391       | Target- | Target   | Annual |
|      |                           | Actual   | Actual   | Prelim   | Prelim   | Prelim   | Prelim   | Change             | % (+/-) | YTD        | Actual  |          | Target |
|      |                           | Qtr      | YTD      | Qtr      | Qtr      | Qtr      | YTD      |                    |         |            | % (+/-) |          |        |
| 1-19 | REVENUES excluding grants | 24,033.0 | 71,171.2 | 25,384.0 | 25,543.3 | 30,405.1 | 81,332.4 | 10,161.2           | 14.3    | 87,910.0   | -7.5    | 87,910.0 | 92.5   |
| 01   | Kabul                     | 374.8    | 1,356.6  | 561.5    | 440.1    | 808.1    | 1,809.7  | 453.1              | 33.4    | 4,362.3    | -58.5   | 4,362.3  | 41.5   |
| 02   | Kapisa                    | 40.5     | 82.2     | 20.2     | 22.1     | 34.6     | 76.8     | -5.4               | -6.5    | 76.5       | 0.4     | 76.5     | 100.4  |
| 03   | Parwan                    | 74.2     | 132.7    | 21.1     | 54.8     | 78.4     | 154.3    | 21.6               | 16.2    | 147.7      | 4.5     | 147.7    | 104.5  |
| 04   | Wardak                    | 41.8     | 95.1     | 38.1     | 52.1     | 50.8     | 141.1    | 46.0               | 48.3    | 90.4       | 56.0    | 90.4     | 156.0  |
| 05   | Logar                     | 55.7     | 94.1     | 16.9     | 25.9     | 41.4     | 84.1     | -10.0              | -10.6   | 95.5       | -11.9   | 95.5     | 88.1   |
| 06   | Nangarhar                 | 2,418.2  | 7,602.8  | 2,791.8  | 2,601.9  | 2,593.4  | 7,987.0  | 384.2              | 5.1     | 11,167.2   | -28.5   | 11,167.2 | 71.5   |
| 07   | Laghman                   | 51.7     | 114.6    | 21.9     | 37.9     | 38.3     | 98.1     | -16.6              | -14.5   | 109.4      | -10.4   | 109.4    | 89.6   |
| 08   | Pangsher                  | 28.4     | 59.1     | 6.3      | 8.2      | 16.2     | 30.6     | -28.4              | -48.1   | 49.9       | -38.6   | 49.9     | 61.4   |
| 09   | Baghlan                   | 103.4    | 188.9    | 63.0     | 63.7     | 78.5     | 205.2    | 16.3               | 8.6     | 193.9      | 5.8     | 193.9    | 105.8  |
| 10   | Bamyan                    | 31.4     | 59.3     | 10.9     | 22.6     | 32.6     | 66.1     | 6.8                | 11.4    | 66.3       | -0.2    | 66.3     | 99.8   |
| 11   | Ghazni                    | 54.6     | 153.1    | 66.9     | 65.6     | 78.7     | 211.2    | 58.1               | 38.0    | 192.3      | 9.8     | 192.3    | 109.8  |
| 12   | Paktika                   | 35.8     | 74.6     | 17.5     | 33.9     | 54.6     | 106.0    | 31.4               | 42.1    | 97.1       | 9.2     | 97.1     | 109.2  |
| 13   | Paktiya                   | 145.9    | 328.9    | 134.6    | 162.2    | 158.0    | 454.8    | 125.9              | 38.3    | 305.7      | 48.8    | 305.7    | 148.8  |
| 14   | Khost                     | 532.1    | 1,183.4  | 241.2    | 251.4    | 250.2    | 742.8    | -440.6             | -37.2   | 1,001.6    | -25.8   | 1,001.6  | 74.2   |
| 15   | Kunar                     | 78.2     | 706.7    | 14.4     | 37.5     | 35.5     | 87.5     | -619.2             | -87.6   | 360.9      | -75.8   | 360.9    | 24.2   |
| 16   | Nuristan                  | 9.9      | 14.6     | 0.2      | 7.3      | 21.0     | 28.5     | 13.8               | 94.7    | 27.9       | 1.8     | 27.9     | 101.8  |
| 17   | Badakhshan                | 98.4     | 171.6    | 21.4     | 84.6     | 78.6     | 184.6    | 13.0               | 7.6     | 176.0      | 4.9     | 176.0    | 104.9  |
| 18   | Takhar                    | 124.2    | 242.8    | 41.2     | 70.3     | 77.4     | 188.9    | -54.0              | -22.2   | 208.4      | -9.3    | 208.4    | 90.7   |
| 19   | Kunduz                    | 471.7    | 1,214.0  | 299.1    | 280.9    | 301.1    | 881.1    | -332.9             | -27.4   | 1,144.6    | -23.0   | 1,144.6  | 77.0   |
| 20   | Samangan                  | 24.1     | 66.6     | 19.0     | 25.8     | 32.4     | 77.3     | 10.6               | 16.0    | 74.0       | 4.4     | 74.0     | 104.4  |
| 21   | Balkh                     | 2,287.1  | 6,851.1  | 2,654.2  | 2,347.4  | 2,243.1  | 7,244.7  | 393.7              | 5.7     | 10,457.4   | -30.7   | 10,457.4 | 69.3   |
| 22   | Saripul                   | 16.6     | 42.6     | 16.7     | 19.5     | 29.3     | 65.5     | 22.9               | 53.8    | 53.4       | 22.5    | 53.4     | 122.5  |
| 23   | Ghor                      | 38.7     | 73.5     | 18.8     | 19.3     | 29.5     | 67.6     | -5.9               | -8.0    | 61.2       | 10.4    | 61.2     | 110.4  |
| 24   | Dikondy                   | 16.5     | 29.2     | 4.7      | 20.8     | 27.4     | 52.9     | 23.8               | 81.5    | 37.2       | 42.2    | 37.2     | 142.2  |
| 25   | Uruzgan                   | 36.7     | 53.6     | 2.9      | 13.4     | 25.3     | 41.6     | -12.0              | -22.4   | 42.7       | -2.6    | 42.7     | 97.4   |
| 26   | Zabul                     | 117.7    | 164.1    | 7.8      | 15.3     | 18.0     | 41.1     | -123.0             | -74.9   | 95.6       | -57.0   | 95.6     | 43.0   |
| 27   | Kandahar                  | 1,182.9  | 2,897.3  | 170.4    | 621.2    | 653.2    | 1,444.7  | -1,452.6           | -50.1   | 3,604.7    | -59.9   | 3,604.7  | 40.1   |
| 28   | Jawzjan                   | 50.5     | 127.5    | 45.3     | 64.4     | 74.1     | 183.8    | 56.4               | 44.2    | 143.3      | 28.3    | 143.3    | 128.3  |
| 29   | Faryab                    | 484.7    | 1,408.6  | 562.8    | 898.5    | 908.6    | 2,369.9  | 961.3              | 68.2    | 1,683.0    | 40.8    | 1,683.0  | 140.8  |
| 30   | Helmand                   | 315.8    | 563.5    | 66.5     | 129.6    | 163.6    | 359.7    | -203.8             | -36.2   | 389.7      | -7.7    | 389.7    | 92.3   |
| 31   | Badghis                   | 18.7     | 44.8     | 15.1     | 23.1     | 23.8     | 62.0     | 17.2               | 38.5    | 50.9       | 21.9    | 50.9     | 121.9  |
| 32   | Herat                     | 4,180.5  | 14,268.4 | 4,565.8  | 4,280.0  | 4,454.0  | 13,299.8 | -968.6             | -6.8    | 15,765.2   | -15.6   | 15,765.2 | 84.4   |
| 33   | Farah                     | 241.4    | 643.6    | 208.8    | 237.1    | 386.3    | 832.2    | 188.6              | 29.3    | 513.5      | 62.1    | 513.5    | 162.1  |
| 34   | Nimroz                    | 947.0    | 2,750.9  | 1,148.0  | 1,181.0  | 1,215.7  | 3,544.8  | 793.9              | 28.9    | 3,568.2    | -0.7    | 3,568.2  | 99.3   |
| 90   | Central Ministries        | 9,303.2  | 27,310.9 | 11,489.2 | 11,324.0 | 15,293.3 | 38,106.5 | 10,795.7           | 39.5    | 31,496.3   | 21.0    | 31,496.3 | 121.0  |
| 95   | Offshore Payments         | 0.0      | 0.0      | 0.0      | 0.0      | 0.0      | 0.0      | 0.0                | N/A     | 0.0        | N/A     | 0.0      | N/A    |

Source: FPD using AFMS data downloaded on the 12 February 2013

**Table 6.3a - Core Budget Expenditures**

| Core        | In millions of Afghanis                       | 1390                   | 1390                   | 1391                   | 1391                   | 1391                   | Comparison to Budget        |                                    |                          | 1391 Comparison |               |
|-------------|---|------------------------|------------------------|------------------------|------------------------|------------------------|-----------------------------|------------------------------------|--------------------------|-----------------|---------------|
|             |   | Qtr 3<br>Actual<br>Qtr | Qtr 3<br>Actual<br>YTD | Qtr 2<br>Prelim<br>Qtr | Qtr 3<br>Prelim<br>Qtr | Qtr 3<br>Prelim<br>YTD | Budget<br>or MYR<br>Ceiling | Current<br>Allocated<br>Budget (4) | %<br>Allocated<br>Budget | Change          | Increase<br>% |
| <b>2</b>    | <b>TOTAL GROSS EXPENDITURES</b>               | <b>54,213.2</b>        | <b>129,929.6</b>       | <b>63,802.4</b>        | <b>86,921.4</b>        | <b>189,116.1</b>       | <b>265,321</b>              | <b>269,423</b>                     | <b>70.2</b>              | <b>59,186.5</b> | <b>45.6</b>   |
|             | <b>Operating Budget</b>                       | <b>38,784.2</b>        | <b>97,578.3</b>        | <b>44,526.3</b>        | <b>60,440.9</b>        | <b>135,801.6</b>       | <b>157,971</b>              | <b>164,180</b>                     | <b>82.7</b>              | <b>38,223.3</b> | <b>39.2</b>   |
|             | <b>Development Budget</b>                     | <b>15,429.0</b>        | <b>32,351.3</b>        | <b>19,276.1</b>        | <b>26,480.6</b>        | <b>53,314.5</b>        | <b>107,350</b>              | <b>105,243</b>                     | <b>50.7</b>              | <b>20,963.2</b> | <b>64.8</b>   |
|             | Discretionary Budget                          | 4,062.3                | 8,195.6                | 5,217.7                | 7,551.7                | 14,837.1               | 32,095                      | 30,705                             | 48.3                     | 6,641.5         | 81.0          |
|             | Non-discretionary Budget                      | 11,366.7               | 24,155.7               | 14,058.3               | 18,928.9               | 38,477.4               | 75,255                      | 74,538                             | 51.6                     | 14,321.7        | 59.3          |
| <b>2*</b>   | <b>TOTAL NET EXPENDITURES</b>                 | <b>54,203.4</b>        | <b>129,887.8</b>       | <b>63,744.6</b>        | <b>86,900.6</b>        | <b>188,939.3</b>       |                             |                                    |                          | <b>59,051.5</b> | <b>45.5</b>   |
| <b>2-25</b> | <b>RECURRENT EXPENDITURES</b>                 | <b>43,717.6</b>        | <b>108,148.2</b>       | <b>53,208.2</b>        | <b>66,621.8</b>        | <b>153,652.2</b>       | <b>N/A</b>                  | <b>196,443</b>                     | <b>78.2</b>              | <b>45,504.0</b> | <b>42.1</b>   |
| <b>21</b>   | <b>Compensation of Employees</b>              | <b>28,490.3</b>        | <b>76,574.2</b>        | <b>34,388.8</b>        | <b>38,492.3</b>        | <b>98,390.6</b>        | <b>102,172</b>              | <b>103,597</b>                     | <b>95.0</b>              | <b>21,816.4</b> | <b>28.5</b>   |
|             | <i>of which operating budget</i>              | <b>28,490.3</b>        | <b>76,574.2</b>        | <b>34,388.8</b>        | <b>38,492.3</b>        | <b>98,390.6</b>        | <b>102,172</b>              | <b>103,597</b>                     | <b>95.0</b>              | <b>21,816.4</b> | <b>28.5</b>   |
| 211-3       | Wages and Salaries                            | 28,267.1               | 75,980.1               | 34,127.8               | 38,179.2               | 97,634.6               |                             |                                    |                          | 21,654.5        | 28.5          |
| 214-5       | Social Benefits                               | 223.1                  | 594.2                  | 261.0                  | 313.1                  | 756.0                  |                             |                                    |                          | 161.8           | 27.2          |
| <b>22</b>   | <b>Use of Goods and Services</b>              | <b>13,188.6</b>        | <b>26,091.9</b>        | <b>15,866.5</b>        | <b>25,253.5</b>        | <b>46,848.4</b>        | <b>N/A</b>                  | <b>76,512</b>                      | <b>61.2</b>              | <b>20,756.5</b> | <b>79.6</b>   |
|             | <i>of which operating budget</i>              | <b>7,672.4</b>         | <b>14,410.4</b>        | <b>6,353.5</b>         | <b>16,271.8</b>        | <b>25,182.3</b>        | <b>30,899</b>               | <b>36,209</b>                      | <b>69.5</b>              | <b>10,772.0</b> | <b>74.8</b>   |
| 221         | Travel  | 554.2                  | 1,169.5                | 640.0                  | 617.1                  | 1,531.2                |                             |                                    |                          | 361.7           | 30.9          |
| 222         | Communications                                | 223.3                  | 526.0                  | 0.0                    | 0.0                    | 0.0                    |                             |                                    |                          | -526.0          | -100.0        |
| 223         | Contracted Services                           | 3,705.4                | 8,256.7                | 7,679.2                | 7,081.2                | 16,569.0               |                             |                                    |                          | 8,312.4         | 100.7         |
| 224         | Repairs and Maintenance                       | 1,276.9                | 2,054.1                | 286.6                  | 878.6                  | 1,293.3                |                             |                                    |                          | -760.8          | -37.0         |
| 225         | Utilities                                     | 527.9                  | 1,627.4                | 2,301.0                | 4,114.0                | 7,184.3                |                             |                                    |                          | 5,557.0         | 341.5         |
| 226         | Fuel  | 708.1                  | 1,562.1                | 1,125.7                | 3,152.7                | 4,716.4                |                             |                                    |                          | 3,154.3         | 201.9         |
| 227-9       | Other Use of Goods and Services               | 6,192.8                | 10,896.2               | 3,834.0                | 9,409.9                | 15,554.1               |                             |                                    |                          | 4,658.0         | 42.7          |
| <b>23</b>   | <b>Interest (1) - operating budget</b>        | <b>39.7</b>            | <b>84.5</b>            | <b>6.3</b>             | <b>43.6</b>            | <b>90.4</b>            | <b>550</b>                  | <b>550</b>                         | <b>16.4</b>              | <b>5.9</b>      | <b>7.0</b>    |
| <b>24</b>   | <b>Social Transfers - operating budget</b>    | <b>1,999.0</b>         | <b>5,397.6</b>         | <b>2,946.6</b>         | <b>2,832.3</b>         | <b>8,322.8</b>         | <b>15,784</b>               | <b>15,784</b>                      | <b>52.7</b>              | <b>2,925.2</b>  | <b>54.2</b>   |
| 242         | Subsidies                                     | 0.0                    | 0.0                    | 1,000.0                | 0.0                    | 1,000.0                |                             |                                    |                          | 1,000.0         | N/A           |
| 245         | Grants  | 5.5                    | 34.1                   | 13.8                   | 180.0                  | 194.9                  |                             |                                    |                          | 160.8           | 471.6         |
| 247         | Social Security                               | 1,936.7                | 5,114.3                | 1,910.4                | 2,657.9                | 6,804.7                |                             |                                    |                          | 1,690.4         | 33.1          |
| 248-9       | Other Social Transfers                        | 56.7                   | 249.2                  | 22.5                   | -5.6                   | 323.2                  |                             |                                    |                          | 74.0            | 29.7          |
| <b>25</b>   | <b>ACQUISITION OF ASSETS</b>                  |                        |                        |                        |                        |                        |                             |                                    |                          |                 |               |
| <b>25</b>   | <b>Gross Acquisition of Nonfinancial</b>      | <b>10,495.6</b>        | <b>21,781.4</b>        | <b>10,594.2</b>        | <b>20,299.6</b>        | <b>35,463.9</b>        | <b>N/A</b>                  | <b>72,979</b>                      | <b>48.6</b>              | <b>13,682.5</b> | <b>62.8</b>   |
|             | <i>of which operating budget</i>              | <b>582.8</b>           | <b>1,111.6</b>         | <b>831.0</b>           | <b>2,800.8</b>         | <b>3,815.5</b>         | <b>7,677</b>                | <b>8,039</b>                       | <b>47.5</b>              | <b>2,703.9</b>  | <b>243.2</b>  |
| <b>25*</b>  | <b>Net Acquisition of Nonfinancial Assets</b> | <b>10,485.8</b>        | <b>21,739.6</b>        | <b>10,536.3</b>        | <b>20,278.9</b>        | <b>35,287.1</b>        |                             |                                    |                          | <b>13,547.5</b> | <b>62.3</b>   |
| 150         | Sale of Land and Buildings                    | -9.8                   | -41.8                  | -57.8                  | -20.8                  | -176.8                 |                             |                                    |                          | -135.0          | 323.1         |
| 251         | Buildings and Structures                      | 4,732.3                | 10,013.3               | 6,168.2                | 11,453.4               | 21,755.7               |                             |                                    |                          | 11,742.5        | 117.3         |
| 252         | Machinery / Equipment (>50,000)               | 1,788.0                | 3,311.5                | 1,119.2                | 4,679.4                | 6,102.7                |                             |                                    |                          | 2,791.1         | 84.3          |
| 257         | Valuables                                     | 0.8                    | 3.9                    | 12.2                   | 0.8                    | 13.1                   |                             |                                    |                          | 9.1             | 232.7         |
| 258         | Land  | 14.8                   | 144.0                  | 3.7                    | 292.8                  | 318.6                  |                             |                                    |                          | 174.5           | 121.2         |
| 259         | Capital Advance Payments                      | 3,959.7                | 8,308.6                | 3,290.8                | 3,873.2                | 7,273.9                |                             |                                    |                          | -1,034.7        | -12.5         |

Source: FPD using AFMIS data downloaded on the 12 February 2013

1/ Interest Only. Does not include loan principal payments

2/ Proceeds from sale of fixed assets are netted off from the total

3/ Budget and MYR figures of core budget are not available for goods and services (code 21) and capital (code 25) as the published development budget is not broken down into these categories.

4/ Total allocated budget is the same as the approved Budget ceiling. However, individual items for current allocated Budget do not add up to total published budget as they do not include contingency reserves not yet transferred to budgetary units. Published budget figures are used for interest (code 23) and subsidies and transfers (code 24).

**Table 6.3b - Operating Budget Expenditures**

| Core        | In millions of Afghanis                         | 1390            | 1390            | 1391            | 1391            | 1391            | 1391             | Comparison to Budget |                  |             | 1391 Comparison |              |
|-------------|---|-----------------|-----------------|-----------------|-----------------|-----------------|------------------|----------------------|------------------|-------------|-----------------|--------------|
|             |   | Qtr 3           | Qtr 3           | Qtr 1           | Qtr 2           | Qtr 3           | Qtr 3            | Budget or            | Current          | %           | to 1390 YTD     |              |
|             |   | Actual          | Actual          | Prelim          | Prelim          | Prelim          | Prelim           | MYR                  | Allocated        | Allocated   | Change          | Increase     |
|             |   | Qtr             | YTD             | Qtr             | Qtr             | Qtr             | YTD              | Ceiling              | Budget (3)       | Budget      |                 |              |
| <b>2</b>    | <b>TOTAL GROSS EXPENDITURES</b>                 | <b>38,784.2</b> | <b>97,578.3</b> | <b>30,834.4</b> | <b>44,526.3</b> | <b>60,440.9</b> | <b>135,801.6</b> | <b>157,081.6</b>     | <b>164,179.7</b> | <b>82.7</b> | <b>38,223.3</b> | <b>39.2</b>  |
| <b>2*</b>   | <b>TOTAL NET EXPENDITURES (2)</b>               | <b>38,774.3</b> | <b>97,536.5</b> | <b>30,736.2</b> | <b>44,468.5</b> | <b>60,420.1</b> | <b>135,624.8</b> |                      |                  |             | <b>38,088.3</b> | <b>39.1</b>  |
| <b>2-25</b> | <b>RECURRENT EXPENDITURES</b>                   | <b>38,201.4</b> | <b>96,466.7</b> | <b>30,650.7</b> | <b>43,695.3</b> | <b>57,640.0</b> | <b>131,986.1</b> | <b>149,405.1</b>     | <b>156,140.3</b> | <b>84.5</b> | <b>35,519.4</b> | <b>36.8</b>  |
| <b>21</b>   | <b>Compensation of Employees</b>                | <b>28,490.3</b> | <b>76,574.2</b> | <b>25,509.4</b> | <b>34,388.8</b> | <b>38,492.3</b> | <b>98,390.6</b>  | <b>102,172.4</b>     | <b>103,596.9</b> | <b>95.0</b> | <b>21,816.4</b> | <b>28.5</b>  |
| 211-3       | Wages and Salaries                              | 28,267.1        | 75,980.1        | 25,327.6        | 34,127.8        | 38,179.2        | 97,634.6         |                      |                  |             | 21,654.5        | 28.5         |
| 214-5       | Social Benefits                                 | 223.1           | 594.2           | 181.8           | 261.0           | 313.1           | 756.0            |                      |                  |             | 161.8           | 27.2         |
| <b>22</b>   | <b>Use of Goods and Services</b>                | <b>7,672.4</b>  | <b>14,410.4</b> | <b>2,557.0</b>  | <b>6,353.5</b>  | <b>16,271.8</b> | <b>25,182.3</b>  | <b>30,898.7</b>      | <b>36,209.4</b>  | <b>69.5</b> | <b>10,772.0</b> | <b>74.8</b>  |
| 221         | Travel  | 435.4           | 975.5           | 229.7           | 532.3           | 387.4           | 1,149.4          |                      |                  |             | 173.9           | 17.8         |
| 222         | Communications                                  | 176.9           | 431.4           | 0.0             | 0.0             | 0.0             | 0.0              |                      |                  |             | -431.4          | -100.0       |
| 223         | Contracted Services                             | 61.6            | 180.5           | 104.7           | 190.7           | 229.9           | 525.2            |                      |                  |             | 344.7           | 190.9        |
| 224         | Repairs and Maintenance                         | 1,192.1         | 1,902.6         | 120.5           | 241.2           | 777.5           | 1,139.2          |                      |                  |             | -763.4          | -40.1        |
| 225         | Utilities                                       | 525.2           | 1,623.3         | 758.7           | 2,210.0         | 4,006.8         | 6,975.6          |                      |                  |             | 5,352.3         | 329.7        |
| 226         | Fuel  | 699.3           | 1,535.2         | 434.0           | 1,105.0         | 3,107.2         | 4,646.2          |                      |                  |             | 3,111.1         | 202.7        |
| 227-9       | Other Use of Goods and Services                 | 4,581.8         | 7,761.9         | 909.4           | 2,074.2         | 7,763.0         | 10,746.6         |                      |                  |             | 2,984.8         | 38.5         |
| <b>23</b>   | <b>Interest (1)</b>                             | <b>39.7</b>     | <b>84.5</b>     | <b>40.4</b>     | <b>6.3</b>      | <b>43.6</b>     | <b>90.4</b>      | <b>550.0</b>         | <b>550.0</b>     | <b>16.4</b> | <b>5.9</b>      | <b>7.0</b>   |
| <b>24</b>   | <b>Social Transfers</b>                         | <b>1,999.0</b>  | <b>5,397.6</b>  | <b>2,543.9</b>  | <b>2,946.6</b>  | <b>2,832.3</b>  | <b>8,322.8</b>   | <b>15,784.0</b>      | <b>15,784.0</b>  | <b>52.7</b> | <b>2,925.2</b>  | <b>54.2</b>  |
| 242         | Subsidies                                       | 0.0             | 0.0             | 0.0             | 1,000.0         | 0.0             | 1,000.0          |                      |                  |             | 1,000.0         | N/A          |
| 245         | Grants  | 5.5             | 34.1            | 1.1             | 13.8            | 180.0           | 194.9            |                      |                  |             | 160.8           | 471.6        |
| 247         | Social Security                                 | 1,936.7         | 5,114.3         | 2,236.4         | 1,910.4         | 2,657.9         | 6,804.7          |                      |                  |             | 1,690.4         | 33.1         |
| 248-9       | Other Social Transfers                          | 56.7            | 249.2           | 306.4           | 22.5            | -5.6            | 323.2            |                      |                  |             | 74.0            | 29.7         |
| 248         | Social Assistance                               | 58.3            | 185.3           | 106.4           | 22.5            | 22.1            | 151.0            |                      |                  |             | -34.4           | -18.5        |
| 249         | Advance Subsidies, Grants                       | -1.5            | 63.9            | 200.0           | 0.0             | -27.7           | 172.3            |                      |                  |             | 108.3           | 169.5        |
| <b>25</b>   | <b>ACQUISITION OF ASSETS</b>                    |                 |                 |                 |                 |                 |                  |                      |                  |             |                 |              |
| <b>25</b>   | <b>Gross Acquisition of Nonfinancial Assets</b> | <b>582.8</b>    | <b>1,111.6</b>  | <b>183.6</b>    | <b>831.0</b>    | <b>2,800.8</b>  | <b>3,815.5</b>   | <b>7,676.5</b>       | <b>8,039.4</b>   | <b>47.5</b> | <b>2,703.9</b>  | <b>243.2</b> |
| <b>25*</b>  | <b>(2)</b>                                      | <b>573.0</b>    | <b>1,069.8</b>  | <b>85.5</b>     | <b>773.2</b>    | <b>2,780.1</b>  | <b>3,638.7</b>   |                      |                  |             | <b>2,568.9</b>  | <b>240.1</b> |
| 150         | Sale of Land and Buildings                      | -9.8            | -41.8           | -98.1           | -57.8           | -20.8           | -176.8           |                      |                  |             | -135.0          | 323.1        |
| 251         | Buildings and Structures                        | 197.9           | 411.0           | 32.1            | 163.6           | 1,307.6         | 1,503.3          |                      |                  |             | 1,092.3         | 265.8        |
| 252         | Machinery / Equipment (>50,000)                 | 355.6           | 501.9           | 126.1           | 650.3           | 1,329.4         | 2,105.8          |                      |                  |             | 1,604.0         | 319.6        |
| 257         | Valuables                                       | 0.8             | 0.9             | 0.0             | 11.1            | 0.8             | 11.9             |                      |                  |             | 11.0            | 1,191.2      |
| 258         | Land  | 7.7             | 127.3           | 21.6            | 4.2             | 160.9           | 186.7            |                      |                  |             | 59.4            | 46.6         |
| 259         | Capital Advance Payments                        | 20.7            | 70.5            | 3.8             | 1.8             | 2.1             | 7.7              |                      |                  |             | -62.8           | -89.0        |

Source: FPD using AFMIS data downloaded on the 12 February 2013, and Central Statistical Office for GDP data.

1/ Interest Only. Does not include loan principal payments

2/ Proceeds from sale of fixed assets are netted off from the total

3/ Total allocated budget is the same as the approved Budget ceiling. However, individual items for current allocated Budget do not add up to total published budget as they do not include contingency reserves not yet transferred to budgetary units. Published budget figures are used for interest (code 23) and subsidies and transfers (code 24).

**Table 6.3c - Development Budget Expenditures**

| Core        | In millions of Afghanis                           | 1390            | 1390            | 1391           | 1391            | 1391            | 1391            | Comparison to Budget |                  |             | 1391 Comparison to |             |
|-------------|---|-----------------|-----------------|----------------|-----------------|-----------------|-----------------|----------------------|------------------|-------------|--------------------|-------------|
|             |   | Qtr 3           | Qtr 3           | Qtr 1          | Qtr 2           | Qtr 3           | Qtr 3           | Budget or            | Current          | %           | 1390 YTD           |             |
|             |   | Actual          | Actual          | Prelim         | Prelim          | Prelim          | Prelim          | MYR                  | Allocated        | Allocated   | Change             | % Increase  |
|             |   | Qtr             | YTD             | Qtr            | Qtr             | Qtr             | YTD             | Ceiling (3)          | Budget (4)       | Budget      |                    |             |
| <b>2</b>    | <b>TOTAL GROSS EXPENDITURES</b>                   | <b>15,429.0</b> | <b>32,351.3</b> | <b>7,557.9</b> | <b>19,276.1</b> | <b>26,480.6</b> | <b>53,314.5</b> | <b>107,350.1</b>     | <b>107,350.1</b> | <b>49.7</b> | <b>20,963.2</b>    | <b>64.8</b> |
|             | Discretionary Budget                              | 4,062.3         | 8,195.6         | 2,067.7        | 5,217.7         | 7,551.7         | 14,837.1        | 32,095.0             | 32,095.0         | 46.2        | 6,641.5            | 81.0        |
|             | Non-discretionary Budget                          | 11,366.7        | 24,155.7        | 5,490.2        | 14,058.3        | 18,928.9        | 38,477.4        | 75,255.1             | 75,255.1         | 51.1        | 14,321.7           | 59.3        |
| <b>2*</b>   | <b>TOTAL NET EXPENDITURES (2)</b>                 | <b>15,429.0</b> | <b>32,351.3</b> | <b>7,557.9</b> | <b>19,276.1</b> | <b>26,480.6</b> | <b>53,314.5</b> |                      |                  |             | <b>20,963.2</b>    | <b>64.8</b> |
| <b>2-25</b> | <b>RECURRENT EXPENDITURES</b>                     | <b>5,516.2</b>  | <b>11,681.6</b> | <b>3,171.4</b> | <b>9,512.9</b>  | <b>8,981.8</b>  | <b>21,666.1</b> | <b>N/A</b>           | <b>40,303.1</b>  | <b>53.8</b> | <b>9,984.6</b>     | <b>85.5</b> |
|             | <b>Compensation of Employees</b>                  | <b>0.0</b>      | <b>0.0</b>      | <b>0.0</b>     | <b>0.0</b>      | <b>0.0</b>      | <b>0.0</b>      | <b>0.0</b>           | <b>0.0</b>       | <b>-</b>    | <b>0.0</b>         | <b>N/A</b>  |
| 211-3       | Wages and Salaries                                | 0.0             | 0.0             | 0.0            | 0.0             | 0.0             | 0.0             |                      |                  |             |                    |             |
| 214-5       | Social Benefits                                   | 0.0             | 0.0             | 0.0            | 0.0             | 0.0             | 0.0             |                      |                  |             |                    |             |
|             | <b>Use of Goods and Services</b>                  | <b>5,516.2</b>  | <b>11,681.6</b> | <b>3,171.4</b> | <b>9,512.9</b>  | <b>8,981.8</b>  | <b>21,666.1</b> | <b>N/A</b>           | <b>40,303.1</b>  | <b>53.8</b> | <b>9,984.6</b>     | <b>85.5</b> |
| 221         | Travel  | 118.8           | 194.0           | 44.4           | 107.7           | 229.7           | 381.7           |                      |                  |             | 187.8              | 96.8        |
| 222         | Communications                                    | 46.4            | 94.6            | 0.0            | 0.0             | 0.0             | 0.0             |                      |                  |             | -94.6              | -100.0      |
| 223         | Contracted Services                               | 3,643.8         | 8,076.1         | 1,704.0        | 7,488.5         | 6,851.3         | 16,043.8        |                      |                  |             | 7,967.7            | 98.7        |
| 224         | Repairs and Maintenance                           | 84.7            | 151.5           | 7.7            | 45.3            | 101.1           | 154.1           |                      |                  |             | 2.6                | 1.7         |
| 225         | Utilities   | 2.7             | 4.1             | 10.6           | 91.0            | 107.2           | 208.8           |                      |                  |             | 204.7              | 4,996.9     |
| 226         | Fuel  | 8.8             | 26.9            | 4.0            | 20.7            | 45.5            | 70.2            |                      |                  |             | 43.3               | 160.6       |
| 227-9       | Other Use of Goods and Services                   | 1,611.0         | 3,134.3         | 1,400.7        | 1,759.8         | 1,647.0         | 4,807.5         |                      |                  |             | 1,673.2            | 53.4        |
| <b>23</b>   | <b>Interest (1)</b>                               | <b>0.0</b>      | <b>0.0</b>      | <b>0.0</b>     | <b>0.0</b>      | <b>0.0</b>      | <b>0.0</b>      | <b>0.0</b>           | <b>0.0</b>       | <b>-</b>    | <b>0.0</b>         | <b>N/A</b>  |
| <b>24</b>   | <b>Social Transfers</b>                           | <b>0.0</b>      | <b>0.0</b>      | <b>0.0</b>     | <b>0.0</b>      | <b>0.0</b>      | <b>0.0</b>      | <b>0.0</b>           | <b>0.0</b>       | <b>-</b>    | <b>0.0</b>         | <b>N/A</b>  |
| 242         | Subsidies   | 0.0             | 0.0             | 0.0            | 0.0             | 0.0             | 0.0             |                      |                  |             | 0.0                | N/A         |
| 245         | Grants  | 0.0             | 0.0             | 0.0            | 0.0             | 0.0             | 0.0             |                      |                  |             | 0.0                | N/A         |
| 247         | Social Security                                   | 0.0             | 0.0             | 0.0            | 0.0             | 0.0             | 0.0             |                      |                  |             | 0.0                | N/A         |
| 248-9       | Other Social Transfers                            | 0.0             | 0.0             | 0.0            | 0.0             | 0.0             | 0.0             |                      |                  |             | 0.0                | N/A         |
| <b>25</b>   | <b>ACQUISITION OF ASSETS</b>                      |                 |                 |                |                 |                 |                 |                      |                  |             |                    |             |
|             | <b>Gross Acquisition of Nonfinancial Assets</b>   | <b>9,912.8</b>  | <b>20,669.7</b> | <b>4,386.5</b> | <b>9,763.1</b>  | <b>17,498.8</b> | <b>31,648.4</b> | <b>N/A</b>           | <b>64,990.0</b>  | <b>48.7</b> | <b>10,978.7</b>    | <b>53.1</b> |
| <b>25*</b>  | <b>Net Acquisition of Nonfinancial Assets (2)</b> | <b>9,912.8</b>  | <b>20,669.7</b> | <b>4,386.5</b> | <b>9,763.1</b>  | <b>17,498.8</b> | <b>31,648.4</b> |                      |                  |             | <b>10,978.7</b>    | <b>53.1</b> |
| 150         | Sale of Land and Buildings                        | 0.0             | 0.0             | 0.0            | 0.0             | 0.0             | 0.0             |                      |                  |             | 0.0                | N/A         |
| 251         | Buildings and Structures                          | 4,534.3         | 9,602.3         | 4,102.1        | 6,004.5         | 10,145.8        | 20,252.4        |                      |                  |             | 10,650.1           | 110.9       |
| 252         | Machinery / Equipment (>50,000)                   | 1,432.4         | 2,809.7         | 177.9          | 468.9           | 3,350.0         | 3,996.8         |                      |                  |             | 1,187.2            | 42.3        |
| 257         | Valuables   | 0.0             | 3.0             | 0.0            | 1.1             | 0.0             | 1.1             |                      |                  |             | -1.9               | -62.2       |
| 258         | Land  | 7.1             | 16.7            | 0.4            | -0.4            | 131.9           | 131.9           |                      |                  |             | 115.2              | 688.3       |
| 259         | Capital Advance Payments                          | 3,939.0         | 8,238.1         | 106.0          | 3,289.0         | 3,871.1         | 7,266.1         |                      |                  |             | -971.9             | -11.8       |

Source: FPD using AFMIS data downloaded on the 12 February 2013

1/ Interest Only. Does not include loan principal payments

2/ Proceeds from sale of fixed assets are netted off from the total

3/ Budget and MYR figures of core budget are not available for goods and services (code 21) and capital (code 25) as the published development budget is not broken down into these categories.

4/ Total allocated budget is the same as the approved Budget ceiling. However, individual items for current allocated Budget do not add up to total published budget as they do not include contingency reserves not yet transferred to budgetary units. Published budget figures are used for interest (code 23) and subsidies and transfers (code 24).



**Table 6.4 – Total Core Budget Expenditures by Afghanistan National Development Strategy Pillar**

| In millions of Afghanis   | 1390            | 1390             | 1391            | 1391            | 1391             | Comparison to Budget |                  |             | 1391 Comparison to |             |
|---|-----------------|------------------|-----------------|-----------------|------------------|----------------------|------------------|-------------|--------------------|-------------|
|   | Qtr 3           | Qtr 3            | Qtr 2           | Qtr 3           | Qtr 3            | Budget or            | Current          | %           | 1390 YTD           |             |
|   | Actual          | Actual           | Prelim          | Prelim          | Prelim           | MYR                  | Allocated        | Allocated   | Change             | Increase    |
|   | Qtr             | YTD              | Qtr             | Qtr             | YTD              | Ceiling              | Budget (1)       | Budget      |                    |             |
| <b>TOTAL GROSS EXPENDITURES</b>                                 | <b>54,024.8</b> | <b>129,837.1</b> | <b>63,782.6</b> | <b>86,940.2</b> | <b>190,244.7</b> | <b>264,905.5</b>     | <b>264,905.5</b> | <b>71.8</b> | <b>60,407.7</b>    | <b>46.5</b> |
| Operating Budget  | 38,742.2        | 96,241.2         | 44,526.3        | 60,440.9        | 136,145.9        | 157,555.4            | 157,555.4        | 86.4        | 39,904.7           | 41.5        |
| Development Budget  | 15,283.6        | 33,596.9         | 19,256.3        | 26,499.3        | 53,995.7         | 107,350.1            | 107,350.1        | 50.3        | 20,398.8           | 60.7        |
| <b>Security</b>   | <b>21,382.9</b> | <b>55,508.9</b>  | <b>28,323.6</b> | <b>35,082.9</b> | <b>82,245.4</b>  | <b>101,090.9</b>     | <b>101,402.0</b> | <b>81.1</b> | <b>26,736.5</b>    | <b>48.2</b> |
| Operating Budget  | 21,304.4        | 55,371.0         | 28,090.6        | 34,752.1        | 81,679.4         | 100,201.8            | 100,512.9        | 81.3        | 26,308.4           | 47.5        |
| Development Budget  | 78.5            | 137.9            | 233.0           | 330.8           | 566.0            | 889.1                | 889.1            | 63.7        | 428.1              | 310.4       |
| <b>Total Governance, Rule of Law and Human Rights</b>           | <b>2,943.2</b>  | <b>9,183.0</b>   | <b>3,206.9</b>  | <b>4,498.0</b>  | <b>11,378.9</b>  | <b>10,480.9</b>      | <b>11,988.1</b>  | <b>94.9</b> | <b>2,195.8</b>     | <b>23.9</b> |
| Operating Budget  | 2,446.3         | 6,764.6          | 2,780.2         | 3,604.5         | 9,168.1          | 7,814.9              | 9,502.4          | 96.5        | 2,403.5            | 35.5        |
| Development Budget  | 496.9           | 2,418.4          | 426.7           | 893.5           | 2,107.7          | 2,666.0              | 2,666.0          | 79.1        | -310.8             | -12.8       |
| <b>Total Infrastructure and Natural Resources</b>               | <b>7,333.0</b>  | <b>14,785.6</b>  | <b>9,350.2</b>  | <b>11,884.0</b> | <b>26,345.8</b>  | <b>48,817.3</b>      | <b>49,131.1</b>  | <b>53.6</b> | <b>11,560.2</b>    | <b>78.2</b> |
| Operating Budget  | 1,484.9         | 2,803.4          | 1,129.7         | 1,401.2         | 3,121.3          | 2,986.5              | 3,300.3          | 94.6        | 317.9              | 11.3        |
| Development Budget  | 5,848.1         | 11,982.2         | 8,220.5         | 10,482.7        | 23,224.5         | 45,830.8             | 45,830.8         | 50.7        | 11,242.4           | 93.8        |
| <b>Total Education</b>  | <b>7,745.4</b>  | <b>20,525.7</b>  | <b>9,604.1</b>  | <b>12,462.8</b> | <b>27,600.3</b>  | <b>34,772.9</b>      | <b>35,765.0</b>  | <b>77.2</b> | <b>7,074.6</b>     | <b>34.5</b> |
| Operating Budget  | 6,380.0         | 17,440.9         | 8,265.1         | 9,988.0         | 23,340.4         | 22,706.6             | 23,698.7         | 98.5        | 5,899.5            | 33.8        |
| Development Budget  | 1,365.3         | 3,084.8          | 1,339.0         | 2,474.8         | 4,259.9          | 12,066.3             | 12,066.3         | 35.3        | 1,175.1            | 38.1        |
| <b>Total Health</b>   | <b>1,762.1</b>  | <b>4,446.4</b>   | <b>2,712.2</b>  | <b>2,864.4</b>  | <b>6,363.2</b>   | <b>10,331.0</b>      | <b>10,248.8</b>  | <b>62.1</b> | <b>1,916.8</b>     | <b>43.1</b> |
| Operating Budget  | 505.8           | 1,417.8          | 600.4           | 789.2           | 1,799.2          | 2,080.5              | 1,998.2          | 90.0        | 381.4              | 26.9        |
| Development Budget  | 1,256.2         | 3,028.6          | 2,111.8         | 2,075.3         | 4,564.0          | 8,250.5              | 8,250.5          | 55.3        | 1,535.3            | 50.7        |
| <b>Total Agriculture and Rural Development</b>                  | <b>5,542.1</b>  | <b>12,012.2</b>  | <b>6,304.7</b>  | <b>8,932.6</b>  | <b>17,193.7</b>  | <b>28,897.4</b>      | <b>29,010.7</b>  | <b>59.3</b> | <b>5,181.5</b>     | <b>43.1</b> |
| Operating Budget  | 468.2           | 1,262.8          | 474.0           | 598.5           | 1,427.1          | 1,396.4              | 1,509.8          | 94.5        | 164.3              | 13.0        |
| Development Budget  | 5,074.0         | 10,749.4         | 5,830.7         | 8,334.1         | 15,766.6         | 27,500.9             | 27,500.9         | 57.3        | 5,017.2            | 46.7        |
| <b>Total Social Protection</b>                                  | <b>2,583.2</b>  | <b>6,571.9</b>   | <b>2,703.2</b>  | <b>3,327.5</b>  | <b>8,728.8</b>   | <b>2,721.2</b>       | <b>9,406.9</b>   | <b>92.8</b> | <b>2,156.9</b>     | <b>32.8</b> |
| Operating Budget  | 2,384.2         | 6,193.4          | 2,409.8         | 3,039.6         | 8,041.2          | 1,581.3              | 8,267.0          | 97.3        | 1,847.8            | 29.8        |
| Development Budget  | 199.0           | 378.5            | 293.4           | 287.8           | 687.6            | 1,139.9              | 1,139.9          | 60.3        | 309.1              | 81.7        |
| <b>Total Economic Governance and Private Sector Development</b> | <b>4,732.8</b>  | <b>6,803.4</b>   | <b>1,577.7</b>  | <b>7,888.0</b>  | <b>10,388.7</b>  | <b>6,834.2</b>       | <b>12,749.1</b>  | <b>81.5</b> | <b>3,585.3</b>     | <b>52.7</b> |
| Operating Budget  | 3,768.3         | 4,987.4          | 776.5           | 6,267.7         | 7,569.3          | 1,979.6              | 7,894.4          | 95.9        | 2,582.0            | 51.8        |
| Development Budget  | 964.5           | 1,816.0          | 801.2           | 1,620.3         | 2,819.4          | 4,854.7              | 4,854.7          | 58.1        | 1,003.3            | 55.2        |
| <b>Total Unclassified</b>                                       | <b>0.0</b>      | <b>0.0</b>       | <b>0.0</b>      | <b>0.0</b>      | <b>0.0</b>       | <b>20,959.7</b>      | <b>8,750.0</b>   | <b>0.0</b>  | <b>0.0</b>         | <b>N/A</b>  |
| Operating Budget  | 0.0             | 0.0              | 0.0             | 0.0             | 0.0              | 16,807.7             | 0.0              | -           | 0.0                | N/A         |
| Development Budget  | 1.0             | 1.0              | 0.0             | 0.0             | 0.0              | 4,152.0              | 4,152.0          | 0.0         | -1.0               | -100.0      |

Source: FPD using AFMIS data downloaded on the 12 February 2013

(1) For individual Ministries (not the total budget), allocated operating Budget may not equal the approved budget, as funds are allocated from contingency reserve during the year. Allocated budget for the development budget is the same as the latest approved budget.

**Table 6.5a – Total Core Budget Gross Expenditures by Ministry**

| Code      | In millions of Afghanis                                  | 1390                   | 1390                   | 1391                   | 1391                   | 1391                   | Comparison to Budget        |                                    |                          | 1391 Comparison to |               |
|-----------|--|------------------------|------------------------|------------------------|------------------------|------------------------|-----------------------------|------------------------------------|--------------------------|--------------------|---------------|
|           |  | Qtr 3<br>Actual<br>Qtr | Qtr 3<br>Actual<br>YTD | Qtr 2<br>Prelim<br>Qtr | Qtr 3<br>Prelim<br>Qtr | Qtr 3<br>Prelim<br>YTD | Budget or<br>MYR<br>Ceiling | Current<br>Allocated<br>Budget (1) | %<br>Allocated<br>Budget | 1390 YTD<br>Change | %<br>Increase |
| <b>25</b> | <b>TOTAL GROSS EXPENDITURES</b>                          | <b>54,024.8</b>        | <b>129,837.1</b>       | <b>63,782.6</b>        | <b>86,940.2</b>        | <b>190,244.7</b>       | <b>264,905.5</b>            | <b>264,905.5</b>                   | <b>71.8</b>              | <b>60,407.7</b>    | <b>46.5</b>   |
|           | Operating Budget   | 38,742.2               | 96,241.2               | 44,526.3               | 60,440.9               | 136,145.9              | 157,555.4                   | 157,555.4                          | 86.4                     | 39,904.7           | 41.5          |
|           | Development Budget                                       | 15,283.6               | 33,596.9               | 19,256.3               | 26,499.3               | 53,998.8               | 107,350.1                   | 107,350.1                          | 50.3                     | 20,398.8           | 60.7          |
| <b>26</b> | <b>Ministry of Interior</b>                              | <b>8,861.1</b>         | <b>23,359.8</b>        | <b>13,171.2</b>        | <b>16,295.8</b>        | <b>36,336.1</b>        | <b>41,729.1</b>             | <b>41,682.5</b>                    | <b>87.2</b>              | <b>12,976.2</b>    | <b>55.5</b>   |
|           | Operating Budget   | 8,833.5                | 23,314.7               | 13,135.7               | 16,201.0               | 36,205.5               | 41,443.8                    | 41,397.2                           | 87.5                     | 12,890.8           | 55.3          |
|           | Development Budget                                       | 27.6                   | 45.1                   | 35.4                   | 94.7                   | 130.6                  | 285.4                       | 285.4                              | 45.8                     | 85.4               | 189.3         |
| <b>22</b> | <b>Ministry of Defence</b>                               | <b>10,159.6</b>        | <b>26,314.4</b>        | <b>12,372.1</b>        | <b>15,590.8</b>        | <b>37,507.9</b>        | <b>51,243.3</b>             | <b>51,027.1</b>                    | <b>73.5</b>              | <b>11,193.5</b>    | <b>42.5</b>   |
|           | Operating Budget   | 10,152.4               | 26,307.2               | 12,367.6               | 15,573.8               | 37,485.5               | 51,215.9                    | 50,999.7                           | 73.5                     | 11,178.3           | 42.5          |
|           | Development Budget                                       | 7.2                    | 7.2                    | 4.5                    | 17.0                   | 22.4                   | 27.4                        | 27.4                               | 81.9                     | 15.2               | 210.9         |
| <b>23</b> | <b>Ministry of Foreign Affairs</b>                       | <b>711.3</b>           | <b>1,671.8</b>         | <b>836.0</b>           | <b>1,074.6</b>         | <b>2,452.9</b>         | <b>2,323.2</b>              | <b>2,625.5</b>                     | <b>93.4</b>              | <b>781.1</b>       | <b>46.7</b>   |
|           | Operating Budget   | 686.2                  | 1,645.0                | 836.0                  | 1,074.6                | 2,452.9                | 2,323.2                     | 2,625.5                            | 94.9                     | 449.3              | 27.3          |
|           | Development Budget                                       | 25.1                   | 26.8                   | 180.0                  | 177.8                  | 358.6                  | 419.6                       | 419.6                              | 85.5                     | 331.8              | 1,237.7       |
| <b>15</b> | <b>Presidential Protective Service</b>                   | <b>287.1</b>           | <b>760.8</b>           | <b>255.1</b>           | <b>307.8</b>           | <b>812.3</b>           | <b>733.9</b>                | <b>913.3</b>                       | <b>88.9</b>              | <b>51.6</b>        | <b>6.8</b>    |
|           | Operating Budget   | 268.5                  | 708.2                  | 250.5                  | 304.9                  | 804.8                  | 641.4                       | 820.8                              | 98.1                     | 96.6               | 13.6          |
|           | Development Budget                                       | 18.6                   | 52.6                   | 4.6                    | 2.9                    | 7.5                    | 92.5                        | 92.5                               | 8.2                      | -45.0              | -85.6         |
| <b>64</b> | <b>General Directorate of National Security</b>          | <b>1,363.8</b>         | <b>3,402.1</b>         | <b>1,689.2</b>         | <b>1,814.0</b>         | <b>5,136.2</b>         | <b>5,061.4</b>              | <b>5,153.5</b>                     | <b>99.7</b>              | <b>1,734.1</b>     | <b>51.0</b>   |
|           | Operating Budget   | 1,363.8                | 3,395.9                | 1,680.7                | 1,775.6                | 5,089.3                | 4,997.2                     | 5,089.3                            | 100.0                    | 1,693.4            | 49.9          |
|           | Development Budget                                       | 0.0                    | 6.2                    | 8.5                    | 38.4                   | 46.9                   | 64.2                        | 64.2                               | 73.0                     | 40.7               | 656.7         |
|           | <b>Total Security</b>                                    | <b>21,382.9</b>        | <b>55,508.9</b>        | <b>28,323.6</b>        | <b>35,082.9</b>        | <b>82,245.4</b>        | <b>101,090.9</b>            | <b>101,402.0</b>                   | <b>81.1</b>              | <b>26,736.5</b>    | <b>48.2</b>   |
|           | Operating Budget   | 21,304.4               | 55,371.0               | 28,090.6               | 34,752.1               | 81,679.4               | 100,201.8                   | 100,512.9                          | 81.3                     | 26,308.4           | 47.5          |
|           | Development Budget                                       | 78.5                   | 137.9                  | 233.0                  | 330.8                  | 566.0                  | 889.1                       | 889.1                              | 63.7                     | 428.1              | 310.4         |
| <b>10</b> | <b>Presidents Office</b>                                 | <b>437.2</b>           | <b>1,150.8</b>         | <b>492.7</b>           | <b>713.2</b>           | <b>1,533.8</b>         | <b>1,729.3</b>              | <b>1,931.2</b>                     | <b>79.4</b>              | <b>383.0</b>       | <b>33.3</b>   |
|           | Operating Budget   | 392.9                  | 1,085.0                | 421.6                  | 582.8                  | 1,324.6                | 1,219.9                     | 1,421.8                            | 93.2                     | 239.6              | 22.1          |
|           | Development Budget                                       | 44.2                   | 65.7                   | 71.1                   | 130.4                  | 209.2                  | 509.4                       | 509.4                              | 41.1                     | 143.4              | 218.1         |
| <b>11</b> | <b>National Assembly Meshanro Jirga</b>                  | <b>132.8</b>           | <b>328.7</b>           | <b>103.3</b>           | <b>141.3</b>           | <b>387.2</b>           | <b>445.8</b>                | <b>470.9</b>                       | <b>82.2</b>              | <b>58.5</b>        | <b>17.8</b>   |
|           | Operating Budget   | 125.8                  | 305.7                  | 103.3                  | 131.3                  | 372.5                  | 355.5                       | 380.6                              | 97.9                     | 66.9               | 21.9          |
|           | Development Budget                                       | 7.0                    | 23.0                   | 0.0                    | 9.9                    | 14.6                   | 90.3                        | 90.3                               | 16.2                     | -8.4               | -36.5         |
| <b>12</b> | <b>National Assembly Wolesi Jirga</b>                    | <b>301.0</b>           | <b>747.5</b>           | <b>253.4</b>           | <b>330.3</b>           | <b>917.3</b>           | <b>903.2</b>                | <b>933.8</b>                       | <b>98.2</b>              | <b>169.8</b>       | <b>22.7</b>   |
|           | Operating Budget   | 297.7                  | 744.1                  | 253.4                  | 330.3                  | 917.3                  | 900.8                       | 931.4                              | 98.5                     | 173.2              | 23.3          |
|           | Development Budget                                       | 3.4                    | 3.4                    | 0.0                    | 0.0                    | 0.0                    | 2.4                         | 2.4                                | 0.0                      | -3.4               | -100.0        |
| <b>14</b> | <b>Supreme Court</b>                                     | <b>401.8</b>           | <b>1,003.7</b>         | <b>359.9</b>           | <b>460.6</b>           | <b>1,117.7</b>         | <b>1,119.7</b>              | <b>1,211.8</b>                     | <b>92.2</b>              | <b>114.0</b>       | <b>11.4</b>   |
|           | Operating Budget   | 339.6                  | 896.3                  | 330.2                  | 410.9                  | 1,034.4                | 965.9                       | 1,058.0                            | 97.8                     | 138.2              | 15.4          |
|           | Development Budget                                       | 62.3                   | 107.4                  | 29.7                   | 49.8                   | 83.2                   | 153.8                       | 153.8                              | 54.1                     | -24.2              | -22.5         |
| <b>50</b> | <b>Ministry of Justice</b>                               | <b>563.0</b>           | <b>1,528.1</b>         | <b>150.7</b>           | <b>202.7</b>           | <b>465.4</b>           | <b>727.9</b>                | <b>745.8</b>                       | <b>62.4</b>              | <b>-1,062.6</b>    | <b>-69.5</b>  |
|           | Operating Budget   | 507.6                  | 1,407.6                | 140.4                  | 174.9                  | 411.8                  | 420.4                       | 438.3                              | 94.0                     | -995.8             | -70.7         |
|           | Development Budget                                       | 55.4                   | 120.5                  | 10.3                   | 27.8                   | 53.7                   | 307.5                       | 307.5                              | 17.5                     | -66.8              | -55.5         |
| <b>13</b> | <b>Administrative Affairs</b>                            | <b>299.4</b>           | <b>1,091.4</b>         | <b>429.0</b>           | <b>456.8</b>           | <b>1,399.4</b>         | <b>632.7</b>                | <b>1,525.2</b>                     | <b>91.8</b>              | <b>308.1</b>       | <b>28.2</b>   |
|           | Operating Budget   | 270.9                  | 1,062.9                | 420.3                  | 384.6                  | 1,312.4                | 484.2                       | 1,376.7                            | 95.3                     | 249.5              | 23.5          |
|           | Development Budget                                       | 28.5                   | 28.5                   | 8.7                    | 72.2                   | 87.1                   | 148.5                       | 148.5                              | 58.6                     | 58.6               | 205.7         |
| <b>21</b> | <b>Ministry of State and Parliament Affairs</b>          | <b>22.5</b>            | <b>63.1</b>            | <b>32.3</b>            | <b>72.3</b>            | <b>121.3</b>           | <b>63.2</b>                 | <b>126.8</b>                       | <b>95.7</b>              | <b>58.3</b>        | <b>92.4</b>   |
|           | Operating Budget   | 22.5                   | 63.1                   | 32.3                   | 72.3                   | 121.3                  | 63.2                        | 126.8                              | 95.7                     | 58.3               | 92.4          |
|           | Development Budget                                       | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                         | 0.0                                | -                        | 0.0                | N/A           |
| <b>24</b> | <b>Ministry of Haj and Religious Affairs</b>             | <b>-242.9</b>          | <b>456.0</b>           | <b>151.3</b>           | <b>371.7</b>           | <b>610.5</b>           | <b>700.2</b>                | <b>703.3</b>                       | <b>86.8</b>              | <b>154.5</b>       | <b>33.9</b>   |
|           | Operating Budget   | -262.6                 | 391.9                  | 135.7                  | 270.9                  | 494.1                  | 536.9                       | 540.0                              | 91.5                     | 102.1              | 26.1          |
|           | Development Budget                                       | 19.7                   | 64.0                   | 15.6                   | 100.8                  | 116.4                  | 163.3                       | 163.3                              | 71.3                     | 52.4               | 81.8          |
| <b>51</b> | <b>Attorney General</b>                                  | <b>176.2</b>           | <b>537.1</b>           | <b>247.0</b>           | <b>300.2</b>           | <b>734.1</b>           | <b>829.7</b>                | <b>848.4</b>                       | <b>86.5</b>              | <b>197.0</b>       | <b>36.7</b>   |
|           | Operating Budget   | 164.8                  | 457.5                  | 244.1                  | 279.6                  | 706.8                  | 724.7                       | 743.3                              | 95.1                     | 249.3              | 54.5          |
|           | Development Budget                                       | 11.4                   | 79.6                   | 2.9                    | 20.5                   | 27.3                   | 105.1                       | 105.1                              | 26.0                     | -52.3              | -65.7         |
| <b>72</b> | <b>Election Commission</b>                               | <b>24.1</b>            | <b>61.9</b>            | <b>24.4</b>            | <b>37.5</b>            | <b>82.6</b>            | <b>86.1</b>                 | <b>87.5</b>                        | <b>94.0</b>              | <b>20.7</b>        | <b>33.4</b>   |
|           | Operating Budget   | 24.1                   | 61.9                   | 24.4                   | 36.2                   | 81.2                   | 86.1                        | 87.5                               | 92.8                     | 19.3               | 31.2          |
|           | Development Budget                                       | 0.0                    | 0.0                    | 0.0                    | 1.4                    | 1.4                    | 0.0                         | 0.0                                | -                        | 1.4                | N/A           |
| <b>62</b> | <b>IARCSC</b>  | <b>215.4</b>           | <b>497.0</b>           | <b>166.9</b>           | <b>193.1</b>           | <b>1,163.7</b>         | <b>220.0</b>                | <b>247.9</b>                       | <b>469.4</b>             | <b>666.7</b>       | <b>134.1</b>  |
|           | Operating Budget   | 78.3                   | 199.1                  | 86.1                   | 91.4                   | 523.5                  | 205.2                       | 413.5                              | 126.6                    | 324.4              | 163.0         |
|           | Development Budget                                       | 137.1                  | 298.0                  | 80.7                   | 101.7                  | 640.2                  | 14.8                        | 14.8                               | 4,332.7                  | 342.3              | 114.9         |
| <b>85</b> | <b>Independent Commission for Overseeing the Impleme</b> | <b>78.3</b>            | <b>199.1</b>           | <b>86.1</b>            | <b>91.4</b>            | <b>523.5</b>           | <b>411.7</b>                | <b>413.5</b>                       | <b>126.6</b>             | <b>324.4</b>       | <b>163.0</b>  |
|           | Operating Budget   | 12.2                   | 21.4                   | 14.8                   | 26.9                   | 106.4                  | 53.7                        | 55.5                               | 191.7                    | 85.0               | 397.5         |
|           | Development Budget                                       | 66.1                   | 177.7                  | 71.3                   | 64.5                   | 417.1                  | 358.0                       | 358.0                              | 116.5                    | 239.4              | 134.7         |
| <b>67</b> | <b>The High office of Oversight and Anti Corruption</b>  | <b>27.5</b>            | <b>69.9</b>            | <b>34.9</b>            | <b>87.5</b>            | <b>247.9</b>           | <b>132.8</b>                | <b>151.8</b>                       | <b>163.3</b>             | <b>178.0</b>       | <b>254.9</b>  |
|           | Operating Budget   | 25.9                   | 68.2                   | 34.9                   | 47.5                   | 104.7                  | 88.3                        | 107.3                              | 97.6                     | 36.5               | 53.5          |
|           | Development Budget                                       | 1.6                    | 1.6                    | 0.0                    | 40.0                   | 40.0                   | 44.6                        | 44.6                               | 89.8                     | 38.4               | 2,381.1       |
| <b>59</b> | <b>Independent Directorate of Local Governance</b>       | <b>504.2</b>           | <b>1,442.1</b>         | <b>674.9</b>           | <b>1,039.2</b>         | <b>2,074.4</b>         | <b>2,428.4</b>              | <b>2,540.2</b>                     | <b>81.7</b>              | <b>632.3</b>       | <b>43.8</b>   |
|           | Operating Budget   | 443.8                  | 0.0                    | 538.7                  | 764.8                  | 1,657.0                | 1,710.1                     | 1,821.9                            | 90.9                     | 1,657.0            | N/A           |
|           | Development Budget                                       | 60.3                   | 1,442.1                | 136.2                  | 274.4                  | 417.4                  | 718.3                       | 718.3                              | 58.1                     | -1,024.7           | -71.1         |
| <b>74</b> | <b>Legal Training Center</b>                             | <b>2.7</b>             | <b>6.9</b>             | <b>0.0</b>             | <b>0.0</b>             | <b>0.0</b>             | <b>50.0</b>                 | <b>50.0</b>                        | <b>0.0</b>               | <b>-6.9</b>        | <b>-100.0</b> |
|           | Operating Budget   | 2.7                    | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                         | 0.0                                | -                        | 0.0                | N/A           |
|           | Development Budget                                       | 0.0                    | 6.9                    | 0.0                    | 0.0                    | 0.0                    | 50.0                        | 50.0                               | 0.0                      | -6.9               | -100.0        |
|           | <b>Total Governance, Rule of Law and Human Rights</b>    | <b>2,943.2</b>         | <b>9,183.0</b>         | <b>3,206.9</b>         | <b>4,498.0</b>         | <b>11,378.9</b>        | <b>10,480.9</b>             | <b>11,988.1</b>                    | <b>94.9</b>              | <b>2,195.8</b>     | <b>23.9</b>   |
|           | Operating Budget   | 2,446.3                | 6,764.6                | 2,780.2                | 3,604.5                | 9,168.1                | 7,814.9                     | 9,502.4                            | 96.5                     | 2,403.5            | 35.5          |
|           | Development Budget                                       | 496.9                  | 2,418.4                | 426.7                  | 893.5                  | 2,107.7                | 2,666.0                     | 2,666.0                            | 79.1                     | -310.8             | -12.8         |

Source: FPD using AFMIS data downloaded on the 12 February 2013

(1) For individual Ministries (not the total budget), allocated operating Budget may not equal the approved budget, as funds are allocated from contingency reserve during the year. Allocated budget for the development budget is the same as the latest approved budget.

**Table 6.5b – Total Core Budget Gross Expenditures by Ministry (continued)**

| Code  | In millions of Afghanis | 1390                   | 1390                   | 1391                   | 1391                   | 1391                   | Comparison to Budget        |                                    |                          | 1391 Comparison to |                |
|---|-------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|-----------------------------|------------------------------------|--------------------------|--------------------|----------------|
|   |                         | Qtr 3<br>Actual<br>Qtr | Qtr 3<br>Actual<br>YTD | Qtr 2<br>Prelim<br>Qtr | Qtr 3<br>Prelim<br>Qtr | Qtr 3<br>Prelim<br>YTD | Budget or<br>MYR<br>Ceiling | Current<br>Allocated<br>Budget (1) | %<br>Allocated<br>Budget | Change             | % Increase     |
| <b>42 Ministry of Public Works</b>                  |                         | <b>3,550.3</b>         | <b>6,325.1</b>         | <b>6,099.9</b>         | <b>4,290.3</b>         | <b>13,938.5</b>        | <b>23,367.5</b>             | <b>23,401.9</b>                    | <b>59.6</b>              | <b>7,613.4</b>     | <b>120.4</b>   |
| Operating Budget                                    |                         | 946.2                  | 1,394.6                | 505.3                  | 560.7                  | 1,203.5                | 1,244.1                     | 1,278.5                            | 94.1                     | -191.0             | -13.7          |
| Development Budget                                  |                         | 2,604.1                | 4,930.5                | 5,594.7                | 3,729.6                | 12,735.0               | 22,123.4                    | 22,123.4                           | 57.6                     | 7,804.5            | 158.3          |
| <b>45 Ministry of Transport and Aviation</b>        |                         | <b>380.1</b>           | <b>868.1</b>           | <b>426.1</b>           | <b>596.8</b>           | <b>1,308.4</b>         | <b>1,972.0</b>              | <b>2,114.2</b>                     | <b>61.9</b>              | <b>440.3</b>       | <b>50.7</b>    |
| Operating Budget                                    |                         | 123.9                  | 364.3                  | 135.9                  | 230.0                  | 488.2                  | 358.5                       | 500.8                              | 97.5                     | 123.9              | 34.0           |
| Development Budget                                  |                         | 256.2                  | 503.8                  | 290.2                  | 366.8                  | 820.2                  | 1,613.5                     | 1,613.5                            | 50.8                     | 316.5              | 62.8           |
| <b>34 Ministry of Communication</b>                 |                         | <b>1,100.2</b>         | <b>1,360.0</b>         | <b>168.6</b>           | <b>949.5</b>           | <b>1,225.6</b>         | <b>2,321.8</b>              | <b>2,325.7</b>                     | <b>52.7</b>              | <b>-134.4</b>      | <b>-9.9</b>    |
| Operating Budget                                    |                         | 113.9                  | 308.8                  | 130.9                  | 136.3                  | 359.3                  | 368.6                       | 372.5                              | 96.5                     | 50.5               | 16.3           |
| Development Budget                                  |                         | 986.4                  | 1,051.2                | 37.7                   | 813.2                  | 866.3                  | 1,953.2                     | 1,953.2                            | 44.4                     | -184.9             | -17.6          |
| <b>41 Ministry of Energy and Water</b>              |                         | <b>1,113.9</b>         | <b>4,125.9</b>         | <b>1,103.7</b>         | <b>3,539.0</b>         | <b>5,119.8</b>         | <b>10,931.3</b>             | <b>10,985.0</b>                    | <b>46.6</b>              | <b>993.9</b>       | <b>24.1</b>    |
| Operating Budget                                    |                         | 84.7                   | 243.7                  | 111.4                  | 153.7                  | 331.5                  | 303.6                       | 357.3                              | 92.8                     | 87.8               | 36.0           |
| Development Budget                                  |                         | 1,029.1                | 3,882.2                | 992.3                  | 3,385.3                | 4,788.3                | 10,627.7                    | 10,627.7                           | 45.1                     | 906.1              | 23.3           |
| <b>82 Water Supply and Canalization Corporation</b> |                         | <b>0.0</b>             | <b>0.0</b>             | <b>0.0</b>             | <b>0.0</b>             | <b>0.0</b>             | <b>759.9</b>                | <b>759.9</b>                       | <b>0.0</b>               | <b>0.0</b>         | <b>N/A</b>     |
| Operating Budget                                    |                         | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                         | 0.0                                | -                        | 0.0                | N/A            |
| Development Budget                                  |                         | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 759.9                       | 759.9                              | 0.0                      | 0.0                | N/A            |
| <b>83 Da Brishna Shirkat</b>                        |                         | <b>24.2</b>            | <b>50.8</b>            | <b>198.4</b>           | <b>951.3</b>           | <b>1,293.5</b>         | <b>2,976.6</b>              | <b>2,976.6</b>                     | <b>43.5</b>              | <b>1,242.7</b>     | <b>2,446.9</b> |
| Operating Budget                                    |                         | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                         | 0.0                                | -                        | 0.0                | N/A            |
| Development Budget                                  |                         | 24.2                   | 50.8                   | 198.4                  | 951.3                  | 1,293.5                | 2,976.6                     | 2,976.6                            | 43.5                     | 1,242.7            | 2,446.9        |
| <b>49 Ministry of Urban Development</b>             |                         | <b>325.4</b>           | <b>577.0</b>           | <b>434.1</b>           | <b>272.2</b>           | <b>931.7</b>           | <b>1,065.3</b>              | <b>1,090.1</b>                     | <b>85.5</b>              | <b>354.6</b>       | <b>61.5</b>    |
| Operating Budget                                    |                         | 97.1                   | 151.9                  | 48.1                   | 72.8                   | 147.3                  | 136.5                       | 161.3                              | 91.3                     | -4.5               | -3.0           |
| Development Budget                                  |                         | 228.4                  | 425.2                  | 386.0                  | 199.4                  | 784.3                  | 928.8                       | 928.8                              | 84.4                     | 359.1              | 84.5           |
| <b>84 Independent Board of new Kabul</b>            |                         | <b>36.0</b>            | <b>89.4</b>            | <b>47.4</b>            | <b>88.1</b>            | <b>151.1</b>           | <b>325.7</b>                | <b>325.7</b>                       | <b>46.4</b>              | <b>61.7</b>        | <b>69.1</b>    |
| Operating Budget                                    |                         | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                         | 0.0                                | -                        | 0.0                | N/A            |
| Development Budget                                  |                         | 36.0                   | 89.4                   | 47.4                   | 88.1                   | 151.1                  | 325.7                       | 325.7                              | 46.4                     | 61.7               | 69.1           |
| <b>32 Ministry of Mines and Industries</b>          |                         | <b>354.3</b>           | <b>704.8</b>           | <b>702.0</b>           | <b>757.4</b>           | <b>1,658.2</b>         | <b>3,445.4</b>              | <b>3,473.4</b>                     | <b>47.7</b>              | <b>953.4</b>       | <b>135.3</b>   |
| Operating Budget                                    |                         | 86.8                   | 251.9                  | 115.8                  | 133.4                  | 333.4                  | 328.5                       | 356.6                              | 93.5                     | 81.5               | 32.3           |
| Development Budget                                  |                         | 267.5                  | 452.8                  | 586.3                  | 624.0                  | 1,324.8                | 3,116.9                     | 3,116.9                            | 42.5                     | 871.9              | 192.5          |
| <b>65 Geodesy and Cartography Office</b>            |                         | <b>32.3</b>            | <b>88.2</b>            | <b>32.1</b>            | <b>109.3</b>           | <b>168.9</b>           | <b>283.1</b>                | <b>285.2</b>                       | <b>59.2</b>              | <b>80.7</b>        | <b>91.4</b>    |
| Operating Budget                                    |                         | 32.3                   | 88.2                   | 32.1                   | 38.3                   | 97.9                   | 97.9                        | 100.0                              | 97.9                     | 9.7                | 11.0           |
| Development Budget                                  |                         | 0.0                    | 0.0                    | 0.0                    | 71.0                   | 71.0                   | 185.1                       | 185.1                              | 38.3                     | 71.0               | N/A            |
| <b>60 Directorate of Environment</b>                |                         | <b>48.3</b>            | <b>108.3</b>           | <b>60.1</b>            | <b>66.4</b>            | <b>155.8</b>           | <b>180.6</b>                | <b>202.6</b>                       | <b>76.9</b>              | <b>47.5</b>        | <b>43.8</b>    |
| Operating Budget                                    |                         | 0.0                    | 0.0                    | 44.3                   | 62.1                   | 135.6                  | 122.9                       | 144.8                              | 93.6                     | 135.6              | N/A            |
| Development Budget                                  |                         | 48.3                   | 108.3                  | 15.8                   | 4.4                    | 20.2                   | 57.8                        | 57.8                               | 34.9                     | -88.1              | -81.4          |
| <b>75 Afghanistan High Atomic Energy Commission</b> |                         | <b>6.9</b>             | <b>15.5</b>            | <b>5.9</b>             | <b>15.0</b>            | <b>25.7</b>            | <b>28.1</b>                 | <b>30.7</b>                        | <b>83.7</b>              | <b>10.1</b>        | <b>65.3</b>    |
| Operating Budget                                    |                         | 0.0                    | 0.0                    | 5.9                    | 13.9                   | 24.5                   | 25.9                        | 28.5                               | 86.2                     | 24.5               | N/A            |
| Development Budget                                  |                         | 6.9                    | 15.5                   | 0.0                    | 1.1                    | 1.1                    | 2.2                         | 2.2                                | 52.1                     | -14.4              | -92.6          |
| <b>77 Provincial Municipalities</b>                 |                         | <b>0.0</b>             | <b>0.0</b>             | <b>0.0</b>             | <b>0.0</b>             | <b>0.0</b>             | <b>0.0</b>                  | <b>0.0</b>                         | <b>-</b>                 | <b>0.0</b>         | <b>N/A</b>     |
| Operating Budget                                    |                         | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                         | 0.0                                | -                        | 0.0                | N/A            |
| Development Budget                                  |                         | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                         | 0.0                                | -                        | 0.0                | N/A            |
| <b>79 Municipalities</b>                            |                         | <b>361.0</b>           | <b>472.5</b>           | <b>71.7</b>            | <b>248.7</b>           | <b>368.7</b>           | <b>1,160.0</b>              | <b>1,160.0</b>                     | <b>31.8</b>              | <b>-103.8</b>      | <b>-22.0</b>   |
| Operating Budget                                    |                         | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                    | 0.0                         | 0.0                                | -                        | 0.0                | N/A            |
| Development Budget                                  |                         | 361.0                  | 472.5                  | 71.7                   | 248.7                  | 368.7                  | 1,160.0                     | 1,160.0                            | 31.8                     | -103.7             | -22.0          |
| <b>Total Infrastructure and Natural Resources</b>   |                         | <b>7,333.0</b>         | <b>14,785.6</b>        | <b>9,350.2</b>         | <b>11,884.0</b>        | <b>26,345.8</b>        | <b>48,817.3</b>             | <b>49,131.1</b>                    | <b>53.6</b>              | <b>11,560.2</b>    | <b>78.2</b>    |
| Operating Budget                                    |                         | 1,484.9                | 2,803.4                | 1,129.7                | 1,401.2                | 3,121.3                | 2,986.5                     | 3,300.3                            | 94.6                     | 317.9              | 11.3           |
| Development Budget                                  |                         | 5,848.1                | 11,982.2               | 8,220.5                | 10,482.7               | 23,224.5               | 45,830.8                    | 45,830.8                           | 50.7                     | 11,242.4           | 93.8           |
| <b>27 Ministry of Education</b>                     |                         | <b>6,686.4</b>         | <b>17,790.6</b>        | <b>8,224.7</b>         | <b>9,964.3</b>         | <b>23,050.2</b>        | <b>28,091.3</b>             | <b>28,823.2</b>                    | <b>80.0</b>              | <b>5,259.6</b>     | <b>29.6</b>    |
| Operating Budget                                    |                         | 5,564.7                | 15,289.4               | 7,163.4                | 8,566.5                | 20,232.7               | 19,628.7                    | 20,360.6                           | 99.4                     | 4,943.2            | 32.3           |
| Development Budget                                  |                         | 1,121.8                | 2,501.2                | 1,061.2                | 1,397.8                | 2,817.6                | 8,462.6                     | 8,462.6                            | 33.3                     | 316.4              | 12.6           |
| <b>28 Ministry of Higher Education</b>              |                         | <b>700.0</b>           | <b>1,859.0</b>         | <b>998.7</b>           | <b>1,879.2</b>         | <b>3,351.9</b>         | <b>4,806.7</b>              | <b>4,977.2</b>                     | <b>67.3</b>              | <b>1,493.0</b>     | <b>80.3</b>    |
| Operating Budget                                    |                         | 561.7                  | 1,474.1                | 782.3                  | 1,027.8                | 2,212.1                | 2,185.9                     | 2,356.3                            | 93.9                     | 738.0              | 50.1           |
| Development Budget                                  |                         | 138.3                  | 384.8                  | 216.4                  | 851.3                  | 1,139.8                | 2,620.8                     | 2,620.8                            | 43.5                     | 755.0              | 196.2          |
| <b>36 Ministry of Information and Culture</b>       |                         | <b>179.4</b>           | <b>467.9</b>           | <b>210.7</b>           | <b>401.9</b>           | <b>731.0</b>           | <b>1,122.6</b>              | <b>1,179.2</b>                     | <b>62.0</b>              | <b>263.1</b>       | <b>56.2</b>    |
| Operating Budget                                    |                         | 170.5                  | 429.0                  | 191.9                  | 276.3                  | 579.8                  | 594.0                       | 650.6                              | 89.1                     | 150.8              | 35.2           |
| Development Budget                                  |                         | 8.9                    | 38.9                   | 18.8                   | 125.6                  | 151.1                  | 528.6                       | 528.6                              | 28.6                     | 112.2              | 288.9          |
| <b>61 Science Academy</b>                           |                         | <b>47.8</b>            | <b>122.2</b>           | <b>49.5</b>            | <b>50.7</b>            | <b>139.2</b>           | <b>163.2</b>                | <b>178.7</b>                       | <b>77.9</b>              | <b>17.0</b>        | <b>13.9</b>    |
| Operating Budget                                    |                         | 30.0                   | 103.0                  | 44.6                   | 39.0                   | 121.8                  | 114.8                       | 130.3                              | 93.5                     | 18.9               | 18.3           |
| Development Budget                                  |                         | 17.8                   | 19.2                   | 4.9                    | 11.7                   | 17.3                   | 48.4                        | 48.4                               | 35.8                     | -1.9               | -9.8           |
| <b>63 National Olympic Committee</b>                |                         | <b>131.8</b>           | <b>286.0</b>           | <b>120.6</b>           | <b>166.7</b>           | <b>328.0</b>           | <b>589.1</b>                | <b>606.8</b>                       | <b>54.1</b>              | <b>42.0</b>        | <b>14.7</b>    |
| Operating Budget                                    |                         | 53.3                   | 145.3                  | 82.9                   | 78.4                   | 193.9                  | 183.2                       | 200.9                              | 96.5                     | 48.6               | 33.5           |
| Development Budget                                  |                         | 78.6                   | 140.7                  | 37.7                   | 88.4                   | 134.1                  | 405.9                       | 405.9                              | 33.0                     | -6.7               | -4.7           |
| <b>Total Education</b>                              |                         | <b>7,745.4</b>         | <b>20,525.7</b>        | <b>9,604.1</b>         | <b>12,462.8</b>        | <b>27,600.3</b>        | <b>34,772.9</b>             | <b>35,765.0</b>                    | <b>77.2</b>              | <b>7,074.6</b>     | <b>34.5</b>    |
| Operating Budget                                    |                         | 6,380.0                | 17,440.9               | 8,265.1                | 9,988.0                | 23,340.4               | 22,706.6                    | 23,698.7                           | 98.5                     | 5,899.5            | 33.8           |
| Development Budget                                  |                         | 1,365.3                | 3,084.8                | 1,339.0                | 2,474.8                | 4,259.9                | 12,066.3                    | 12,066.3                           | 35.3                     | 1,175.1            | 38.1           |
| <b>37 Ministry of Public Health</b>                 |                         | <b>1,762.1</b>         | <b>4,446.4</b>         | <b>2,712.2</b>         | <b>2,864.4</b>         | <b>6,363.2</b>         | <b>10,331.0</b>             | <b>10,248.8</b>                    | <b>62.1</b>              | <b>1,916.8</b>     | <b>43.1</b>    |
| Operating Budget                                    |                         | 505.8                  | 1,417.8                | 600.4                  | 789.2                  | 1,799.2                | 2,080.5                     | 1,998.2                            | 90.0                     | 381.4              | 26.9           |
| Development Budget                                  |                         | 1,256.2                | 3,028.6                | 2,111.8                | 2,075.3                | 4,564.0                | 8,250.5                     | 8,250.5                            | 55.3                     | 1,535.3            | 50.7           |
| <b>Total Health</b>                                 |                         | <b>1,762.1</b>         | <b>4,446.4</b>         | <b>2,712.2</b>         | <b>2,864.4</b>         | <b>6,363.2</b>         | <b>10,331.0</b>             | <b>10,248.8</b>                    | <b>62.1</b>              | <b>1,916.8</b>     | <b>43.1</b>    |
| Operating Budget                                    |                         | 505.8                  | 1,417.8                | 600.4                  | 789.2                  | 1,799.2                | 2,080.5                     | 1,998.2                            | 90.0                     | 381.4              | 26.9           |
| Development Budget                                  |                         | 1,256.2                | 3,028.6                | 2,111.8                | 2,075.3                | 4,564.0                | 8,250.5                     | 8,250.5                            | 55.3                     | 1,535.3            | 50.7           |

**Table 6.5c - Total Core Budget Gross Expenditures by Ministry (continued)**

| Code   | In millions of Afghanis | 1390             | 1390             | 1391             | 1391             | 1391             | Comparison to Budget  |                              |                    | 1391 Comparison to |              |
|--|-------------------------|------------------|------------------|------------------|------------------|------------------|-----------------------|------------------------------|--------------------|--------------------|--------------|
|  |                         | Qtr 3 Actual Qtr | Qtr 3 Actual YTD | Qtr 2 Prelim Qtr | Qtr 3 Prelim Qtr | Qtr 3 Prelim YTD | Budget or MYR Ceiling | Current Allocated Budget (1) | % Allocated Budget | Change             | % Increase   |
| <b>39 Ministry of Agriculture</b>                                |                         | <b>1,197.2</b>   | <b>2,683.0</b>   | <b>1,142.9</b>   | <b>1,832.6</b>   | <b>4,009.0</b>   | <b>6,673.2</b>        | <b>6,753.8</b>               | <b>59.4</b>        | <b>1,325.9</b>     | <b>49.4</b>  |
| Operating Budget   |                         | 324.9            | 848.0            | 290.2            | 406.0            | 923.7            | 906.8                 | 987.4                        | 93.5               | 75.7               | 8.9          |
| Development Budget   |                         | 872.3            | 1,835.0          | 852.7            | 1,426.6          | 3,085.3          | 5,766.4               | 5,766.4                      | 53.5               | 1,250.2            | 68.1         |
| <b>48 Ministry of Counter Narcotics</b>                          |                         | <b>44.2</b>      | <b>119.7</b>     | <b>157.5</b>     | <b>319.6</b>     | <b>502.9</b>     | <b>848.7</b>          | <b>860.7</b>                 | <b>58.4</b>        | <b>383.1</b>       | <b>320.0</b> |
| Operating Budget   |                         | 30.1             | 76.4             | 38.4             | 41.5             | 105.8            | 96.2                  | 108.3                        | 97.7               | 29.4               | 38.4         |
| Development Budget   |                         | 14.1             | 43.3             | 119.0            | 278.0            | 397.1            | 752.5                 | 752.5                        | 52.8               | 353.8              | 816.4        |
| <b>43 Ministry of Rural Rehabilitation and Development</b>       |                         | <b>4,300.7</b>   | <b>9,209.4</b>   | <b>5,004.3</b>   | <b>6,780.4</b>   | <b>12,681.9</b>  | <b>21,375.5</b>       | <b>21,396.2</b>              | <b>59.3</b>        | <b>3,472.5</b>     | <b>37.7</b>  |
| Operating Budget   |                         | 113.1            | 338.4            | 145.4            | 151.0            | 397.6            | 393.4                 | 414.1                        | 96.0               | 59.3               | 17.5         |
| Development Budget   |                         | 4,187.6          | 8,871.1          | 4,858.9          | 6,629.4          | 12,284.3         | 20,982.1              | 20,982.1                     | 58.5               | 3,413.2            | 38.5         |
| <b>Total Agriculture and Rural Development</b>                   |                         | <b>5,542.1</b>   | <b>12,012.2</b>  | <b>6,304.7</b>   | <b>8,932.6</b>   | <b>17,193.7</b>  | <b>28,897.4</b>       | <b>29,010.7</b>              | <b>59.3</b>        | <b>5,181.5</b>     | <b>43.1</b>  |
| Operating Budget   |                         | 468.2            | 1,262.8          | 474.0            | 598.5            | 1,427.1          | 1,396.4               | 1,509.8                      | 94.5               | 164.3              | 13.0         |
| Development Budget   |                         | 5,074.0          | 10,749.4         | 5,830.7          | 8,334.1          | 15,766.6         | 27,500.9              | 27,500.9                     | 57.3               | 5,017.2            | 46.7         |
| <b>46 Ministry of Frontiers and Tribal Affairs</b>               |                         | <b>134.7</b>     | <b>319.3</b>     | <b>103.5</b>     | <b>156.8</b>     | <b>338.3</b>     | <b>390.0</b>          | <b>395.4</b>                 | <b>85.6</b>        | <b>19.0</b>        | <b>5.9</b>   |
| Operating Budget   |                         | 112.9            | 283.3            | 93.3             | 111.0            | 282.3            | 294.4                 | 299.9                        | 94.1               | -1.0               | -0.3         |
| Development Budget   |                         | 21.8             | 36.1             | 10.2             | 45.8             | 56.0             | 95.5                  | 95.5                         | 58.6               | 19.9               | 55.2         |
| <b>47 Ministry of Martyrs, Disabled and Social Affairs</b>       |                         | <b>2,282.5</b>   | <b>5,850.5</b>   | <b>2,397.2</b>   | <b>2,946.0</b>   | <b>7,862.9</b>   | <b>1,699.8</b>        | <b>8,352.2</b>               | <b>94.1</b>        | <b>2,012.4</b>     | <b>34.4</b>  |
| Operating Budget   |                         | 2,165.5          | 5,615.8          | 2,203.8          | 2,773.6          | 7,410.4          | 924.9                 | 7,577.2                      | 97.8               | 1,794.6            | 32.0         |
| Development Budget   |                         | 117.0            | 234.7            | 193.4            | 172.4            | 452.5            | 775.0                 | 775.0                        | 58.4               | 217.8              | 92.8         |
| <b>29 Ministry of Refugees and Repatriates</b>                   |                         | <b>68.6</b>      | <b>176.8</b>     | <b>81.9</b>      | <b>100.1</b>     | <b>224.8</b>     | <b>251.5</b>          | <b>274.9</b>                 | <b>81.8</b>        | <b>48.0</b>        | <b>27.2</b>  |
| Operating Budget   |                         | 40.3             | 119.9            | 43.0             | 60.3             | 135.4            | 126.8                 | 150.1                        | 90.2               | 15.5               | 12.9         |
| Development Budget   |                         | 28.3             | 56.9             | 38.9             | 39.7             | 89.4             | 124.7                 | 124.7                        | 71.7               | 32.5               | 57.2         |
| <b>38 Ministry of Women Affairs</b>                              |                         | <b>70.0</b>      | <b>149.1</b>     | <b>86.1</b>      | <b>75.0</b>      | <b>193.3</b>     | <b>222.3</b>          | <b>226.4</b>                 | <b>85.4</b>        | <b>44.2</b>        | <b>29.7</b>  |
| Operating Budget   |                         | 38.0             | 104.2            | 40.3             | 51.5             | 121.3            | 135.5                 | 136.6                        | 86.9               | 17.1               | 16.4         |
| Development Budget   |                         | 31.9             | 44.9             | 45.8             | 23.5             | 72.0             | 86.8                  | 86.8                         | 82.9               | 27.1               | 60.5         |
| <b>68 Office of Disaster Preparedness</b>                        |                         | <b>18.5</b>      | <b>45.2</b>      | <b>24.4</b>      | <b>34.5</b>      | <b>74.3</b>      | <b>94.8</b>           | <b>94.8</b>                  | <b>78.4</b>        | <b>29.1</b>        | <b>64.4</b>  |
| Operating Budget   |                         | 18.5             | 45.2             | 19.4             | 28.1             | 60.0             | 66.9                  | 66.9                         | 89.6               | 14.8               | 32.7         |
| Development Budget   |                         | 0.0              | 0.0              | 5.1              | 6.4              | 14.3             | 27.9                  | 27.9                         | 51.4               | 14.3               | N/A          |
| <b>76 Directorate of Kochis</b>                                  |                         | <b>8.9</b>       | <b>30.9</b>      | <b>9.9</b>       | <b>15.1</b>      | <b>35.1</b>      | <b>62.8</b>           | <b>63.3</b>                  | <b>55.4</b>        | <b>4.1</b>         | <b>13.3</b>  |
| Operating Budget   |                         | 8.9              | 25.0             | 9.9              | 15.1             | 31.7             | 32.7                  | 33.2                         | 95.5               | 6.7                | 26.9         |
| Development Budget   |                         | 0.0              | 5.9              | 0.0              | 0.0              | 3.3              | 30.0                  | 30.0                         | 11.0               | -2.6               | -44.1        |
| <b>Total Social Protection</b>                                   |                         | <b>2,583.2</b>   | <b>6,571.9</b>   | <b>2,703.2</b>   | <b>3,327.5</b>   | <b>8,728.8</b>   | <b>2,721.2</b>        | <b>9,406.9</b>               | <b>92.8</b>        | <b>2,156.9</b>     | <b>32.8</b>  |
| Operating Budget   |                         | 2,384.2          | 6,193.4          | 2,409.8          | 3,039.6          | 8,041.2          | 1,581.3               | 8,267.0                      | 97.3               | 1,847.8            | 29.8         |
| Development Budget   |                         | 199.0            | 378.5            | 293.4            | 287.8            | 687.6            | 1,139.9               | 1,139.9                      | 60.3               | 309.1              | 81.7         |
| <b>20 Ministry of Finance</b>                                    |                         | <b>4,434.1</b>   | <b>5,995.2</b>   | <b>1,128.5</b>   | <b>6,173.5</b>   | <b>8,025.5</b>   | <b>4,751.0</b>        | <b>9,496.5</b>               | <b>84.5</b>        | <b>2,030.4</b>     | <b>33.9</b>  |
| Operating Budget   |                         | 3,599.7          | 4,526.5          | 586.0            | 4,965.4          | 5,928.4          | 1,339.1               | 6,084.7                      | 97.4               | 1,401.9            | 31.0         |
| Development Budget   |                         | 834.3            | 1,468.7          | 542.5            | 1,208.1          | 2,097.2          | 3,411.8               | 3,411.8                      | 61.5               | 628.5              | 42.8         |
| <b>25 Ministry of Commerce</b>                                   |                         | <b>82.3</b>      | <b>209.9</b>     | <b>118.1</b>     | <b>1,252.6</b>   | <b>1,438.3</b>   | <b>520.5</b>          | <b>1,675.6</b>               | <b>85.8</b>        | <b>1,228.4</b>     | <b>585.2</b> |
| Operating Budget   |                         | 62.3             | 163.5            | 78.2             | 1,144.7          | 1,282.3          | 244.9                 | 1,399.9                      | 91.6               | 1,118.8            | 684.2        |
| Development Budget   |                         | 20.1             | 46.4             | 39.8             | 107.9            | 156.0            | 275.7                 | 275.7                        | 56.6               | 109.6              | 236.2        |
| <b>35 Ministry of Economy</b>                                    |                         | <b>85.0</b>      | <b>242.8</b>     | <b>185.7</b>     | <b>187.8</b>     | <b>443.3</b>     | <b>632.4</b>          | <b>640.1</b>                 | <b>69.2</b>        | <b>200.4</b>       | <b>82.5</b>  |
| Operating Budget   |                         | 45.3             | 129.2            | 52.2             | 70.9             | 162.8            | 179.3                 | 187.0                        | 87.0               | 33.6               | 26.0         |
| Development Budget   |                         | 39.7             | 113.7            | 133.5            | 116.9            | 280.5            | 453.1                 | 453.1                        | 61.9               | 166.8              | 146.7        |
| <b>66 Control and Audit Office</b>                               |                         | <b>68.2</b>      | <b>174.5</b>     | <b>73.0</b>      | <b>50.5</b>      | <b>145.3</b>     | <b>406.1</b>          | <b>406.2</b>                 | <b>35.8</b>        | <b>-29.3</b>       | <b>-16.8</b> |
| Operating Budget   |                         | 18.8             | 52.7             | 16.7             | 32.0             | 63.8             | 70.3                  | 70.4                         | 90.6               | 11.0               | 20.9         |
| Development Budget   |                         | 49.4             | 121.8            | 56.4             | 18.5             | 81.5             | 335.8                 | 335.8                        | 24.3               | -40.3              | -33.1        |
| <b>73 Central Statistics Office</b>                              |                         | <b>48.3</b>      | <b>111.8</b>     | <b>42.1</b>      | <b>73.1</b>      | <b>148.7</b>     | <b>246.0</b>          | <b>247.7</b>                 | <b>60.0</b>        | <b>36.8</b>        | <b>32.9</b>  |
| Operating Budget   |                         | 31.3             | 84.8             | 30.8             | 40.9             | 98.8             | 99.1                  | 100.9                        | 98.0               | 14.1               | 16.6         |
| Development Budget   |                         | 17.0             | 27.1             | 11.3             | 32.2             | 49.8             | 146.9                 | 146.9                        | 33.9               | 22.8               | 84.1         |
| <b>58 Afghanistan National Standard Authority</b>                |                         | <b>14.9</b>      | <b>69.1</b>      | <b>30.3</b>      | <b>150.6</b>     | <b>187.7</b>     | <b>278.2</b>          | <b>282.8</b>                 | <b>66.4</b>        | <b>118.6</b>       | <b>171.6</b> |
| Operating Budget   |                         | 11.0             | 30.7             | 12.6             | 13.9             | 33.2             | 46.9                  | 51.5                         | 64.5               | 2.6                | 8.4          |
| Development Budget   |                         | 4.0              | 38.5             | 17.8             | 136.7            | 154.4            | 231.3                 | 231.3                        | 66.8               | 116.0              | 301.6        |
| <b>Total Economic Gov. and Private Sector Devel't</b>            |                         | <b>4,732.8</b>   | <b>6,803.4</b>   | <b>1,577.7</b>   | <b>7,888.0</b>   | <b>10,388.7</b>  | <b>6,834.2</b>        | <b>12,749.1</b>              | <b>81.5</b>        | <b>3,585.3</b>     | <b>52.7</b>  |
| Operating Budget   |                         | 3,768.3          | 4,987.4          | 776.5            | 6,267.7          | 7,569.3          | 1,979.6               | 7,894.4                      | 95.9               | 2,582.0            | 51.8         |
| Development Budget   |                         | 964.5            | 1,816.0          | 801.2            | 1,620.3          | 2,819.4          | 4,854.7               | 4,854.7                      | 58.1               | 1,003.3            | 55.2         |
| <b>80 Afghanistan Investment Support Agency</b>                  |                         | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>50.0</b>           | <b>50.0</b>                  | <b>0.0</b>         | <b>0.0</b>         | <b>N/A</b>   |
| Operating Budget   |                         | 0.0              | 0.0              | 0.0              | 0.0              | 0.0              | 0.0                   | 0.0                          | -                  | 0.0                | N/A          |
| Development Budget   |                         | 0.0              | 0.0              | 0.0              | 0.0              | 0.0              | 50.0                  | 50.0                         | 0.0                | 0.0                | N/A          |
| <b>81 Micro Finance Investment Support Facility for Afghanis</b> |                         | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>227.0</b>          | <b>227.0</b>                 | <b>0.0</b>         | <b>0.0</b>         | <b>N/A</b>   |
| Operating Budget   |                         | 0.0              | 0.0              | 0.0              | 0.0              | 0.0              | 0.0                   | 0.0                          | -                  | 0.0                | N/A          |
| Development Budget   |                         | 0.0              | 0.0              | 0.0              | 0.0              | 0.0              | 227.0                 | 227.0                        | 0.0                | 0.0                | N/A          |
| <b>86 Extrabudgetary Agencies</b>                                |                         | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>            | <b>0.0</b>                   | <b>-</b>           | <b>0.0</b>         | <b>N/A</b>   |
| Operating Budget   |                         | 0.0              | 0.0              | 0.0              | 0.0              | 0.0              | 0.0                   | 0.0                          | -                  | 0.0                | N/A          |
| Development Budget   |                         | 0.0              | 0.0              | 0.0              | 0.0              | 0.0              | 0.0                   | 0.0                          | -                  | 0.0                | N/A          |
| <b>90 Unallocated Reserves</b>                                   |                         | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>20,682.7</b>       | <b>3,875.0</b>               | <b>0.0</b>         | <b>0.0</b>         | <b>N/A</b>   |
| Operating Budget   |                         | 0.0              | 0.0              | 0.0              | 0.0              | 0.0              | 16,807.7              | 0.0                          | -                  | 0.0                | N/A          |
| Development Budget   |                         | 0.0              | 0.0              | 0.0              | 0.0              | 0.0              | 3,875.0               | 3,875.0                      | 0.0                | 0.0                | N/A          |
| <b>99 Unspecified</b>  |                         | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>            | <b>4,598.0</b>               | <b>0.0</b>         | <b>0.0</b>         | <b>N/A</b>   |
| Operating Budget   |                         | 0.0              | 0.0              | 0.0              | 0.0              | 0.0              | 0.0                   | 0.0                          | -                  | 0.0                | N/A          |
| Development Budget   |                         | 0.0              | 0.0              | 0.0              | 0.0              | 0.0              | 0.0                   | 0.0                          | -                  | 0.0                | N/A          |
| <b>Total Unclassified</b>  |                         | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>0.0</b>       | <b>20,959.7</b>       | <b>8,750.0</b>               | <b>0.0</b>         | <b>0.0</b>         | <b>N/A</b>   |
| Operating Budget   |                         | 0.0              | 0.0              | 0.0              | 0.0              | 0.0              | 16,807.7              | 0.0                          | -                  | 0.0                | N/A          |
| Development Budget   |                         | 1.0              | 1.0              | 0.0              | 0.0              | 0.0              | 4,152.0               | 4,152.0                      | 0.0                | -1.0               | -100.0       |

**Table 6.6a – Core Budget Gross Expenditures by Program (Ministries implementing Program Budgeting in 1391)**

| Code  | In millions of Afghanis | OPERATING BUDGET |                      |                  | DEVELOPMENT BUDGET |                      |                  | TOTAL BUDGET    |                      |                  |
|---|-------------------------|------------------|----------------------|------------------|--------------------|----------------------|------------------|-----------------|----------------------|------------------|
|   |                         | 1391             | Comparison to Budget |                  | 1391               | Comparison to Budget |                  | 1391            | Comparison to Budget |                  |
|   |                         | Qtr 3            | Current              | %                | Qtr 3              | Current              | %                | Qtr 3           | Current              | %                |
|   |                         | Prelim YTD       | Allocated Budget (1) | Allocated Budget | Prelim YTD         | Allocated Budget (1) | Allocated Budget | Prelim YTD      | Allocated Budget (1) | Allocated Budget |
| <b>27 Ministry of Education</b>   |                         | <b>20,265.5</b>  | <b>20,360.6</b>      | <b>99.5</b>      | <b>2,817.6</b>     | <b>8,338.5</b>       | <b>33.8</b>      | <b>23,083.1</b> | <b>28,699.1</b>      | <b>80.4</b>      |
| 271 General and Islamic Education                                       |                         | 17,033.8         | 17,060.2             | 99.8             | 519.2              | 4,041.6              | 12.8             | 17,553.0        | 21,101.7             | 83.2             |
| 272 Curriculum Development ,Teacher Education and Education S           |                         | 763.8            | 795.2                | 96.0             | 1,105.1            | 1,804.9              | 61.2             | 1,868.9         | 2,600.1              | 71.9             |
| 273 Technical and Vocational Education & Trainings (TVET)               |                         | 796.7            | 802.5                | 99.3             | 435.3              | 987.6                | 44.1             | 1,232.0         | 1,790.1              | 68.8             |
| 274 Literacy  |                         | 359.8            | 369.0                | 97.5             | 131.2              | 499.0                | 26.3             | 491.0           | 867.9                | 56.6             |
| 275 Education Management  |                         | 1,311.6          | 1,333.7              | 98.3             | 626.7              | 1,005.4              | 62.3             | 1,938.2         | 2,339.1              | 82.9             |
| 999 Expenditure returns   |                         | 0.0              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 0.0             | 0.0                  | N/A              |
| <b>39 Ministry of Agriculture, Irrigation and Livestock</b>             |                         | <b>926.3</b>     | <b>987.4</b>         | <b>93.8</b>      | <b>3,085.3</b>     | <b>5,813.9</b>       | <b>53.1</b>      | <b>4,011.5</b>  | <b>6,801.4</b>       | <b>59.0</b>      |
| 391 Natural Resource Management   |                         | 178.1            | 197.0                | 90.4             | 215.9              | 314.8                | 68.6             | 394.0           | 511.8                | 77.0             |
| 392 Agriculture ptoduction and productivity                             |                         | 365.4            | 379.4                | 96.3             | 1,736.4            | 3,611.3              | 48.1             | 2,101.8         | 3,990.7              | 52.7             |
| 393 Economic Regeneration   |                         | 104.7            | 113.9                | 91.9             | 1,024.7            | 1,514.7              | 67.7             | 1,129.5         | 1,628.6              | 69.4             |
| 394 Change Management   |                         | 278.0            | 297.1                | 93.6             | 108.3              | 373.2                | 29.0             | 386.3           | 670.3                | 57.6             |
| 999 Expenditure returns   |                         | 0.0              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 0.0             | 0.0                  | N/A              |
| <b>43 Ministry of Rural Rehabilitation and Development</b>              |                         | <b>594.6</b>     | <b>414.1</b>         | <b>143.6</b>     | <b>12,088.1</b>    | <b>20,653.9</b>      | <b>58.5</b>      | <b>12,682.7</b> | <b>21,068.0</b>      | <b>60.2</b>      |
| 431 Local Governance  |                         | 196.1            | 0.0                  | N/A              | 1,395.8            | 4,556.8              | 30.6             | 1,592.0         | 4,556.8              | 34.9             |
| 432 Rural Infrastructure  |                         | 0.0              | 0.0                  | N/A              | 283.6              | 1,010.4              | 28.1             | 283.6           | 1,010.4              | 28.1             |
| 433 Economic Regeneration   |                         | 0.0              | 0.0                  | N/A              | 10,408.7           | 15,086.7             | 69.0             | 10,408.7        | 15,086.7             | 69.0             |
| 435 Institutional Support Program                                       |                         | 398.4            | 414.1                | 96.2             | 0.0                | 0.0                  | N/A              | 398.4           | 414.1                | 96.2             |
| 999 Expenditure returns   |                         | 0.0              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 0.0             | 0.0                  | N/A              |
| <b>41 Ministry of Energy &amp; Water</b>                                |                         | <b>332.1</b>     | <b>357.3</b>         | <b>92.9</b>      | <b>4,788.3</b>     | <b>10,596.6</b>      | <b>45.2</b>      | <b>5,120.4</b>  | <b>10,953.9</b>      | <b>46.7</b>      |
| 411 Availability of competitively priced electricity for community live |                         | 22.0             | 23.3                 | 94.3             | 1,199.3            | 4,436.7              | 27.0             | 1,221.3         | 4,460.0              | 27.4             |
| 412 Availability of and accessibility to water for community livelihood |                         | 160.5            | 180.9                | 88.7             | 3,550.3            | 6,070.2              | 58.5             | 3,710.7         | 6,251.2              | 59.4             |
| 413 General Administration  |                         | 149.7            | 153.1                | 97.8             | 38.7               | 89.7                 | 43.2             | 188.4           | 242.7                | 77.6             |
| 999 Expenditure returns   |                         | 0.0              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 0.0             | 0.0                  | N/A              |
| <b>20 Ministry of Finance</b>   |                         | <b>5,984.4</b>   | <b>6,084.7</b>       | <b>98.4</b>      | <b>2,097.2</b>     | <b>3,467.7</b>       | <b>60.5</b>      | <b>8,081.6</b>  | <b>9,552.4</b>       | <b>84.6</b>      |
| 201 Public Finance Management   |                         | 3,592.5          | 3,615.3              | 99.4             | 634.2              | 1,135.6              | 55.8             | 4,226.7         | 4,750.9              | 89.0             |
| 202 Revenue Management  |                         | 362.6            | 388.3                | 93.4             | 653.6              | 769.1                | 85.0             | 1,016.2         | 1,157.4              | 87.8             |
| 203 Policy Management   |                         | 2,013.9          | 2,057.8              | 97.9             | 427.8              | 945.1                | 45.3             | 2,441.8         | 3,002.9              | 81.3             |
| 204 General Administration  |                         | 15.3             | 23.3                 | 65.8             | 381.5              | 617.8                | 61.8             | 396.9           | 641.1                | 61.9             |
| 999 Expenditure returns   |                         | 0.0              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 0.0             | 0.0                  | N/A              |
| <b>42 Ministry of Public Works</b>                                      |                         | <b>1,209.1</b>   | <b>1,278.5</b>       | <b>94.6</b>      | <b>12,735.0</b>    | <b>22,454.9</b>      | <b>56.7</b>      | <b>13,944.1</b> | <b>23,733.4</b>      | <b>58.8</b>      |
| 421 Infrastructure  |                         | 23.2             | 36.9                 | 62.8             | 12,596.8           | 22,278.0             | 56.5             | 12,620.0        | 22,315.0             | 56.6             |
| 422 Road Maintenance  |                         | 1,078.5          | 1,130.5              | 95.4             | 0.0                | 0.0                  | N/A              | 1,078.5         | 1,130.5              | 95.4             |
| 423 Administration and Finance  |                         | 107.3            | 111.1                | 96.6             | 138.2              | 176.9                | 78.2             | 245.6           | 288.0                | 85.3             |
| 999 Expenditure returns   |                         | 0.0              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 0.0             | 0.0                  | N/A              |
| <b>37 Ministry of Public Health</b>                                     |                         | <b>1,806.2</b>   | <b>1,998.2</b>       | <b>90.4</b>      | <b>4,564.0</b>     | <b>8,539.4</b>       | <b>53.4</b>      | <b>6,370.2</b>  | <b>10,537.6</b>      | <b>60.5</b>      |
| 371 Institutional Development   |                         | 53.2             | 61.0                 | 87.1             | 646.8              | 2,783.0              | 23.2             | 699.9           | 2,844.0              | 24.6             |
| 372 Health Services Provision   |                         | 817.5            | 895.6                | 91.3             | 3,916.9            | 5,738.5              | 68.3             | 4,734.5         | 6,634.1              | 71.4             |
| 373 Administrative Support  |                         | 935.5            | 1,041.6              | 89.8             | 0.3                | 17.8                 | 1.5              | 935.8           | 1,059.5              | 88.3             |
| 999 Expenditure returns   |                         | 0.0              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 0.0             | 0.0                  | N/A              |
| <b>59 Independent Directorate of Local Governance</b>                   |                         | <b>1,989.6</b>   | <b>1,821.9</b>       | <b>109.2</b>     | <b>417.4</b>       | <b>1,354.3</b>       | <b>30.8</b>      | <b>2,407.0</b>  | <b>3,176.2</b>       | <b>75.8</b>      |
| 591 IDLG Policy   |                         | 6.7              | 11.6                 | 57.7             | 0.0                | 0.0                  | N/A              | 6.7             | 11.6                 | 57.7             |
| 592 Institutional Development   |                         | 1,273.6          | 1,419.4              | 89.7             | 417.4              | 1,354.3              | 30.8             | 1,691.0         | 2,773.6              | 61.0             |
| 593 Broader Governance  |                         | 380.1            | 390.9                | 97.2             | 0.0                | 0.0                  | N/A              | 380.1           | 390.9                | 97.2             |
| 594 #N/A  |                         | 0.0              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 0.0             | 0.0                  | N/A              |
| 999 Expenditure returns   |                         | 329.2            | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 329.2           | 0.0                  | N/A              |
| <b>49 Ministry of Urban Development</b>                                 |                         | <b>148.8</b>     | <b>161.3</b>         | <b>92.2</b>      | <b>784.3</b>       | <b>1,166.6</b>       | <b>67.2</b>      | <b>933.1</b>    | <b>1,327.9</b>       | <b>70.3</b>      |
| 491 Planning and Urban Development                                      |                         | 12.5             | 12.8                 | 97.8             | 97.2               | 137.7                | 70.6             | 109.7           | 150.4                | 72.9             |
| 492 Housing   |                         | 5.1              | 5.7                  | 88.7             | 409.7              | 412.4                | 99.4             | 414.8           | 418.1                | 99.2             |
| 493 Urban Infrastructure  |                         | 17.1             | 17.2                 | 99.7             | 232.4              | 567.4                | 41.0             | 249.5           | 584.6                | 42.7             |
| 494 Operation and Management  |                         | 114.1            | 125.6                | 90.8             | 45.0               | 49.2                 | 91.5             | 159.1           | 174.8                | 91.0             |
| 999 Expenditure returns   |                         | 0.0              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 0.0             | 0.0                  | N/A              |

Source: FPD using AFMIS data downloaded on the 12 February 2013

(1) Official data on the revised development budget by program are not available. Figures on allocated budget for the development budget are taken from budget allocations shown in AFMIS data, which differs from published data shown in Tables 6.5.

**Table 6.6b – Core Budget Gross Expenditures by Program (Ministries implementing Program Budgeting in 1391) – continued**

| Code   | In millions of Afghanis | OPERATING BUDGET |                      |                  | DEVELOPMENT BUDGET |                      |                  | TOTAL BUDGET    |                      |                  |
|--|-------------------------|------------------|----------------------|------------------|--------------------|----------------------|------------------|-----------------|----------------------|------------------|
|  |                         | 1391             | Comparison to Budget |                  | 1391               | Comparison to Budget |                  | 1391            | Comparison to Budget |                  |
|  |                         | Qtr 3            | Current              | %                | Qtr 3              | Current              | %                | Qtr 3           | Current              | %                |
|  |                         | Prelim YTD       | Allocated Budget (1) | Allocated Budget | Prelim YTD         | Allocated Budget (1) | Allocated Budget | Prelim YTD      | Allocated Budget (1) | Allocated Budget |
| <b>45 Ministry of Transport &amp; Civil Aviation</b>               |                         | <b>488.9</b>     | <b>500.8</b>         | <b>97.6</b>      | <b>820.2</b>       | <b>1,636.5</b>       | <b>50.1</b>      | <b>1,309.2</b>  | <b>2,137.3</b>       | <b>61.3</b>      |
| 451 Air Transport Service  |                         | 277.1            | 285.3                | 97.1             | 319.7              | 904.8                | 35.3             | 596.8           | 1,190.1              | 50.1             |
| 452 Land Transport Services  |                         | 104.6            | 108.0                | 96.9             | 0.0                | 0.0                  | N/A              | 104.6           | 108.0                | 96.9             |
| 453 Management and Operation Services                              |                         | 107.2            | 107.5                | 99.7             | 500.6              | 731.7                | 68.4             | 607.8           | 839.2                | 72.4             |
| 999 Expenditure returns  |                         | 0.0              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 0.0             | 0.0                  | N/A              |
| <b>34 Ministry of Communication and Information Technology</b>     |                         | <b>360.3</b>     | <b>372.5</b>         | <b>96.7</b>      | <b>866.3</b>       | <b>1,994.2</b>       | <b>43.4</b>      | <b>1,226.6</b>  | <b>2,366.7</b>       | <b>51.8</b>      |
| 341 Electronic Afghanistan (E- Afghanistan)                        |                         | 71.9             | 72.6                 | 99.1             | 859.7              | 1,981.2              | 43.4             | 931.6           | 2,053.7              | 45.4             |
| 342 ICT literacy   |                         | 17.1             | 17.6                 | 97.1             | 0.0                | 0.0                  | N/A              | 17.1            | 17.6                 | 97.1             |
| 343 General Administration & Management                            |                         | 271.3            | 282.4                | 96.1             | 6.6                | 13.1                 | 50.6             | 277.9           | 295.4                | 94.1             |
| 999 Expenditure returns  |                         | 0.0              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 0.0             | 0.0                  | N/A              |
| <b>25 Ministry of Commerce and Industry</b>                        |                         | <b>1,284.1</b>   | <b>1,399.9</b>       | <b>91.7</b>      | <b>156.0</b>       | <b>276.2</b>         | <b>56.5</b>      | <b>1,440.1</b>  | <b>1,676.1</b>       | <b>85.9</b>      |
| 251 Private sector and industry development                        |                         | 22.3             | 22.3                 | 99.8             | 96.9               | 168.0                | 57.7             | 119.2           | 190.3                | 62.6             |
| 252 Trade Policy and Transit                                       |                         | 162.1            | 165.6                | 97.8             | 0.0                | 0.0                  | N/A              | 162.1           | 165.6                | 97.8             |
| 253 Admin and regulatory services                                  |                         | 1,099.8          | 1,212.0              | 90.7             | 59.1               | 108.2                | 54.6             | 1,158.8         | 1,320.2              | 87.8             |
| 999 Expenditure returns  |                         | 0.0              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 0.0             | 0.0                  | N/A              |
| <b>47 Ministry of Labour, Social Affairs, Martyrs and Disabled</b> |                         | <b>7,476.0</b>   | <b>7,577.2</b>       | <b>98.7</b>      | <b>452.5</b>       | <b>829.7</b>         | <b>54.5</b>      | <b>7,928.5</b>  | <b>8,406.9</b>       | <b>94.3</b>      |
| 471 Labor Support Program  |                         | 3,614.2          | 3,652.6              | 98.9             | 389.1              | 730.9                | 53.2             | 4,003.3         | 4,383.5              | 91.3             |
| 472 Social Support Program   |                         | 301.1            | 309.5                | 97.3             | 11.3               | 23.8                 | 47.5             | 312.4           | 333.3                | 93.7             |
| 473 Martyrs and Disabled   |                         | 2,990.4          | 3,031.6              | 98.6             | 24.2               | 42.0                 | 57.6             | 3,014.6         | 3,073.6              | 98.1             |
| 474 Mangagment and Operations Program                              |                         | 570.3            | 583.6                | 97.7             | 27.9               | 33.0                 | 84.8             | 598.3           | 616.5                | 97.0             |
| 999 Expenditure returns  |                         | 0.0              | 108.3                | 0.0              | 0.0                | 537.9                | 0.0              | 0.0             | 646.2                | 0.0              |
| <b>22 Ministry of Defence</b>                                      |                         | <b>37,626.8</b>  | <b>51,199.7</b>      | <b>73.5</b>      | <b>22.4</b>        | <b>27.2</b>          | <b>82.5</b>      | <b>37,649.2</b> | <b>51,226.9</b>      | <b>73.5</b>      |
| 221 Cambat forces  |                         | 23,409.4         | 30,845.0             | 75.9             | 0.0                | 0.0                  | N/A              | 23,409.4        | 30,845.0             | 75.9             |
| 222 Supportive forces  |                         | 14,217.4         | 20,354.7             | 69.8             | 22.4               | 27.2                 | 82.5             | 14,239.8        | 20,381.9             | 69.9             |
| 999 Expenditure returns  |                         | 0.0              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 0.0             | 0.0                  | N/A              |
| <b>38 Ministry of Women's Affairs</b>                              |                         | <b>121.6</b>     | <b>137.3</b>         | <b>88.5</b>      | <b>72.0</b>        | <b>106.2</b>         | <b>67.8</b>      | <b>193.5</b>    | <b>243.5</b>         | <b>79.5</b>      |
| 381 Women Support and Strengthening                                |                         | 6.4              | 8.0                  | 79.7             | 0.0                | 0.0                  | N/A              | 6.4             | 8.0                  | 79.7             |
| 382 Gender Development & monitoring of Plicy                       |                         | 8.8              | 10.3                 | 85.5             | 10.8               | 18.8                 | 57.2             | 19.6            | 29.1                 | 67.2             |
| 383 Administration and Finance                                     |                         | 106.4            | 119.0                | 89.4             | 61.2               | 87.4                 | 70.1             | 167.6           | 206.4                | 81.2             |
| 999 Expenditure returns  |                         | 0.0              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 0.0             | 0.0                  | N/A              |
| <b>35 Ministry of Economy</b>                                      |                         | <b>163.4</b>     | <b>185.2</b>         | <b>88.2</b>      | <b>280.5</b>       | <b>590.8</b>         | <b>47.5</b>      | <b>443.9</b>    | <b>776.0</b>         | <b>57.2</b>      |
| 351 Economic Policy and Strategy and Monitoring and Evaluation     |                         | 94.9             | 111.9                | 84.8             | 194.9              | 314.0                | 62.1             | 289.8           | 425.9                | 68.0             |
| 352 Administration and Management Services                         |                         | 68.5             | 73.3                 | 93.5             | 85.6               | 276.7                | 30.9             | 154.2           | 350.1                | 44.0             |
| 999 Expenditure returns  |                         | 0.0              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 0.0             | 0.0                  | N/A              |
| <b>10 President's Office</b>                                       |                         | <b>1,325.2</b>   | <b>1,397.6</b>       | <b>94.8</b>      | <b>209.2</b>       | <b>561.6</b>         | <b>37.2</b>      | <b>1,534.4</b>  | <b>1,959.2</b>       | <b>78.3</b>      |
| 101 Services to president  |                         | 1,325.2          | 1,397.6              | 94.8             | 209.2              | 561.6                | 37.2             | 1,534.4         | 1,959.2              | 78.3             |
| 999 Expenditure returns  |                         | 0.0              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 0.0             | 0.0                  | N/A              |
| <b>28 Ministry of Higher Education</b>                             |                         | <b>2,215.9</b>   | <b>2,237.5</b>       | <b>99.0</b>      | <b>1,139.8</b>     | <b>3,083.0</b>       | <b>37.0</b>      | <b>3,355.7</b>  | <b>5,320.5</b>       | <b>63.1</b>      |
| 281 Educate & Train Skilled Graduates                              |                         | 22.7             | 24.8                 | 91.6             | 1,139.8            | 3,083.0              | 37.0             | 1,162.6         | 3,107.8              | 37.4             |
| 282 Lead and Manage system of Higher Education                     |                         | 2,193.1          | 2,212.6              | 99.1             | 0.0                | 0.0                  | N/A              | 2,193.1         | 2,212.6              | 99.1             |
| 999 Expenditure returns  |                         | 0.0              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 0.0             | 0.0                  | N/A              |
| <b>62 Civil Service Commissoin</b>                                 |                         | <b>240.1</b>     | <b>227.8</b>         | <b>105.4</b>     | <b>226.6</b>       | <b>606.1</b>         | <b>37.4</b>      | <b>466.8</b>    | <b>833.8</b>         | <b>56.0</b>      |
| 621 Appointments and Appeals                                       |                         | 37.6             | 37.3                 | 101.0            | 0.0                | 0.0                  | N/A              | 37.6            | 37.3                 | 101.0            |
| 622 Public Administration Reform                                   |                         | 31.6             | 30.7                 | 102.8            | 0.0                | 0.0                  | N/A              | 31.6            | 30.7                 | 102.8            |
| 623 Capacity Building  |                         | 25.2             | 25.2                 | 99.9             | 22.5               | 206.1                | 10.9             | 47.7            | 231.3                | 20.6             |
| 624 Adm & operations   |                         | 137.2            | 134.5                | 102.0            | 204.2              | 400.0                | 51.0             | 341.3           | 534.5                | 63.9             |
| 999 Expenditure returns  |                         | 8.5              | 0.0                  | N/A              | 0.0                | 0.0                  | N/A              | 8.5             | 0.0                  | N/A              |

Source: FPD using AFMIS data downloaded on the 12 February 2013

(1) Official data on the revised development budget by program are not available. Figures on allocated budget for the development budget are taken from budget allocations shown in AFMIS data, which differs from published data shown in Tables 6.5.

**Table 6.7 – Total Core Budget Expenditures by COFOG Sector**

| Code         | In millions of Afghanis                 | 1390            | 1390                   | 1390                | 1391            | 1391                   | 1391                   | 1391                   | 1391                | 1391 Comparison to<br>1390 YTD |                      |
|--------------|---|-----------------|------------------------|---------------------|-----------------|------------------------|------------------------|------------------------|---------------------|--------------------------------|----------------------|
|              |   | Qtr 3<br>Actual | Qtr 3<br>Actual<br>YTD | Percent<br>of Total | Qtr 1<br>Prelim | Qtr 2<br>Prelim<br>Qtr | Qtr 3<br>Prelim<br>Qtr | Qtr 3<br>Prelim<br>YTD | Percent<br>of Total |                                | Change<br>% Increase |
| <b>2</b>     | <b>TOTAL NET EXPENDITURE</b>            | <b>54,203.4</b> | <b>129,887.8</b>       |                     | <b>38,294.1</b> | <b>63,744.6</b>        | <b>86,900.6</b>        | <b>188,939.3</b>       |                     | <b>59,051.5</b>                | <b>45.5</b>          |
| 150          | Sale of Land and Buildings              | 9.8             | 41.8                   |                     | 98.1            | 57.8                   | 20.8                   | 176.8                  |                     | 135.0                          | 323.1                |
| <b>2+150</b> | <b>TOTAL GROSS EXPENDITURE</b>          | <b>54,213.2</b> | <b>129,929.6</b>       | <b>100.0</b>        | <b>38,392.2</b> | <b>63,802.4</b>        | <b>86,921.4</b>        | <b>189,116.1</b>       | <b>100.0</b>        | <b>59,186.5</b>                | <b>45.6</b>          |
|              | RECURRENT EXPENDITURE                   | 43,717.6        | 108,148.2              | 83.2                | 33,822.2        | 53,208.2               | 66,621.8               | 153,652.2              | 81.2                | 45,504.0                       | 42.1                 |
|              | CAPITAL EXPENDITURE                     | 10,495.6        | 21,781.4               | 16.8                | 4,570.1         | 10,594.2               | 20,299.6               | 35,463.9               | 18.8                | 13,682.5                       | 62.8                 |
| <b>701</b>   | <b>General Public Services (1)</b>      | <b>7,183.8</b>  | <b>13,577.6</b>        | <b>10.4</b>         | <b>3,338.2</b>  | <b>4,590.8</b>         | <b>11,289.5</b>        | <b>19,218.5</b>        | <b>10.2</b>         | <b>5,641.0</b>                 | <b>41.5</b>          |
|              | Recurrent Expenditure                   | 6,698.3         | 12,587.2               | 9.7                 | 2,959.8         | 3,861.1                | 8,975.2                | 15,796.2               | 8.4                 | 3,209.0                        | 25.5                 |
|              | Capital Expenditure                     | 485.5           | 990.4                  | 0.8                 | 378.4           | 729.7                  | 2,314.3                | 3,422.4                | 1.8                 | 2,432.0                        | 245.6                |
| <b>702</b>   | <b>Defence</b>                          | <b>11,852.3</b> | <b>30,580.5</b>        | <b>23.5</b>         | <b>11,470.3</b> | <b>14,378.4</b>        | <b>17,827.6</b>        | <b>43,676.3</b>        | <b>23.1</b>         | <b>13,095.7</b>                | <b>42.8</b>          |
|              | Recurrent Expenditure                   | 11,755.5        | 30,292.4               | 23.3                | 11,343.2        | 14,108.3               | 16,973.6               | 42,425.1               | 22.4                | 12,132.7                       | 40.1                 |
|              | Capital Expenditure                     | 96.8            | 288.2                  | 0.2                 | 127.1           | 270.1                  | 854.0                  | 1,251.2                | 0.7                 | 963.0                          | 334.2                |
| <b>703</b>   | <b>Public Order and Safety</b>          | <b>10,001.4</b> | <b>26,406.7</b>        | <b>20.3</b>         | <b>7,513.2</b>  | <b>13,980.7</b>        | <b>17,431.8</b>        | <b>38,925.7</b>        | <b>20.6</b>         | <b>12,519.0</b>                | <b>47.4</b>          |
|              | Recurrent Expenditure                   | 9,644.9         | 25,860.6               | 19.9                | 7,504.2         | 13,543.4               | 15,891.2               | 36,938.8               | 19.5                | 11,078.3                       | 42.8                 |
|              | Capital Expenditure                     | 356.5           | 546.1                  | 0.4                 | 8.9             | 437.3                  | 1,540.6                | 1,986.8                | 1.1                 | 1,440.8                        | 263.8                |
| <b>704</b>   | <b>Economic Affairs</b>                 | <b>13,386.4</b> | <b>27,512.3</b>        | <b>21.2</b>         | <b>7,031.5</b>  | <b>15,602.6</b>        | <b>21,509.5</b>        | <b>44,143.6</b>        | <b>23.3</b>         | <b>16,631.3</b>                | <b>60.5</b>          |
|              | Recurrent Expenditure                   | 4,653.7         | 9,583.6                | 7.4                 | 3,276.2         | 7,455.9                | 7,448.9                | 18,181.0               | 9.6                 | 8,597.4                        | 89.7                 |
|              | Capital Expenditure                     | 8,732.7         | 17,928.8               | 13.8                | 3,755.3         | 8,146.8                | 14,060.6               | 25,962.6               | 13.7                | 8,033.8                        | 44.8                 |
| <b>705</b>   | <b>Environmental Protection</b>         | <b>48.5</b>     | <b>115.8</b>           | <b>0.1</b>          | <b>29.3</b>     | <b>66.6</b>            | <b>66.6</b>            | <b>162.5</b>           | <b>0.1</b>          | <b>46.7</b>                    | <b>40.3</b>          |
|              | Recurrent Expenditure                   | 35.0            | 91.0                   | 0.1                 | 29.3            | 44.4                   | 58.5                   | 132.2                  | 0.1                 | 41.2                           | 45.2                 |
|              | Capital Expenditure                     | 13.5            | 24.8                   | 0.0                 | 0.0             | 22.2                   | 8.1                    | 30.3                   | 0.0                 | 5.5                            | 22.4                 |
| <b>706</b>   | <b>Housing and Communal Amenities</b>   | <b>334.3</b>    | <b>603.7</b>           | <b>0.5</b>          | <b>225.4</b>    | <b>441.2</b>           | <b>279.3</b>           | <b>945.8</b>           | <b>0.5</b>          | <b>342.2</b>                   | <b>56.7</b>          |
|              | Recurrent Expenditure                   | 90.0            | 259.0                  | 0.2                 | 63.6            | 137.1                  | 143.2                  | 343.8                  | 0.2                 | 84.8                           | 32.8                 |
|              | Capital Expenditure                     | 244.4           | 344.7                  | 0.3                 | 161.8           | 304.1                  | 136.1                  | 602.1                  | 0.3                 | 257.3                          | 74.7                 |
| <b>707</b>   | <b>Health</b>                           | <b>1,790.9</b>  | <b>4,529.1</b>         | <b>3.5</b>          | <b>797.7</b>    | <b>2,734.6</b>         | <b>2,889.8</b>         | <b>6,422.0</b>         | <b>3.4</b>          | <b>1,893.0</b>                 | <b>41.8</b>          |
|              | Recurrent Expenditure                   | 1,718.3         | 4,368.4                | 3.4                 | 760.6           | 2,651.0                | 2,712.4                | 6,124.1                | 3.2                 | 1,755.7                        | 40.2                 |
|              | Capital Expenditure                     | 72.6            | 160.7                  | 0.1                 | 37.0            | 83.6                   | 177.4                  | 298.0                  | 0.2                 | 137.3                          | 85.4                 |
| <b>708</b>   | <b>Recreation, Culture and Religion</b> | <b>70.3</b>     | <b>1,213.4</b>         | <b>0.9</b>          | <b>247.5</b>    | <b>484.0</b>           | <b>942.5</b>           | <b>1,674.0</b>         | <b>0.9</b>          | <b>460.6</b>                   | <b>38.0</b>          |
|              | Recurrent Expenditure                   | -36.4           | 982.6                  | 0.8                 | 223.7           | 409.9                  | 631.9                  | 1,265.6                | 0.7                 | 283.0                          | 28.8                 |
|              | Capital Expenditure                     | 106.7           | 230.9                  | 0.2                 | 23.8            | 74.1                   | 310.6                  | 408.4                  | 0.2                 | 177.6                          | 76.9                 |
| <b>709</b>   | <b>Education</b>                        | <b>7,718.3</b>  | <b>20,104.8</b>        | <b>15.5</b>         | <b>5,410.1</b>  | <b>9,338.8</b>         | <b>11,987.9</b>        | <b>26,736.8</b>        | <b>14.1</b>         | <b>6,632.0</b>                 | <b>33.0</b>          |
|              | Recurrent Expenditure                   | 7,390.7         | 18,939.1               | 14.6                | 5,344.2         | 8,900.9                | 11,167.1               | 25,412.2               | 13.4                | 6,473.1                        | 34.2                 |
|              | Capital Expenditure                     | 327.6           | 1,165.7                | 0.9                 | 65.9            | 437.9                  | 820.9                  | 1,324.6                | 0.7                 | 158.9                          | 13.6                 |
| <b>710</b>   | <b>Social Protection</b>                | <b>1,826.9</b>  | <b>5,285.7</b>         | <b>4.1</b>          | <b>2,329.1</b>  | <b>2,184.7</b>         | <b>2,696.9</b>         | <b>7,210.8</b>         | <b>3.8</b>          | <b>1,925.1</b>                 | <b>36.4</b>          |
|              | Recurrent Expenditure                   | 1,767.7         | 5,184.5                | 4.0                 | 2,317.3         | 2,096.3                | 2,619.8                | 7,033.3                | 3.7                 | 1,848.8                        | 35.7                 |
|              | Capital Expenditure                     | 59.3            | 101.2                  | 0.1                 | 11.8            | 88.5                   | 77.2                   | 177.4                  | 0.1                 | 76.3                           | 75.4                 |

Source: FPD using AFMIS data downloaded on the 12 February 2013

1/ Recurrent expenditure in the General Public Services sector excludes interest payments on loans.

**Table 6.8 - Transactions in Nonfinancial Assets in the Core Budget**

| Code      | In millions of Afghanis                       | 1390            | 1390            | 1391           | 1391            | 1391            | 1391            | 1391 Comparison to |             |
|-----------|---|-----------------|-----------------|----------------|-----------------|-----------------|-----------------|--------------------|-------------|
|           |   | Qtr 3           | Qtr 3           | Qtr 1          | Qtr 2           | Qtr 3           | Qtr 3           | 1390 YTD           |             |
|           |   | Actual          | Actual          | Prelim         | Prelim          | Prelim          | Prelim          | Change             | % Increase  |
|           |   | Qtr             | YTD             | Qtr            | Qtr             | Qtr             | YTD             |                    |             |
| <b>25</b> | <b>NET ACQUISITION OF NONFINANCIAL ASSETS</b> | <b>10,485.8</b> | <b>21,739.6</b> | <b>4,471.9</b> | <b>10,536.3</b> | <b>20,278.9</b> | <b>35,287.1</b> | <b>13,547.5</b>    | <b>62.3</b> |
|           | Land and Buildings                            | 4,737.2         | 10,115.5        | 4,058.1        | 6,114.0         | 11,725.4        | 21,897.5        | 11,782.0           | 116.5       |
| 251/8     | Purchase of Land and Buildings                | 4,747.1         | 10,157.3        | 4,156.2        | 6,171.9         | 11,746.2        | 22,074.3        | 11,917.0           | 117.3       |
| 150       | Sale of Land and Buildings                    | -9.8            | -41.8           | -98.1          | -57.8           | -20.8           | -176.8          | -135.0             | 323.1       |
| 151       | Sale of State-Owned Enterprises               | 0.0             | 0.0             | 0.0            | 0.0             | 0.0             | 0.0             | 0.0                | N/A         |
| 252       | Machinery and Equipment (>50,000)             | 1,788.0         | 3,311.5         | 304.0          | 1,119.2         | 4,679.4         | 6,102.7         | 2,791.1            | 84.3        |
| 257       | Valuables                                     | 0.8             | 3.9             | 0.0            | 12.2            | 0.8             | 13.1            | 9.1                | 232.7       |
| 259       | Other Acquisitions                            | 3,959.7         | 8,308.6         | 109.9          | 3,290.8         | 3,873.2         | 7,273.9         | -1,034.7           | -12.5       |

Source: FPD using AFMIS data downloaded on the 12 February 2013

**Table 6.9 - Transactions in Financial Assets and Liabilities in the Core Budget**

| Code       | In millions of Afghanis                                 | 1390           | 1390            | 1391             | 1391            | 1391            | 1391             | 1391 Comparison to |               |
|------------|---|----------------|-----------------|------------------|-----------------|-----------------|------------------|--------------------|---------------|
|            |   | Qtr 3          | Qtr 3           | Qtr 1            | Qtr 2           | Qtr 3           | Qtr 3            | 1390 YTD           |               |
|            |   | Actual         | Actual          | Prelim           | Prelim          | Prelim          | Prelim           | Change             | % Increase    |
|            |   | Qtr            | YTD             | Qtr              | Qtr             | Qtr             | YTD              |                    |               |
| <b>3+4</b> | <b>TRANSACTIONS IN FINANCIAL ASSETS AND LIABILITIES</b> | <b>8,381.5</b> | <b>-3,742.2</b> | <b>-17,925.7</b> | <b>-1,443.7</b> | <b>1,240.1</b>  | <b>-18,129.3</b> | <b>-14,387.1</b>   | <b>384.5</b>  |
| <b>3</b>   | <b>NET ACQUISITION OF FINANCIAL ASSETS</b>              | <b>2,492.1</b> | <b>-9,846.1</b> | <b>-7,007.6</b>  | <b>-7,012.0</b> | <b>-2,771.9</b> | <b>-16,791.6</b> | <b>-6,945.5</b>    | <b>70.5</b>   |
|            | <b>Domestic</b>   | <b>2,492.1</b> | <b>-9,846.1</b> | <b>-7,007.6</b>  | <b>-7,012.0</b> | <b>-2,771.9</b> | <b>-16,791.6</b> | <b>-6,945.5</b>    | <b>70.5</b>   |
|            | Currency and Deposits                                   | 4,609.8        | -3,691.1        | -918.2           | -7,781.9        | -8,875.4        | -17,575.5        | -13,884.4          | 376.2         |
| 311        | Treasury Single Account                                 | 4,778.3        | -4,778.2        | -3,695.8         | -4,904.7        | -10,127.5       | -18,728.0        | -13,949.8          | 292.0         |
| 313        | Donor Accounts  | 797.6          | 2,375.8         | 2,777.6          | -1,329.2        | 1,249.2         | 2,697.5          | 321.7              | 13.5          |
| 314/90     | Other Deposit Accounts (1)                              | -966.2         | -1,288.8        | 0.0              | -1,548.0        | 2.9             | -1,545.1         | -256.3             | 19.9          |
| 317        | Loans   | 1.5            | 20.4            | 10.7             | 4.8             | -0.8            | 14.6             | -5.8               | -28.2         |
| 319        | Other Accounts Receivable                               | 396.8          | 768.4           | 425.4            | -225.9          | 294.1           | 493.6            | -274.8             | -35.8         |
|            | Other Assets  | -2,516.0       | -6,943.7        | -6,525.5         | 990.9           | 5,810.2         | 275.7            | 7,219.4            | -104.0        |
|            | <b>Foreign</b>  | <b>0.0</b>     | <b>0.0</b>      | <b>0.0</b>       | <b>0.0</b>      | <b>0.0</b>      | <b>0.0</b>       | <b>0.0</b>         | <b>N/A</b>    |
| <b>4</b>   | <b>NET ACQUISITION OF LIABILITIES</b>                   | <b>5,889.3</b> | <b>6,103.9</b>  | <b>-10,918.0</b> | <b>5,568.3</b>  | <b>4,012.0</b>  | <b>-1,337.7</b>  | <b>-7,441.6</b>    | <b>-121.9</b> |
|            | <b>Domestic</b>   | <b>4,710.9</b> | <b>4,264.1</b>  | <b>-11,187.2</b> | <b>3,935.5</b>  | <b>3,137.8</b>  | <b>-4,114.0</b>  | <b>-8,378.1</b>    | <b>-196.5</b> |
| 411        | Accounts Payable  | 60.9           | 83.9            | 59.2             | -165.5          | 78.3            | -28.0            | -111.9             | -133.4        |
| 413        | Pension Liabilities                                     | 3.9            | 5.3             | 31.5             | -30.4           | -0.1            | 11.8             | 6.5                | 122.7         |
| 423        | Other Payables  | 1,133.9        | 1,984.0         | 0.0              | 1,633.7         | 789.4           | 2,423.1          | 439.0              | 22.1          |
| 451        | Other Liabilities (1)                                   | 3,512.3        | 2,190.9         | -11,278.0        | 2,497.7         | 2,270.2         | -6,510.0         | -8,700.9           | -397.1        |
|            | <b>Foreign</b>  | <b>1,178.4</b> | <b>1,839.8</b>  | <b>269.2</b>     | <b>1,632.9</b>  | <b>874.2</b>    | <b>2,776.2</b>   | <b>936.5</b>       | <b>50.9</b>   |
| 431        | Foreign Currency  | -57.9          | -71.6           | 0.3              | -6.6            | -37.6           | -44.0            | 27.7               | -38.6         |
| 181-2      | Loans   | 1,236.3        | 1,911.4         | 268.9            | 1,639.5         | 911.8           | 2,820.2          | 908.8              | 47.5          |

Source: FPD using AFMIS data downloaded on the 12 February 2013

1. Deposits on Letter of Credits (321) are netted out with Letter of Credit Commitment Accounts (451). The net amount is included under either 'Other Deposit Accounts' or 'Other Liabilities' depending on the direction of net transactions during the period.



**Table 6.10 – Alternative Measures of Deficit/Surplus and Financing in the Core Budget**

| Code  | In millions of Afghanis                  | 1390                   | 1390                   | 1391                   | 1391                   | 1391                   | 1391                   | 1391 Comparison to |              |
|---|--|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|--------------------|--------------|
|   |  | Qtr 3<br>Actual<br>Qtr | Qtr 3<br>Actual<br>YTD | Qtr 1<br>Prelim<br>Qtr | Qtr 2<br>Prelim<br>Qtr | Qtr 3<br>Prelim<br>Qtr | Qtr 3<br>Prelim<br>YTD | 1390 YTD           | Change       |
| <b>TRANSACTIONS AFFECTING NET WORTH</b>                 |  |                        |                        |                        |                        |                        |                        |                    |              |
| 1   | Revenues including Grants                | 45,820.3               | 133,628.3              | 56,219.8               | 65,167.7               | 85,662.2               | 207,049.7              | 73,421.3           | 54.9         |
| 2-25  | Expenditures (Recurrent)                 | 43,717.6               | 108,148.2              | 33,822.2               | 53,208.2               | 66,621.8               | 153,652.2              | 45,504.0           | 42.1         |
| 23  | Interest                                 | 39.7                   | 84.5                   | 40.4                   | 6.3                    | 43.6                   | 90.4                   | 5.9                | 7.0          |
|   | <b>Net Balance (1-2-25)</b>              | <b>2,102.7</b>         | <b>25,480.1</b>        | <b>22,397.6</b>        | <b>11,959.4</b>        | <b>19,040.5</b>        | <b>53,397.4</b>        | <b>27,917.3</b>    | <b>109.6</b> |
|   | <b>Primary Balance (1-2-25+23)</b>       | <b>2,142.4</b>         | <b>25,564.6</b>        | <b>22,438.0</b>        | <b>11,965.7</b>        | <b>19,084.1</b>        | <b>53,487.8</b>        | <b>27,923.3</b>    | <b>109.2</b> |
| <b>TRANSACTIONS IN NONFINANCIAL ASSETS</b>              |  |                        |                        |                        |                        |                        |                        |                    |              |
| 25  | Net Acquisition of Nonfinancial Assets   | 10,485.8               | 21,739.6               | 4,471.9                | 10,536.3               | 20,278.9               | 35,287.1               | 13,547.5           | 62.3         |
|   | <b>Net Lending-Borrowing (1-2)</b>       | <b>-8,383.1</b>        | <b>3,740.5</b>         | <b>17,925.7</b>        | <b>1,423.1</b>         | <b>-1,238.4</b>        | <b>18,110.3</b>        | <b>14,369.8</b>    | <b>384.2</b> |
|   | <b>Financing (3+4+5)</b>                 | <b>8,383.1</b>         | <b>-3,740.5</b>        | <b>-17,925.7</b>       | <b>-1,423.1</b>        | <b>1,238.4</b>         | <b>-18,110.3</b>       | <b>-14,369.8</b>   | <b>384.2</b> |
| <b>TRANSACTIONS IN FINANCIAL ASSETS AND LIABILITIES</b> |  |                        |                        |                        |                        |                        |                        |                    |              |
| 3   | Net Acquisition of Financial Assets      | 2,492.1                | -9,846.1               | -7,007.6               | -7,012.0               | -2,771.9               | -16,791.6              | -6,945.5           | 70.5         |
| 4   | Net Acquisition of Financial Liabilities | 5,889.3                | 6,103.9                | -10,918.0              | 5,568.3                | 4,012.0                | -1,337.7               | -7,441.6           | -121.9       |
| 5   | <b>RETAINED EARNINGS</b>                 | <b>1.6</b>             | <b>1.6</b>             | <b>0.0</b>             | <b>20.6</b>            | <b>-1.6</b>            | <b>19.0</b>            |                    |              |
|   | <b>Discrepancies (Financing-3-4-5)</b>   | <b>0.0</b>             | <b>0.0</b>             | <b>0.0</b>             | <b>0.0</b>             | <b>0.0</b>             | <b>0.0</b>             |                    |              |

Source: FPD using AFMIS data downloaded on the 12 February 2013

## 7 Glossary

|   |  |
|---|--|
| <b>Budget</b>                               | An itemised summary of estimated intended expenditures for a given period along with proposals for financing them.   |
| Operating Budget                            | The budget for operating budget expenditures. These are mainly recurrent expenditures, and include wages and salaries for all public servants, running costs for Ministries, schools, barracks etc. A small amount of capital expenditure is also included in the Operating Budget in Afghanistan. The Operating Budget is sometimes referred to as the Recurrent Budget in other countries. |
| Development Budget                          | The Government budget for development projects implemented by Government agencies. It contains recurrent and capital expenditure in Afghanistan. These projects are mainly donor funded. The Development Budget is sometimes referred to as the Capital Budget in other countries.   |
| Core Budget                                 | The operating budget plus the development budget   |
| External Budget                             | The budget for all donor activities that are funded directly by donors, rather than channelling the funding through the Government   |
| Integrated Budget                           | The core budget plus the external budget   |
| <b>Expenditure/Expense</b>                  | The purchase of goods, services, assets. It also includes interest payments, and subsidies and transfers.  |
| Recurrent spending                          | Expenditure that is ongoing rather than one off, and does not result in the acquisition of a fixed asset. For example payments for electricity or fuel, the payment for salaries etc. Often equated with the operating budget, however development budget spending contains recurrent items and vice versa   |
| Capital spending                            | Spending on a capital asset, for example a tractor or irrigation pump.   |
| Compensation of Employees                   | The total remuneration, in cash or kind, payable to an employee for work done during the accounting period. It consists of wages, salaries, and social contributions made on behalf of employees to social insurance schemes. Excluded are amounts paid to contractors, self-employed outworkers, and other workers who are not employees.   |
| Goods and Services (use of)                 | Expenditure items such as electricity costs, maintenance and repair, consultancy services and items with a purchase value below Afs 50,000   |
| Subsidies                                   | Payments made to State Owned Enterprises to help them cover their costs  |
| Transfers                                   | Payments to a person or organisation for which no service is received, for which pension payments and subsidies.   |
| Interest payments                           | The interest paid on outstanding loans   |
| Contingency Funds                           | Items listed in the operating and development budgets that may require funding. Throughout the year, funding from contingency reserve items may be allocated to the budgets of budgetary units during the year (increasing their original budget).   |
| Assets                                      | An entity over which ownership rights are enforced, and from which economic benefits may be derived by its owners by holding it or using it over a period of time.   |
| Non-financial assets                        | Physical assets such as real estate and machinery  |
| Financial assets                            | A financial claim on an asset that is usually documented by some type of legal representative. Examples include bonds and shares of stock, but not tangible assets such as real estate or gold. These are included below the line as financing items.  |
| <b>Revenues</b>                             | Domestically raised revenues and donor grants (excludes loans).  |
| Domestic Revenues                           | Revenues raised by the Government of Afghanistan (excludes donor grants). These are mainly revenues raised by the Afghanistan Revenue Department (taxes, customs duties etc.), and revenues raised by other Government agencies (fees and fines etc.)  |
| Grants                                      | Funds received from donors. Often the money can only be spent on a certain project or activities, but sometimes can be spent at the discretion of the recipient Government   |
| <b>Balances</b>                             | The difference between revenues and expenditures   |
| Operating Budget Balance (excluding grants) | Domestic revenues (excluding donor grants to the operating budget) minus operating budget expenditures   |
| Operating Budget Balance (including grants) | Domestic revenues plus donor grants to the operating budget, minus operating budget expenditures   |
| Development Budget Balance                  | Donor Grants to development budget minus development budget expenditures   |
| Core Budget balances                        |  |
| Balance (excluding and including grants)    | Total revenues (excluding and including grants) minus total expenditures   |
| Net operating balance (Table 6.10)          | Revenues (including donor grants) minus recurrent expenditures. It measures the change in net worth resulting from transactions (excluding capital expenditure)  |
| Primary operating balance (Table 6.10)      | Net operating balance plus interest expenditures   |
| Surplus                                     | A positive balance (revenues are greater than expenditures)  |
| Deficit                                     | A negative balance (revenues are less than expenditures)   |

|                               |   |
|-------------------------------|---|
| <b>Financing</b>              | How the government funds its deficit (or invests its surplus). For example drawing down on foreign loans or withdrawing funds from the Central Bank. More generally, it describes transactions in financial assets. |
| Above the line                | Refers to 'real' expenditure and revenue activities, for example the paying of salaries, the purchase of school books, the building of a dam etc.   |
| Below the line                | Refers to financing transactions, and transactions in financial assets, for example loan disbursements and repayments, transactions on the Treasury Single Account  |
| Loans                         | Loans of money from foreign Governments, international organisation and development banks. Afghanistan's debt strategy allows only concessional loans to be taken out.  |
| Concessional loans            | Loans that are offered at below market rates (e.g. a low interest rate and with a long grace period).   |
| Principal repayment           | Repayment of the principal of a loan (as distinct from an interest payment)   |
| Gross Domestic Product        | The value of all the goods and services produced by a country in one year. This excludes the opium economy for Afghanistan  |
| Budget target                 | The level of revenue or expenditure expected over a quarter or during the year. For expenditures we assume that the budget target for the quarter is 25% of the annual budget                                       |
| Budget variance               | The difference between the actual outcome and the budget target   |
| Treasury Single Account (TSA) | The main bank account of the Government. In Afghanistan, the TSA consists of the Afghani account, the US dollar account, provincial revenue and expenditure accounts, and ARTF and LOTFA accounts.                  |
| AFMIS                         | Afghanistan Financial Management Information System. The central database that records every transaction made by Government   |
| Eurotrace                     | The computer database system for recording and classifying customs transactions.  |