

# QUARTERLY MACRO-FISCAL REPORT

Macro-Fiscal Performance Directorate General (MFPD)

Ministry of Finance



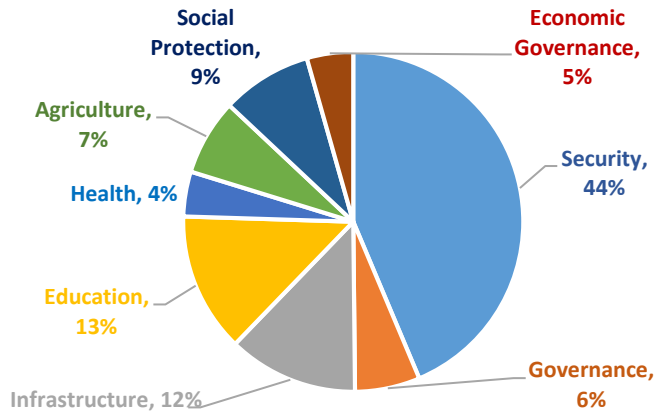
**Ministry of Finance**  
Islamic Republic of Afghanistan

Quarter 3, 1396

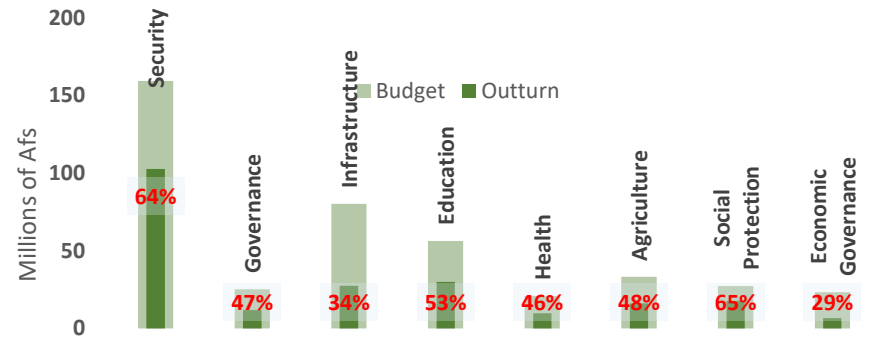
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ANDS Expenditures



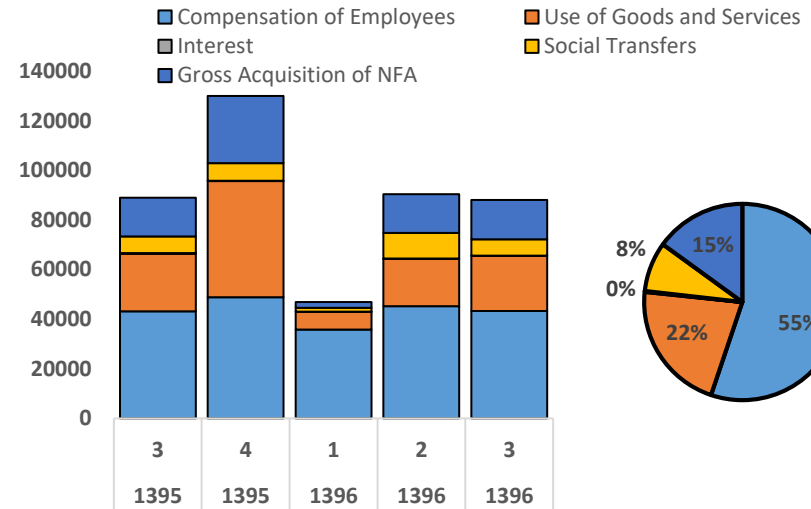
Budget Execution Rate



Revenue Summary



Expenditure Summary by Inputs



## Summary

Revenue collection remained strong in the third quarter of 1396 due to continued improvements in tax and customs administration and enforcement. Total revenue collection (including grants) till the end of the third quarter (YTD) of 1396 was Afs 241.8 billion, of which Afs 116.3 billion came from domestic revenue. In 1396, domestic revenue collection (excluding grants) till the end of third quarter was 14 percent more than the same period in 1395. The major contributor in domestic revenue was from tax revenue as 47.5 percent, following non-tax revenue with 23.7 percent, and customs duties with 22.8 percent. On the other hand, revenue collection including grants has fallen by 1 percent as a result of reduction in donor grants.

On the other side, total expenditure till the end of the third quarter amounted to Afs 191.5 billion, which constitutes 44.9 percent of the total adjusted budget for the year 1396. 64.9 percent of the total expenditure was spent on wages and salaries and 25.2 percent was spent on goods and services. Overall operating balance, which shows the difference between resources and spending, was positive in this period. Total operating budget for the year 1396 is Afs 268.4 billion, and until the end of the third quarter, the budget was adjusted by a subtraction of 15 percent on the original budget. In the adjusted budget there is a little increase in the use of goods and services, interest, social transfer, and gross acquisition of NFA.

The second section (table 2), shows adjustment in total budget for all the sectors. Total budget for most of the sectors decreased by 1 percent during the year. Among the sectors, Economic Governance increased with 165 percent and health increased with 45 percent over the original budget, while only infrastructure sector decreased with 11 percent. The remainder of the outturn examines the expenditures against the adjusted budget, to show the performance against the final spending plan.

**Table 1. GFS Summary**

	1395	1395	1396	1396	1396
	Q3	Q3 YTD	Budget	Q3	Q3 YTD
<b>Revenue</b>	<b>58,793</b>	<b>244,964</b>	<b>152,576</b>	<b>100,801</b>	<b>241,819</b>
Tax Revenue	22,256	68,998	110,752	27,694	81,986
Non-Tax Revenue	-409	29,700	37,054	10,661	30,901
Grants	35,826	143,047	0	61,259	125,478
Social Contributions	1,120	3,221	4,770	1,187	3,453
<b>Expenditure</b>	<b>73,343</b>	<b>190,110</b>	<b>319,740</b>	<b>72,135</b>	<b>191,514</b>
Wages and Salaries	43,132	115,709	181,297	43,309	124,310
Goods and Services	23,279	56,629	110,644	22,149	48,406
Interest	185	377	1,831	103	323

Grants and Transfers	6,746	17,396	25,968	6,574	18,476
<b>Overall Operating Balance</b>	<b>-14,549</b>	<b>54,854</b>	<b>-167,164</b>	<b>28,666</b>	<b>50,304</b>
<b>Primary Operating Balance</b>	<b>-14,365</b>	<b>55,231</b>	<b>-165,333</b>	<b>28,770</b>	<b>50,627</b>
<b>Gross Acquisition of Fixed Assets</b>	<b>15,595</b>	<b>32,615</b>	<b>107,684</b>	<b>15,923</b>	<b>33,822</b>
<b>Net Acquisition of Fixed Assets</b>	<b>15,592</b>	<b>31,520</b>	<b>107,684</b>	<b>15,871</b>	<b>33,736</b>
<b>Overall Balance</b>	<b>-30,141</b>	<b>23,335</b>	<b>-274,848</b>	<b>12,796</b>	<b>16,569</b>
<b>Primary Balance</b>	<b>-29,956</b>	<b>23,711</b>	<b>-273,017</b>	<b>12,899</b>	<b>16,891</b>
<b>Gross Acquisition of Financial Assets</b>	<b>17,743</b>	<b>-35,733</b>	<b>274,848</b>	<b>-12,795</b>	<b>-16,569</b>

\* 1. Q stands for quarter 2. YTD stands for Year to Date

**Table 2. Adjustments in the Budget**

<b>Operating Only</b>	<b>Original Budget</b>	<b>Adjusted Budget</b>	<b>Change %</b>
<b>TOTAL GROSS EXPENDITURES</b>	<b>23,6807.7</b>	<b>273,407.2</b>	15%
<b>RECURRENT EXPENDITURES</b>	<b>229,459.4</b>	<b>265,047.4</b>	16%
<b>Compensation of Employees</b>	173,250.1	181,297.1	5%
<b>Use of Goods and Services</b>	36,917.3	57,100.7	55%
<b>Interest</b>	1,094.5	1,830.8	67%
<b>Social Transfers</b>	18,197.5	24,818.8	36%
<b>ACQUISITION OF ASSETS</b>			
<b>Gross Acquisition of NFA</b>	7348.3	10190.5	39%
<b>Operating and Development</b>			
Security	147,676.3	159,241.4	8%
Governance	21,861.3	25,299.0	16%
Infrastructure	90,019.5	80,171.3	-11%
Education	56,325.8	56,362.4	0%
Health	14,406.6	20,940.4	45%
Agriculture	30,494.0	33,274.0	9%
Social Protection	26,419.9	27,371.6	4%
Economic Governance	8,799.0	23,333.2	165%

Unclassified	33,341.4	0.0	-100%
<b>TOTAL</b>	<b>429,343.7</b>	<b>425,993.4</b>	<b>-1%</b>

## Macro-Economic Overview

### Summary

Afghanistan's economy is recovering slowly from its downturn and lower performance during 1394, and the recovery continued to improve performance to second and third **quarter of 1396**. Though the increased conflict appears holding business back and investors' confidence, economic growth has increased moderately after 1394. The annual economic growth rate is projected to reach 2.6 percent during 1396. Industry is projected to grow by two percent, and service is projected to grow by 3.3 percent. Following an increase in the economic growth, the inflation rate dropped to 4.6 percent in the third quarter of 1396. The marginal decrease in the inflation rate in the third quarter was driven by a reduction in food prices, particularly of fruits and vegetables. Given that Afghanistan imports fuel and part of its cereals requirement, global fuel and grain prices have a substantial impact on domestic prices. On the other side, exchange rate continued to fall during the third quarter of 1396, and reached to around Afs 69/USD and it is expected to continue to depreciate until the beginning of the next fiscal year. Depreciation against the dollar has been seen among multiple countries because of the strong US dollar. There have been revisions to the macroeconomic indicators to consider the changing economic conditions through the year, including changes to the inflation, imports and growth forecasts. The National Unity Government expected to rebound the confidence in the market to avoid capital outflow from the country, to encourage and promote domestic investment.

The overall price index declined by 2.7 percent between the third quarter and the second quarter of 1396. This slight decrease is mainly due to a reduction in the prices of food items. The decrease in the price of food items are driven by a decrease in the prices of fresh and dried fruits, vegetables, spices and meat while the prices of non-food items remained almost the same. For the fourth quarter of 1396, it is estimated that the decline in CPI will continue as a result of continued decrease in the prices of fruits and vegetables. The outlook for the consumer price index over the medium term is expected to remain stable between 5.0 to 8.0 percent; reflecting fundamental price pressures in the economy. The price of commodities may slightly rise. The increase in the BRT and tariff for several imported items may affect the inflation in the immediate future.

**Table 3. Inflation**

	1396 Q1	1396 Q2	1396 Q3
<b>CPI</b>	109.3	111.9	110.8
<b>CPI Rate</b>	5.3%	7.3%	4.6%

**Table 4. Economic Growth**

	<b>Previous Year (1395)</b>	<b>Budget Forecast (1396)</b>	<b>Current Forecast (1396)</b>
GDP Growth	2.1%	3.8%	2.6%
Inflation	4.5%	5.6%	6.2%
Deflator	7.0%	10.0%	10.6%
NGDP Level (billion Afs)	1,237.99	1,337.64	1,447.70
Imports Growth	-15.4%	NA	NA

### Exchange Rate

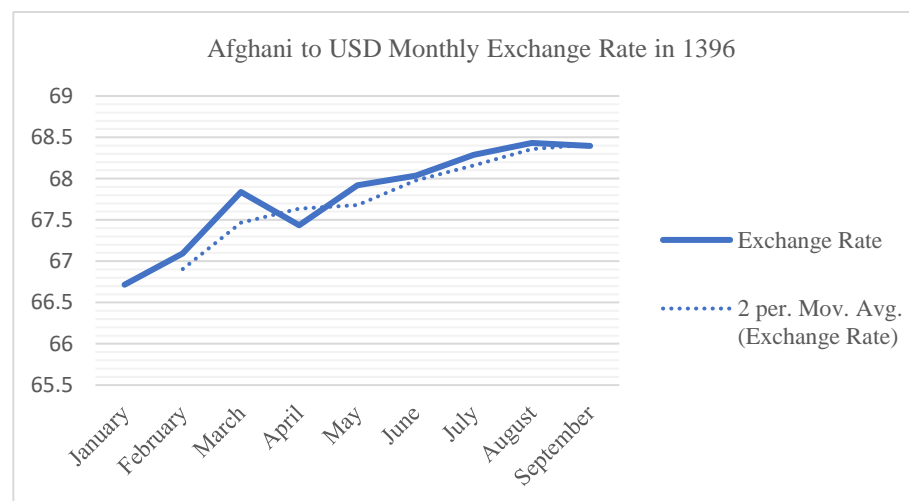
In 1395 (2016) the Afghani to US dollar exchange rate fluctuated from 66.3 to 68.9. During the year the exchange rate stabilized around 67 Afs/USD. In 1396 (2017), the exchange rate for January was 66.7 Afs/USD; however, on the following months, the exchange rate started depreciating and reached a maximum of 68.4 Afs/USD in August. As the 2 period moving average figure shows, the currency will depreciate further and by the end of the fiscal year 1396, the exchange rate will presumably reach 69 Afs/USD.

A weaker exchange rate tends to make exports more competitive, as Afghan products will be less expensive for foreigners to buy. However, in Afghanistan, the exchange rate plays an insignificant role to balance the BOP, as the export is constraint to supply deficiencies. In the medium term, due to unexpected decline in the foreign aid, we assume that the exchange rate will depreciate by around 1.5 percent annually.

For 1396 GDP growth is estimated to reach 2.6 percent, 0.5 percent higher than 1395. This is driven by an improvement in the agriculture sector. Growth in agriculture is expected to have some increased contribution in the medium term, with a movement towards greater irrigated farming, building dams and a momentum in fruits harvest. In the medium-term, growth is expected to pick up further; with industry remaining a small component of growth – reflecting the small size of the sector. Import was decreased after a large fall in 1395 due to border closure and political problems with Pakistan, but with the inauguration of the Phase-1 of the Chabahar port, the imports is expected to grow and rise.

With the launch of trade via Chabahar port, trade relations would improve not only between India and Afghanistan, but with Iran and other central Asian countries, which will affect positively on the economy of the country.

**Figure: Currency exchange rate**



## Revenue Collection

Overall the performance of domestic revenue during the third quarter of 1396 was highly improved, compared to the third quarter 1395. The increase in revenue collection was attributed to the government's set of reforms, in particular improvements in tax administration and tax compliance, and measures against corruptions in customs. The improvement in business activities also led to the growth in revenue, reflected by rise in retails activities from the lower base in 1395.

Total revenue collection (excluding grants) till the 3rd quarter of FY-1396 was about Afs 116.3 billion, an increase of 14 percent over the same period (till 3<sup>rd</sup> quarter) of 1395. The total YTD revenue collections for the 3rd quarter of 1396 were 76 percent of the total revenue targeted. The major contribution to revenue collection was from tax revenue of Afs 55.3 billions (large increases were from fixed taxes and sales taxes around 21 percent and 18 percent respectively). Non-tax revenue and Customs duties were the other largest contributors, with the total collections of Afs 27.6 billion, and Afs 26.6 billions respectively.

**Table 5. Revenue Summary**

In millions of Afghanis	1395	1395	1396	1396	1396	% Target	% Change
	Q3	Q3 YTD	Budget	Q3	Q3 YTD		on 1395
<b>Revenues Including Grants</b>	<b>58,793</b>	<b>244,964</b>	<b>152,576</b>	<b>100,801</b>	<b>241,819</b>	<b>158%</b>	<b>-1%</b>
<b>Revenues Excluding Grants</b>	<b>22,967</b>	<b>101,918</b>	<b>152,576</b>	<b>39,542</b>	<b>116,340</b>	<b>76%</b>	<b>14%</b>
<b>Revenue (without customs)</b>	<b>16,719</b>	<b>80,689</b>	<b>115,673</b>	<b>30,563</b>	<b>89,710</b>	<b>78%</b>	<b>11%</b>
<b>Tax Revenues (without customs)</b>	<b>16,008</b>	<b>47,769</b>	<b>73,849</b>	<b>18,715</b>	<b>55,355</b>	<b>75%</b>	<b>16%</b>
Fixed Taxes	2,407	7,484	<b>12,082</b>	3,046	9,046	75%	21%
Income Taxes	6,430	17,039	<b>25,311</b>	6,119	20,023	79%	18%
Property Taxes	80	301	<b>448</b>	98	333	74%	10%
Sales Taxes	6,084	19,720	<b>30,414</b>	8,698	23,844	78%	21%
Other Taxes	1,007	3,224	<b>5,594</b>	-	-	0%	-100%
<b>Customs Duty, Import Taxes</b>	<b>6,248</b>	<b>21,229</b>	<b>36,903</b>	<b>8,979</b>	<b>26,631</b>	<b>72%</b>	<b>25%</b>
<b>Non Tax Revenue</b>	<b>8,244</b>	<b>24,525</b>	<b>36,230</b>	<b>9,491</b>	<b>27,629</b>	<b>76%</b>	<b>13%</b>
Income from Capital Property	601	1,284	<b>1,924</b>	462	1,335	69%	4%
Sales of Goods and Services	1,377	4,368	<b>6,040</b>	1,657	5,615	93%	29%
Administrative Fees	5,399	17,234	<b>25,675</b>	6,343	18,713	73%	9%
Royalties	32	134	<b>282</b>	97	286	102%	113%



Non Tax Fines and Penalties	259	821	<b>1,181</b>	214	518	44%	-37%
Extractive Industry	576	683	<b>1,128</b>	719	1,161	103%	70%
<b>Miscellaneous Revenue</b>	<b>(8,654)</b>	<b>5,175</b>	<b>824</b>	<b>1,170</b>	<b>3,272</b>	<b>397%</b>	<b>-37%</b>
<b>Social Contributions</b>	<b>1,120</b>	<b>3,221</b>	<b>4,770</b>	<b>1,187</b>	<b>3,453</b>	<b>72%</b>	<b>7%</b>
<b>Grants</b>	<b>35,826</b>	<b>143,047</b>	-	<b>61,259</b>	<b>125,478</b>	-	<b>-12%</b>
<b>Foreign Governments</b>	22,291	105,366	-	39,622	85,764	-	-19%

## Revenues by Agencies

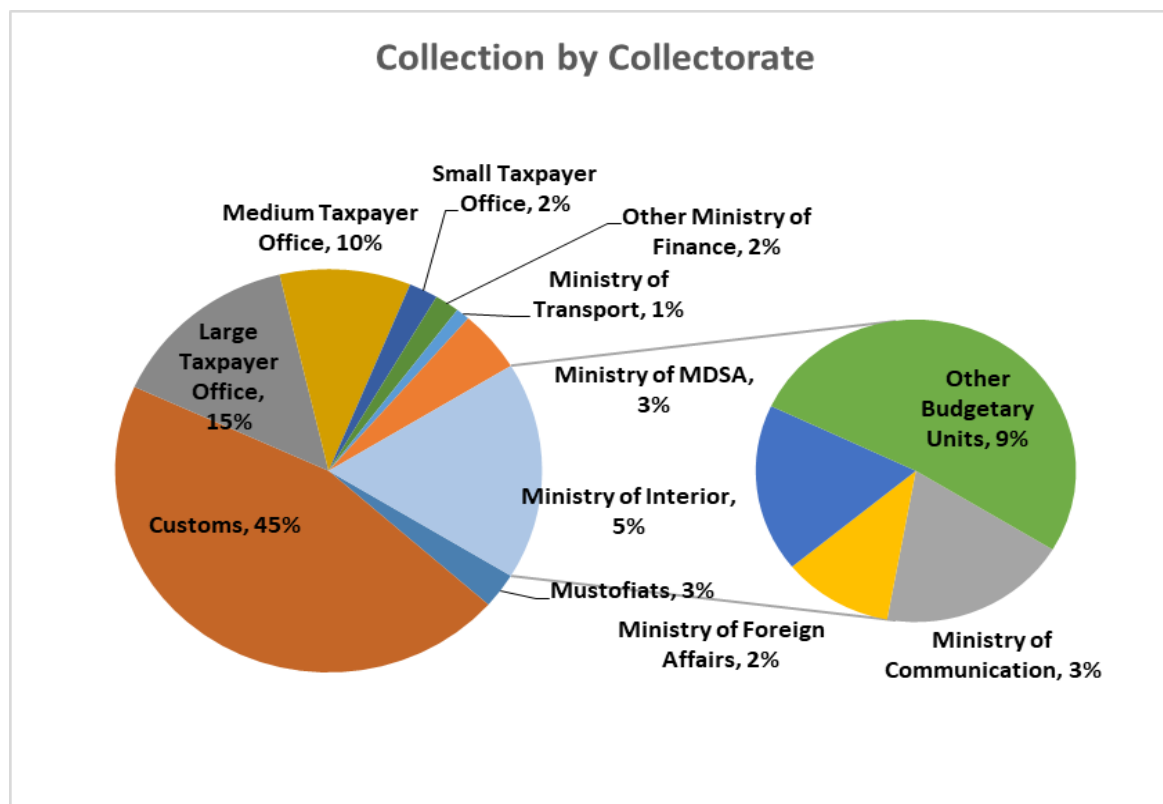
There are a number of key agencies that were involved in the collection of revenue, as given below in Table 6. Ministry of Finance was the largest and leading revenue collecting agency, collected Afs 89.1 billion by the end of the third quarter of 1396, which shows an increase of 21 percent over the same period in 1395. Mustofiats have collected total amount of Afs 3.3 billion by the end of the third quarter 1396, while collection for 1395 was Afs 3.1 billion, an increase by 6.5 percent. However, on quarterly basis, there has been decrease of around 67 percent (due to large unclassified revenue). Custom collection on quarterly basis increased by 39 percent, while LTO increased by 31 percent, as compared to same period collections in 1395.

Among other ministries, the Ministry for Foreign Affairs collection rose up to 44 percent, whereas Ministry of Transport's revenue collection were 13 percent more than the same period (the third quarter) collection in 1395 respectively. The increase in other ministries revenue was mainly due to increase in the fees and fine, which were implemented over the past two years. These figures will more likely be changed after reconciliation and reclassification.

**Table 6. Revenues by Agencies**

In millions of Afghanis	1395 Q3	1395 Q3 YTD	1396 Q3	1396 Q3 YTD	% Change on 1395
<b>Ministry of Finance</b>	<b>24483</b>	<b>87683</b>	<b>29728</b>	<b>89106</b>	21%
Mustofiats	1351	3136	447	3291	-67%
Customs	12927	43491	17961	52698	39%
Large Taxpayer Office	4545	12991	5958	16836	31%
Medium Taxpayer Office	3743	10083	3768	11555	1%
Small Taxpayer Office	1086	3788	829	2558	-24%
Other Ministry of Finance	831	14195	765	2166	-8%

<b>Other Key Ministries</b>	<b>-1516</b>	<b>14235</b>	<b>9814</b>	<b>27235</b>	<b>-747%</b>
Ministry of Transport	381	1207	430	1225	13%
Ministry of Interior	1640	5185	1753	5741	7%
Ministry of Communication	1706	4986	1362	3887	-20%
Ministry of Foreign Affairs	840	2471	1207	2266	44%
Ministry of MDSA <sup>1</sup>	635	1875	1848	3641	191%
Other Budgetary Units	-6718	-1489	3214	10475	-148%



## Revenues by Key Province

Revenue by province shows collection of all types of revenues, as given in Table 7 below. Typically, the provinces close to borders collected higher revenue than the other provinces (without the customs offices). The collection by the key provinces bordered with neighbor countries have higher collections compared with non-border provinces, as was given in Table 8. Among these provinces, Faryab had the highest collection, with an increase of 160 percent (69 percent of the target) over the same quarter in 1395. Balkh and Herat were the other largest contributors, with 34 percent and 30 percent increase in collection over the same period in 1395. Nimroz, Kabul, and Kandahar provinces had lower collections, as compared with other key provinces due to insecurity situation in those provinces.

**Table 7. Revenue from All Provinces**

In millions of Afghanis	1395	1395	1396	1396	1396	% Target	% Change on 1395
	Q3	Q3 YTD	Est. Target	Q3	Q3 YTD		
<b>REVENUES exc. grants</b>	<b>35,368.3</b>	<b>114,315.6</b>	<b>152,575.5</b>	<b>39,541.9</b>	<b>116,426.9</b>	<b>76%</b>	<b>2%</b>
Badakhshan	92	251	336	76	249	74%	-1%
Badghis	38	90	120	39	97	81%	8%
Baghlan	96	245	328	102	306	93%	25%
Balkh	2,498	8,494	11,337	3,348	10,129	89%	19%
Bamyan	42	104	139	49	143	103%	37%
Central Ministries	17,069	56,521	75,438	17,131	49,385	65%	-13%
Dikondy	41	84	112	30	82	73%	-3%
Farah	1,059	3,409	4,551	1,174	3,763	83%	10%
Faryab	377	1,143	1,525	1,055	2,382	156%	108%
Ghazni	95	292	389	96	314	81%	8%
Ghor	46	118	157	36	101	64%	-15%
Helmand	178	441	588	159	502	85%	14%
Herat	4,603	14,149	18,884	5,998	16,358	87%	16%
Jawzjan	73	205	273	75	236	86%	15%
Kabul	554	1,951	2,604	705	2,327	89%	19%
Kandahar	1,452	4,600	6,140	1,609	5,137	84%	12%
Kapisa	50	129	172	41	130	76%	1%
Khost	76	432	577	120	286	50%	-34%
Kunar	49	146	195	65	203	104%	39%

Kunduz	151	528	705	387	977	139%	85%
Laghman	56	157	209	57	178	85%	13%
Logar	108	180	240	37	123	51%	-32%
Nangarhar	3,518	10,188	13,597	3,953	11,565	85%	14%
Nimroz	2,227	8,213	10,962	2,376	8,356	76%	2%
Nuristan	12	32	43	9	36	84%	11%
Offshore Payments	0	0	0	0	0	-	-
Paktika	52	195	260	82	309	119%	59%
Paktiya	352	973	1,299	327	772	59%	-21%
Pangsher	23	70	93	24	110	118%	57%
Parwan	82	213	284	93	264	93%	24%
Samangan	48	118	158	42	815	516%	589%
Saripul	48	112	149	45	119	79%	6%
Takhar	95	254	339	106	302	89%	19%
Uruzgan	21	45	60	15	43	72%	-4%
Wardak	59	164	219	57	149	68%	-9%
Zabul	29	68	91	24	178	196%	162%

**Table 8. Revenues by key province**

In millions of Afghanis	1395	1395	1396	1396	1396	% Target	% Change
	Q3	Q3 YTD	Est. Target	Q3	Q3 YTD		
Kabul	554	1951	2604	705	2327	27%	27%
Nangarhar	3518	10187	13597	3953	11565	29%	12%
Balkh	2498	8494	11337	3348	10129	30%	34%
Kandahar	1452	4600	6140	1609	5137	26%	11%
Faryab	377	1143	1525	1055	2382	69%	180%
Herat	4603	14149	18884	5998	16358	32%	30%
Nimroz	2227	8213	10962	2376	8356	22%	7%
Central Ministries	16190	56684	75438	17050	48951	23%	5%

## Grants

Both the tables below show grants reimbursement. In Operational Grants, ARTF consisted 34% of total Grants in the 3<sup>rd</sup> quarter of 1396 compared to 21 percent for the same period in 1395. ARTF spending is more as the same period of 1395, where most of grants reward by IDA to support the Government of Afghanistan to stimulate growth during a time of uncertainty – when the economy is fragile. CSTC-A in the Ministry of Interior (MoI) decreased to 3 percent in 3<sup>rd</sup> quarter of 1396 from 15 percent in the same period of 1395. Funds released for LOTFA, 26 percent of the total released funds in the third quarter of 1396, increased from 19 percent in the third quarter of 1395. Funds released for CSTC-A in the Ministry of Defense (MoD) constituted 37 percent of total grants released in the 3<sup>rd</sup> quarter of 1396, while it was 46 percent in the same period in 1395.

In the Development Grants, Donor’s Discretionary fund for development projects constituted the largest portion of the total development grants released by the end of third quarter of 1396. Following by Basic Package of Health Services are the second largest portion of development grants.

**Table 9a. Operating Grants**

All Values are in Million Afs	1395	1395	%	1396	1396	%
	Q3	Q3 YTD	Total	Q3	Q3 YTD	Total
<b>Afghanistan Reconstruction Trust Fund (ARTF)</b>	1,727	21,635	21%	15,456	26,226	34%
<b>Law &amp; Order Trust Fund (LOTFA)</b>	6,361	19,791	19%	6,187	19,948	26%
<b>CSTC-A <sup>1</sup> MoD</b>	7,117	47,888	46%	9,805	28,740	37%
<b>CSTC-A <sup>1</sup> MoI</b>	7,044	15,890	15%	0	2,634	3%

**Table 9b. Largest Development Grants for the YTD**

All Values are in Million Afghanis	Code	1396 YTD
<b>Donors' Discretionary Fund For Development Projects</b>	20000	7,031
<b>Basic Package of Health Services and the Essential Package of Hospital Services</b>	30750	5,238
<b>Improvement and Maintenance of Secondary Road</b>	30640	2,435
<b>Capacity Building Commercialization (CBC) Part 1 Distribution System</b>	38200	1,822
<b>School Grants</b>	30230	1,810
	35450	1,387
<b>Reconstruction of Section 2 of the Kabul Jalalabad Road ( 106 Km)</b>	35360	1,282
<b>Capacity Building of Community Development Councils (CDCs)</b>	30380	1,151
<b>Retroactive Financing KMDP</b>	30630	1,044
<b>Horticultural Production</b>	30650	1,003
<b>On-Farm Water Management</b>	30610	760

Goods border Crossing Point equipment for CAREC Corridors 5 and 6	35420	752
Small Development Program	40430	732
Retroactive Financing _ KURIP -II	30570	731
A new 220 KV substation at each of Ankhoy and Sheberghan and Expansion 220 KV substation at Mazar E Sharif	35431	723
Procurement Reform	30620	659
Sheberghan Gas Rehabilitation Project	35210	652
Northern Basin Development	35050	548
Higher Education Development Program	32720	546
084-AFG Energy Sector Development Investment Program 2	35240	542

## Expenditure

### Operating and Development Expenditure

Table 10 shows that the total operating expenditure has slightly decreased compared to the same period in 1395. Gross expenditures in the third quarter of 1396 almost remained the same. However, some components of the operating expenditures witnessed considerable reduction. For example, interest payment has reduced by 44%, which may indicate the reduction in overall commercial activities. Similarly, social expenditures or expenditures in health and education has massively reduced by 96% because of the deteriorating security situation in Afghanistan. Expenditures on the use of goods and services have also mildly decreased which may be due to the declining level of income. Likewise, Table 11 shows that the development side of the expenditure is also doing poorly. Compared to 1395, discretionary expenditure has increased while non-discretionary expenditure has declined. Traditionally, over budgeting, low absorption capacity and late disbursement are some of the main reasons for low execution.

**Table 10. Operating Expenditure**

In millions of Afghanis	1395	1395	1396	1396	1396	1396	%	% Change
	Q3	Q3 YTD	Q3	Q3 YTD	Budget	Allocated	Budget.	on 1395
<b>TOTAL GROSS EXPENDITURES</b>	<b>65,098</b>	<b>169,652</b>	<b>64,555</b>	<b>171,297</b>	<b>273,407</b>	<b>270,819</b>	<b>24%</b>	<b>-1%</b>
<b>TOTAL NET EXPENDITURES (2)</b>	<b>65,094</b>	<b>168,556</b>	<b>64,503</b>	<b>171,210</b>				
<b>RECURRENT EXPENDITURES</b>								-
<b>Compensation of Employees</b>	<b>43,132</b>	<b>115,709</b>	<b>43,309</b>	<b>124,310</b>	<b>181,297</b>	<b>181,064</b>	<b>24%</b>	<b>0%</b>
Wages and Salaries	42,379	113,743	42,547	122,040				0%
o/w Wages and Salaries in Cash	34,629	94,355	33,576	99,826				-3%
o/w Wages and Salaries in Kind	6,114	15,173	7,558	17,823				24%
Social Benefits	841	2,159	832	2,449				-1%

Other Compensation	-88	-194	-69	-179				
<b>Use of Goods and Services</b>	<b>13,990</b>	<b>32,858</b>	<b>13,312</b>	<b>26,112</b>	<b>57,101</b>	<b>56,407</b>		<b>-5%</b>
Travel	651	1,637	646	1,725				-1%
Food	987	2,015	964	1,930				-2%
Contracted Services	427	1,020	454	1,110				6%
Repairs and Maintenance	1,483	3,341	1,371	2,585				-8%
Utilities	929	2,643	1,320	2,587				42%
Fuel	6,707	16,995	2,944	8,266				-56%
Tools and Materials	1,243	1,939	1,560	2,604				25%
Other Use of Goods and Services	1,563	3,268	4,053	5,304				
<b>Interest</b>	<b>185</b>	<b>377</b>	<b>103</b>	<b>323</b>	<b>1,831</b>	<b>1,831</b>	<b>6%</b>	<b>-44%</b>
To Non-Residents								
<b>Social Transfers</b>	<b>6,409</b>	<b>16,969</b>	<b>6,560</b>	<b>18,269</b>	<b>24,819</b>	<b>24,819</b>	<b>26%</b>	<b>2%</b>
Subsidies	350	1,050	350	1,050				0%
Grants	60	164	102	184				69%
<i>Foreign Grants</i>	46	139	101	168				
<i>Current Grants</i>	14	25	1	16				
Social Security	5,984	15,342	5,939	16,554				-1%
Other Social Transfers	15	413	169	481				1061%
o/w Social Assistance	4	10	5	11				27%
o/w Advance Subsidies, Grants	11	403	164	470				1433%
<b>ACQUISITION OF ASSETS</b>								
<b>Gross Acquisition of NFA</b>	<b>1,379</b>	<b>2,644</b>	<b>1,218</b>	<b>2,197</b>	<b>10,191</b>	<b>8,530</b>		<b>-12%</b>
<b>Net Acquisition of NFA <sup>1</sup></b>	<b>1,375</b>	<b>1,548</b>	<b>1,165</b>	<b>2,111</b>				<b>-15%</b>
Sale of Land and Buildings	-3	-1,096	-52	-86				1413%
Buildings and Structures	796	1,683	730	1,383				-8%
Machinery / Equipment (>50,000)	477	649	338	499				-29%
Valuables	0	1	0	0				212%
Land	103	309	149	305				45%
Capital Advance Payments	3	3	1	9				-76%

1/ Net of proceeds from Sale of Non-Financial Assets

**Table 11. Development Expenditure Summary**

In millions of Afghanis	1395	1395	1396	1396	1396	1396	%	% Change
	Q3	Q3 YTD	Q3	Q3 YTD	Budget	Allotted	Budget.	on 1395
<b>TOTAL GROSS EXPENDITURES</b>	<b>23,843</b>	<b>54,169</b>	<b>23,556</b>	<b>54,126</b>	<b>152,185</b>	<b>116,481</b>	<b>15%</b>	<b>-1%</b>
Discretionary Budget	7,335	15,038	11,191	22,609			-	53%
Non-discretionary Budget	16,508	39,131	12,365	31,518			-	-25%
<b>TOTAL NET EXPENDITURES (2)</b>	<b>23,840</b>	<b>53,073</b>	<b>23,503</b>	<b>54,040</b>				
<b>Use of Goods and Services</b>	<b>9,289</b>	<b>23,771</b>	<b>8,837</b>	<b>22,294</b>	<b>53,543</b>	<b>44,063</b>	<b>20%</b>	<b>-5%</b>
Travel	111	324	151	323				
Communications	0	0	0	0				
Contracted Services	7,084	16,431	6,757	16,168				
Repairs and Maintenance	0	0	0	0				
Utilities	0	0	1	1				
Fuel	27	55	15	40				
Other Use of Goods and Services	2,067	6,961	1,912	5,763				
o/w Tools and materials (< 50,000)	0	0	0	0				
o/w Other Expenses	362	524	71	199				
o/w Advances and Return of Expenditure	1,113	5,452	1,231	4,374				
<b>Subsides, Grants, Social Expenditures</b>	<b>337</b>	<b>427</b>	<b>13</b>	<b>208</b>	<b>1,149</b>	<b>914</b>		<b>-96%</b>
<b>ACQUISITION OF ASSETS</b>								
<b>Gross Acquisition of NFA</b>	<b>14,216</b>	<b>29,971</b>	<b>14,706</b>	<b>31,625</b>	<b>97,493</b>	<b>71,504</b>	<b>21%</b>	<b>3%</b>
<b>Net Acquisition of NFA <sup>1</sup></b>	<b>14,213</b>	<b>28,875</b>	<b>14,653</b>	<b>31,539</b>				
Sale of Land and Buildings	-3	-1,096	-52	-86				
Buildings and Structures	10,238	19,569	9,765	21,207				
Machinery / Equipment (>50,000)	3,230	7,359	2,633	5,753				
Valuables	0	0	0	0				
Land	34	299	9	11				
Capital Advance Payments	714	2,744	2,298	4,653				

1/ Net of proceeds from Sale of Non-Financial Assets



## Expenditure by Economic Sectors

Table 12 presents sector-wise expenditure for the third quarter of 1396 which are Security, Governance, Education, Health, Agriculture, Social Protection, Infrastructure and Economic Governance. The table compares execution rate in the third quarter of 1396 with the same quarter in the previous year. Looking at the expenditure in this perspective, the table shows that the gross expenditure in the third quarter of 1396 is one percent less than the same quarter in 1395. The sector-wise expenditure is provided both for operating and development budget. Both its development and operating budget shows one percent less than the previous year. Among all sectors, expenditures on economic governance increased by 84 percent, following health sector by 30 percent, and governance sector by 15 percent compared with the 3<sup>rd</sup> quarter of 1395. Whereas expenditure in infrastructure sector had declined by 12 percent, security sector by 9 percent, and education sector by 7 percent. In the 3<sup>rd</sup> quarter of 1396, the highest execution rate comes from the development budget of the governance sector with 147 percent, this is due to more spending performance by the Election Commission, and Attorney General government agencies. And the lowest execution rate relates to development budget of education sector, due to less spending by the Ministry of Education. The overall budget spending on Health, agriculture, security and other sectors are in line with government priorities.

**Table 12. Economic sectors**

In millions of Afghanis	1395	1395	1396	1396	1396	1396	%	% Change
	Q3	Q3 YTD	Q3	Q3 YTD	Budget	Allocated		on 1395
<b>TOTAL GROSS EXPENDITURES</b>	<b>88,715</b>	<b>222,077</b>	<b>87,821</b>	<b>224,559</b>	<b>425,993</b>	<b>387,704</b>	<b>58%</b>	<b>-1%</b>
Operating Budget	64,872	167,908	64,293	170,567	274,105	271,519	63%	-1%
Development Budget	23,843	54,169	23,528	53,992	6,963	5,023	1075%	-1%
<b>Security</b>	<b>39,233</b>	<b>102,651</b>	<b>35,682</b>	<b>98,023</b>	<b>159,241</b>	<b>156,533</b>	<b>63%</b>	<b>-9%</b>
Operating Budget	39,115	102,153	35,395	97,211	157,051	154,622	63%	-10%
Development Budget	118	497	288	812	2,190	1,131	72%	145%
<b>Governance</b>	<b>4,580</b>	<b>11,799</b>	<b>5,273</b>	<b>13,885</b>	<b>25,299</b>	<b>24,389</b>	<b>57%</b>	<b>15%</b>
Operating Budget	4,328	11,257	4,651	12,856	20,526	20,485	63%	7%
Development Budget	252	542	622	1,029	4,773	3,892	26%	147%
<b>Infrastructure</b>	<b>12,562</b>	<b>27,483</b>	<b>11,028</b>	<b>27,829</b>	<b>80,171</b>	<b>59,416</b>	<b>47%</b>	<b>-12%</b>
Operating Budget	1,465	3,855	1,801	4,362	6,861	6,819	64%	23%
Development Budget	11,097	23,629	9,226	23,467	0	0	0	-17%
<b>Education</b>	<b>12,046</b>	<b>29,893</b>	<b>11,214</b>	<b>29,800</b>	<b>56,362</b>	<b>48,786</b>	<b>61%</b>	<b>-7%</b>
Operating Budget	9,953	24,979	9,573	26,169	40,570	40,562	65%	-4%
Development Budget	2,093	4,914	1,641	3,631	0	0	0	-22%
<b>Health</b>	<b>3,378</b>	<b>9,690</b>	<b>4,395</b>	<b>9,575</b>	<b>20,940</b>	<b>19,385</b>	<b>49%</b>	<b>30%</b>
Operating Budget	850	2,400	1,002	2,735	4,297	4,291	64%	18%

Development Budget	2,527	7,291	3,393	6,840	0	0	0	34%
<b>Agriculture</b>	<b>7,020</b>	<b>16,064</b>	<b>7,441</b>	<b>16,258</b>	<b>33,274</b>	<b>29,726</b>	<b>55%</b>	<b>6%</b>
Operating Budget	539	1,466	667	1,791	2,943	2,937	61%	24%
Development Budget	6,481	14,598	6,774	14,466	0	0	0	5%
<b>Social Protection</b>	<b>6,770</b>	<b>17,748</b>	<b>7,043</b>	<b>19,304</b>	<b>27,372</b>	<b>27,023</b>	<b>71%</b>	<b>4%</b>
Operating Budget	6,581	17,267	6,719	18,661	25,709	25,708	73%	2%
Development Budget	190	480	324	643	0	0	0	71%
<b>Economic Governance</b>	<b>3,125</b>	<b>6,749</b>	<b>5,746</b>	<b>9,885</b>	<b>23,333</b>	<b>22,444</b>	<b>44%</b>	<b>84%</b>
Operating Budget	2,040	4,531	4,484	6,782	16,148	16,095	42%	120%
Development Budget	1,086	2,218	1,262	3,104	0	0	0	16%
<b>Unclassified</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-</b>	<b>-</b>
Operating Budget	0	0	0	0	0	0	-	-
Development Budget	0	0	0	0	0	0	-	-

## COFOG Expenditure

Table 13 presents expenditures based on the COFOG -Classification of Functions of the Government, which is a classification of core government activities by the UN, applicable for all countries. It covers 10 core functions of the government. Unlike the ANDS, in which expenditure is segregated into operating and development expenditure, in the COFOG expenditure is classified into recurrent and capital expenditure. Major portion of development spending is capital in nature and majority of operating spending are recurrent in nature. However, there is some spending in development spending such as salary of technical assistants which are recurrent in nature and similarly there is some operating spending which is capital in nature.

Total gross expenditure in the third quarter of 1396 was Afs 87 billion. This shows a slight decrease from the same quarter of 1395. Contrary to the third quarter in 1395, recurrent expenditure has decreased while capital expenditure has increased. Spending on general public services has also increased in the third quarter of 1396. In other areas such as defense, public order, safety, economic affairs, housing, communal activities, and education, quarterly based spending has decreased, whereas spending on environmental protection, health, and recreation has increased. Overall, total net expenditure in the third quarter has decreased as compared to the same period in 1395.

**Table 13. COFOG Expenditure**

In millions of Afghanis	1395	1395	1395	1396	1396	1396	% Change
	Q3	Q3 YTD	% Total	Q3	Q3 YTD	% Total	
<b>TOTAL NET EXPENDITURE</b>	<b>88,922</b>	<b>222,164</b>	<b>100%</b>	<b>87,325</b>	<b>225,466</b>	<b>100%</b>	<b>-2%</b>
Sale of Land and Buildings	-3	-1,096	0%	-52	-86	0%	<b>1413%</b>
<b>TOTAL GROSS EXPENDITURE</b>	<b>88,925</b>	<b>223,260</b>	<b>100%</b>	<b>87,378</b>	<b>225,553</b>	<b>100%</b>	<b>-2%</b>
RECURRENT EXPENDITURE	73,343	190,656	85%	71,479	191,786	85%	<b>-3%</b>

CAPITAL EXPENDITURE	15,583	32,603	15%	15,899	33,767	15%	2%
<b>General Public Services</b>	<b>12,503</b>	<b>29,583</b>	<b>13%</b>	<b>14,723</b>	<b>34,132</b>	<b>15%</b>	<b>18%</b>
Recurrent Expenditure	8,552	20,073	9%	11,150	26,205	12%	30%
Capital Expenditure	3,951	9,510	4%	3,573	7,927	4%	-10%
<b>Defence</b>	<b>22,540</b>	<b>57,873</b>	<b>26%</b>	<b>19,523</b>	<b>54,616</b>	<b>24%</b>	<b>-13%</b>
Recurrent Expenditure	22,347	57,300	26%	19,192	54,124	24%	-14%
Capital Expenditure	193	574	0%	332	492	0%	72%
<b>Public Order and Safety</b>	<b>17,285</b>	<b>46,153</b>	<b>21%</b>	<b>16,741</b>	<b>44,703</b>	<b>20%</b>	<b>-3%</b>
Recurrent Expenditure	16,460	45,035	20%	16,499	44,234	20%	0%
Capital Expenditure	825	1,117	1%	242	469	0%	-71%
<b>Economic Affairs</b>	<b>12,818</b>	<b>30,671</b>	<b>14%</b>	<b>12,733</b>	<b>30,780</b>	<b>14%</b>	<b>-1%</b>
Recurrent Expenditure	5,330	14,392	6%	3,528	11,800	5%	-34%
Capital Expenditure	7,489	16,279	7%	9,205	18,981	8%	23%
<b>Environmental Protection</b>	<b>195</b>	<b>469</b>	<b>0%</b>	<b>316</b>	<b>1,041</b>	<b>0%</b>	<b>62%</b>
Recurrent Expenditure	50	133	0%	54	144	0%	6%
Capital Expenditure	144	336	0%	262	896	0%	82%
<b>Housing and Communal Amenities</b>	<b>1,645</b>	<b>2,218</b>	<b>1%</b>	<b>932</b>	<b>2,709</b>	<b>1%</b>	<b>-43%</b>
Recurrent Expenditure	170	433	0%	211	604	0%	24%
Capital Expenditure	1,475	1,786	1%	721	2,105	1%	-51%
<b>Health</b>	<b>3,419</b>	<b>9,781</b>	<b>4%</b>	<b>4,428</b>	<b>9,660</b>	<b>4%</b>	<b>30%</b>
Recurrent Expenditure	2,840	8,613	4%	3,958	8,757	4%	39%
Capital Expenditure	578	1,168	1%	470	903	0%	-19%
<b>Recreation, Culture and Religion</b>	<b>711</b>	<b>1,594</b>	<b>1%</b>	<b>801</b>	<b>1,916</b>	<b>1%</b>	<b>13%</b>
Recurrent Expenditure	557	1,386	1%	626	1,638	1%	12%
Capital Expenditure	154	208	0%	175	279	0%	14%
<b>Education</b>	<b>11,662</b>	<b>29,074</b>	<b>13%</b>	<b>10,837</b>	<b>28,798</b>	<b>13%</b>	<b>-7%</b>
Recurrent Expenditure	10,912	27,509	12%	10,017	27,217	12%	-8%
Capital Expenditure	750	1,565	1%	821	1,581	1%	9%
<b>Social Protection</b>	<b>6,148</b>	<b>15,843</b>	<b>7%</b>	<b>6,343</b>	<b>17,199</b>	<b>8%</b>	<b>3%</b>
Recurrent Expenditure	6,124	15,783	7%	6,245	17,063	8%	2%
Capital Expenditure	24	60	0%	98	136	0%	315%

## Expenditure Summary by Input

Table 14 presents expenditure based on the major code level. In third quarter of 1396, 69 percent of gross expenditure was the largest spending compensation of employees, while the lowest spending was on interest with a share of 6 percent in total expenditure. Spending for some major codes decreased as compared to the same quarter in 1395.

**Table 14. Expenditure Summary by Input**

In millions of Afghanis	1395	1395	1396	1396	1396	1396	% Growth	%
	Q3	Q3 YTD	Budget	Allocated	Q3	Q3 YTD	on 1395	Budget.
<b>TOTAL GROSS EXPENDITURES</b>	<b>88937</b>	<b>222725</b>	<b>427423</b>	<b>389131</b>	<b>88058</b>	<b>225337</b>	-1%	<b>53%</b>
<b>Operating Budget</b>	<b>65094</b>	<b>168556</b>	<b>275536</b>		<b>65020</b>	<b>171210</b>	0%	<b>62%</b>
<b>Development Budget</b>	<b>23843</b>	<b>54169</b>	<b>151887</b>		<b>23556</b>	<b>54126</b>	-1%	<b>36%</b>
Discretionary Budget	7335	15038			11191	22609	53%	
Non-discretionary Budget	16508	39131			12365	31518	-25%	
<b>TOTAL NET EXPENDITURES</b>	<b>88934</b>	<b>221630</b>			<b>88006</b>	<b>225250</b>	-1%	
<b>RECURRENT EXPENDITURES</b>	<b>73343</b>	<b>190110</b>			<b>72135</b>	<b>191514</b>	-2%	
<b>Compensation of Employees</b>	<b>43132</b>	<b>115709</b>	<b>181297</b>	<b>181064</b>	<b>43309</b>	<b>124310</b>	0%	<b>69%</b>
Wages and Salaries	42379	113743			42547	122040	0%	
Social Benefits	841	2159			832	2449	-1%	
Other Compensation	-88	-194			-69	-179		
<b>Use of Goods and Services</b>	<b>23279</b>	<b>56629</b>	<b>110644</b>	<b>100469</b>	<b>22149</b>	<b>48406</b>	-5%	<b>20%</b>
Travel	763	1960			797	2048	5%	
Food	987	2015			964	1930	-2%	
Contracted Services	7511	17452			7212	17277	-4%	
Repairs and Maintenance	1483	3341			1371	2585	-8%	
Utilities	929	2643			1321	2588	42%	
Fuel	6734	17050			2959	8306	-56%	
Tools and Materials	1835	2924			2170	3793	18%	
Other Use of Goods and Services	3038	9244			5354	9878	76%	
<b>Interest</b>	<b>185</b>	<b>377</b>	<b>1831</b>	<b>1831</b>	<b>103</b>	<b>323</b>	-44%	<b>6%</b>
<b>Social Transfers</b>	<b>6746</b>	<b>17396</b>	<b>25968</b>	<b>25733</b>	<b>6574</b>	<b>18476</b>	-3%	<b>25%</b>

Subsidies	350	1050			350	1049	0%	
Grants	82	186			115	222	40%	
<i>Foreign Grants</i>	46	139			101	168		
<i>Current Grants</i>	36	47			14	54		
Social Security	5984	15342			5939	16554	-1%	
Other Social Transfers <sup>1</sup>	330	818			169	651	-49%	
<b>ACQUISITION OF ASSETS</b>								
<b>Gross Acquisition of NFA</b>	<b>15595</b>	<b>32615</b>	<b>107684</b>	<b>80034</b>	<b>15923</b>	<b>33822</b>	2%	<b>15%</b>
<b>Net Acquisition of NFA</b> <sup>2</sup>	<b>15592</b>	<b>31520</b>			<b>15871</b>	<b>33736</b>	2%	
Sale of Land and Buildings <sup>3</sup>	-3	-1096			-52	-86	1413%	
Buildings and Structures	11034	21251			10495	22590	-5%	
Machinery / Equipment	3707	8008			2971	6252	-20%	
Valuables	0	1			0	0	212%	
Land	138	608			159	317	15%	
Capital Advance Payments	717	2747			2299	4662	221%	

1/ Repayment of Advances can cause this line to be negative

2/ Net of proceeds from Sale of Non-Financial Assets

3/ Negative as this represents a revenue line

## Debt

Debt financing constitutes a small portion of the development projects funding. The debt stock has increased by around 4.2 percent over the last quarter (Q2 1396), while comparing this with the same quarter last year, it has increased by around 7 percent.

The international organizations, including IMF, WB, IDB and ADB and the foreign governments mainly the Russian Federation and the Saudi Fund, are the main lenders. The international organizations have provided Afs 77,757 million, while the foreign governments have provided Afs 61,871 million for the third quarter of 1396. IMF and ADB are the major creditors among the international organizations, while the Russian Federation is the main creditor among the foreign governments.

**Table 15. Government Debt Stock**

In Million Afs	1395	1396	1396	% Change	
	Q3	Q2	Q3	YoY	QoQ
<b>EXTERNAL</b>	<b>129,469</b>	<b>133,352</b>	<b>139,629</b>	8%	4.7%
<b>International Organizations</b>	<b>71,654</b>	<b>74,545</b>	<b>77,757</b>	9%	4.3%
IMF	6,472	6,112	6,384	-1%	4.5%

World Bank	23,437	23,176	24,153	3%	4.2%
Islamic Development Bank	2,458	3,107	3,252	32%	4.7%
Asian Development Bank	39,185	42,043	43,855	12%	4.3%
Others	102	108	114	11%	5.1%
<b>Foreign Governments</b>	<b>57,815</b>	<b>58,806</b>	<b>61,871</b>	7%	5.2%
Russian Federation	53,901	54,556	57,363	6%	5.1%
Saudi Fund	2,587	2,947	3,078	19%	4.5%
Others	1,328	1,304	1,430	8%	9.7%
<b>DOMESTIC</b>	<b>161,525</b>	<b>165,433</b>	<b>171,766</b>	6%	3.8%
<b>Bonds (Non-Tradable)</b>	30,996	30,996	30,996	0%	0.0%
<b>Commercial Banks</b>	13052910%	13443713%	14076977%	8%	4.7%
<b>TOTAL CENTRAL GOVERNMENT DEBT</b>	<b>290,995</b>	<b>298,785</b>	<b>311,394</b>	7%	4.2%

## Fiscal Sustainability

The fiscal sustainability indicators show a mixed picture, as shown in table 16. Compared to the first quarter and second quarter of 1396, the share of domestic revenue in total revenue has decreased by 5 percent and 20 percent respectively. Similarly, the share of customs revenue in total revenue has also decreased by 6 percent in the third quarter of 1396 as compared to the previous quarter. Owing to the economic transition in Afghanistan, the contribution of grants in sustaining the fiscal side of the economy is understandably on the decreasing trend, and its share in total grants increased by 20 percent in third quarter 1396. Fiscal sustainability ratio (FSR), or the ratio of domestic revenues to operating expenditures, has also improved in the third quarter of the current year.

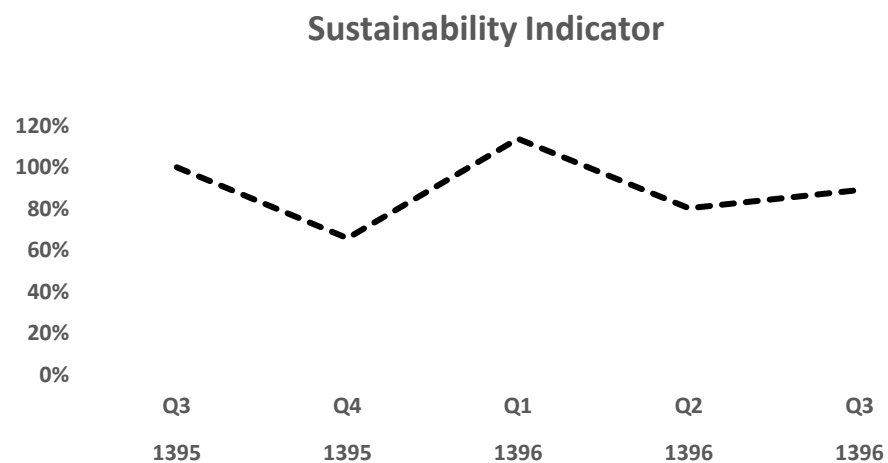
Given the improvements in the above ratios, we can see that in the third quarter 1396, revenue collection over total revenue has decreased significantly. However, the government's efforts to its operating expenses from the domestic sources has not been very successful lately. In this quarter, the domestic revenue finances only 49 percent of the total salary payments, which is one percent less than the same quarter last year.

As the grants and donor assistance is gradually draining for Afghanistan, the government needs to resort to borrowing to finance some of its development projects. Therefore, it is expected that the share of interest payment in total expenditures will presumably increase over the longer term. The current composition of interest/total expenditures is at around 0.7 percent.

**Table 16. Fiscal Sustainability**

	1395	1395	1396	1396	1396
	Q3	Q4	Q1	Q2	Q3
Domestic Revenue/Total	61%	51%	55%	70%	50%
Customs Revenue/Total	11%	11%	12%	17%	11%
Grants/Total	39%	49%	45%	30%	50%
Op. Spending/Dom. Rev.	190%	232%	125%	152%	165%
Salaries/Total Expenditure	48%	37%	76%	50%	49%
Interest/Expenditure	0.6%	0.5%	0.7%	0.4%	0.7%
Financing/Expenditure	-19.9%	-23.3%	46.5%	-20.4%	14.0%

A strong and stable macroeconomic framework is important for fiscal sustainability. The mobilization of domestic revenue through changes in the tax policy and tax administration is the preferred policy response for the Afghan government to sustain the fiscal sustainability. In addition cutting unnecessary expenditures on the operating side may also help sustain the fiscal sustainability.



## Fiscal Balance

Table 17 shows that the government financing consisted of domestic grants, domestic revenue, borrowing and sale of assets. As of the third quarter of 1396, considerable changes have occurred in the transactions which affect net worth. The net operating balance (revenue minus expenditures) has increased significantly compared to the same period in 1395. The gap between lending and borrowing has also widened. Table 18 captures the depressing picture of transactions in non-financial sector or property market. The performance of almost all indicators has worsened mainly because of the prevalent insecurity and hardly hit consumer expectations.

### 17. Summary Transactions Affecting Net Worth

In millions of Afghanis	1395 Q3	1395 Q3 YTD	1396 Q3	1396 Q3 YTD	% Change on 1395
<b>TRANSACTIONS AFFECTING NET WORTH</b>					
Revenues including Grants	58,793	244,964	100,801	241,819	317%
Expenditures (Recurrent)	73,343	190,110	72,135	191,514	159%
Interest	185	377	103	323	104%
<b>Net Operating Balance</b>	<b>-14,549</b>	<b>54,854</b>	<b>28,666</b>	<b>50,304</b>	<b>-477%</b>
<b>Primary Operating Balance</b>	<b>-14,365</b>	<b>55,231</b>	<b>28,770</b>	<b>50,627</b>	<b>-8%</b>
<b>TRANSACTIONS IN NONFINANCIAL ASSETS</b>					
Net Acquisition of Nonfinancial Assets	15,592	31,520	15,871	33,736	102%
<b>Net Lending-Borrowing</b>	<b>-30,141</b>	<b>23,335</b>	<b>12,796</b>	<b>16,569</b>	<b>-177%</b>
<b>Financing</b>	<b>17,743</b>	<b>-35,733</b>	<b>-12,795</b>	<b>-16,569</b>	<b>-301%</b>
<b>TRANSACTIONS IN FINANCIAL ASSETS AND LIABILITIES</b>					
Net Acquisition of Financial Assets	16,334	-36,489	-14,466	-19,031	-323%
Net Acquisition of Financial Liabilities	1,409	756	1,671	2,462	-46%
<b>RETAINED EARNINGS</b>					
<b>Discrepancies</b>	<b>-12,398</b>	<b>-12,398</b>	<b>0</b>	<b>0</b>	



**Table 18. Transactions in Non-Financial Assets**

In millions of Afghanis	1395	1395	1396	1396	% Change
	Q3	Q3 YTD	Q3	Q3 YTD	on 1395
<b>NET ACQUISITION OF NONFINANCIAL ASSETS</b>	<b>15,592</b>	<b>31,520</b>	<b>15,871</b>	<b>33,736</b>	<b>2%</b>
Land and Buildings	11,168	20,763	10,601	22,821	-5%
Purchase of Land and Buildings	11,171	21,859	10,653	22,907	-5%
Buildings and Structures	11,034	21,251	10,495	22,590	-5%
Land	138	608	159	317	15%
Sale of Land and Buildings	-3	-1,096	-52	-86	1413%
Sale of State-Owned Enterprises	0	0	0	0	-
Machinery and Equipment (>50,000)	3,707	8,008	2,971	6,252	-20%
Valuables	0	1	0	0	212%
Other Acquisitions	717	2,747	2,299	4,662	221%
Capital Advance Payments	717	2,747	2,299	4,662	221%

## Transactions in Financial Assets and Liabilities

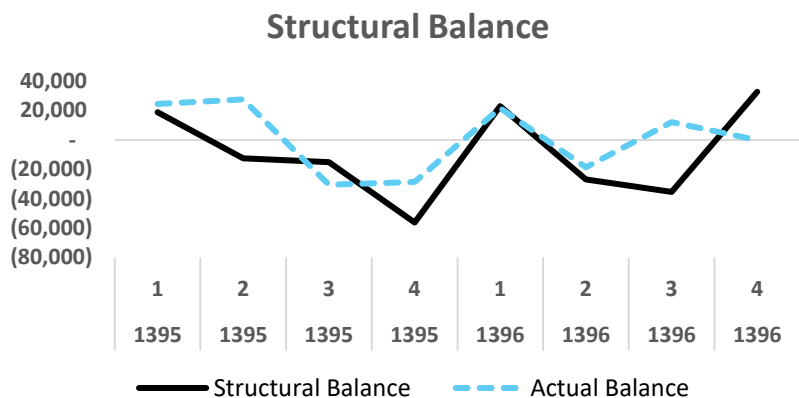
The transactions of financial assets have decreased in the third quarter of 1396 compared to the same period last year (table 19). Net acquisition of financial assets have decreased by around 189 percent in the third quarter of 1396. The increase in account payable is due to increase in payment to suppliers. Loans in the third quarter of 1396 have increased by around 134 percent compared to the same quarter in 1395. The purchasing power to gain foreign currency in financial market has also eroded because of the massive depreciation in Afghani.

### 19. Transactions in Financial Assets and Liabilities

In millions of Afghanis	1395	1395	1396	1396	% Change
	Q3	Q3 YTD	Q3	Q3 YTD	on 1395
<b>TRANSACTIONS IN FINANCIAL ASSETS AND LIABILITIES</b>	<b>17,743</b>	<b>-35,733</b>	<b>-12,795</b>	<b>-16,569</b>	<b>-172%</b>
<b>TOTAL FINANCING</b>					-
<b>Net Acquisition of Financial Assets</b>	<b>16,334</b>	<b>-36,489</b>	<b>-14,466</b>	<b>-19,031</b>	<b>-189%</b>
<i>Domestic</i>	<b>16,334</b>	<b>-36,489</b>	<b>-14,466</b>	<b>-19,031</b>	<b>-189%</b>
Currency and Deposits	23,937	-20,439	-12,693	-8,348	-153%
Treasury Single Account	23,853	-17,290	765	7,331	-97%
Provincial Revenue Accounts	-175	-212	0	-190	-100%

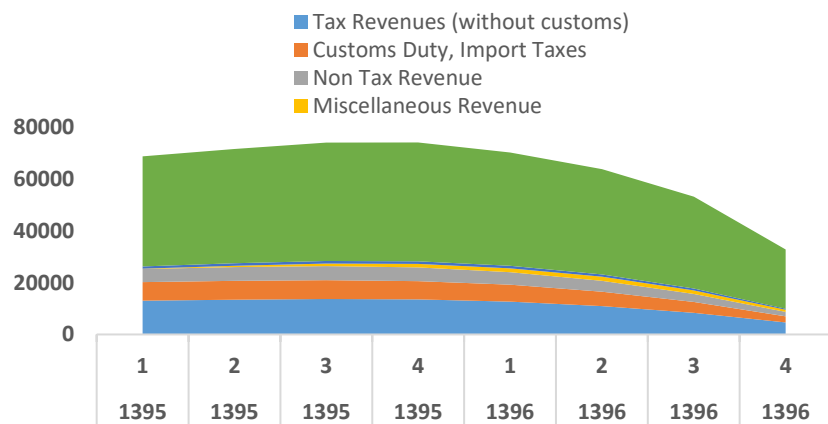
Donor Accounts	262	-2,938	-13,458	-15,490	-5242%
Other Deposit Accounts	-3	0	0	0	-100%
Loans	-3	9	1	20	-134%
Loans	1	3	1	4	-5%
Advances	-5	6	0	17	-100%
Other Accounts Receivable	76	164	-100	-184	-232%
Clearing Accounts	76	-12	-100	-230	-232%
Other Current Assets	0	176	0	46	-
Other Assets	-7,675	-16,223	-1,674	-10,519	-78%
Provincial Expenditure Accounts	-7,675	-16,223	-1,674	-10,507	-78%
<b>Foreign</b>					-
<b>Net Acquisition of Financial Liabilities</b>	<b>1,409</b>	<b>756</b>	<b>1,671</b>	<b>2,462</b>	19%
<b>Domestic</b>	<b>1,359</b>	<b>912</b>	<b>2,085</b>	<b>3,225</b>	53%
Accounts Payable	374	1,518	572	987	53%
Accounts Payable - Suppliers	385	1,523	582	966	51%
Accounts Payable - Other	-12	-5	-9	20	-22%
Pension Liabilities	1	3	-23	19	-1873%
Other Payables	1	1	0	0	-48%
Other Liabilities	984	-610	1,536	2,218	56%
<b>Foreign</b>	<b>49</b>	<b>-155</b>	<b>-415</b>	<b>-762</b>	-940%
Foreign Currency	0	0	0	0	-
Loans	12	-212	-390	-704	-3344%
Currency Gain/Loss	37	57	-25	-59	-166%

## Structural Balance



A structural balance (in our case deficit) is one which exists regardless of underlying imbalance in government revenues and expenditures. For Afghanistan, we can see from the graph that the structural balance is in tandem with that of the actual balance, which means the fiscal deficit is structural in nature and not cyclical.

## Structural Components of Revenue



Throughout 1395, the structural balance has improved, which signifies improvement in revenue collection and reduced share of grants to meet operating expenditure. Major portion of the structural imbalance in Afghanistan is financed by foreign grants. The structure balance will improve further as domestic revenue performance improves.

## Annexure

**Table 20. Detailed Operating Expenditure**

In millions of Afghanis	Total Operating Expenditures					Wages		G+S		NFA		Others	
	1395	1396	%	1396	%	1395	1396	1395	1396	1395	1396	1395	1396
	Q3 YTD		Change	Budget	Budget	Q3 YTD	Q3 YTD	Q3 YTD	Q3 YTD	Q3 YTD	Q3 YTD	Q3 YTD	Q3 YTD
<b>TOTAL</b>	<b>168,556</b>	<b>171,210</b>	<b>1.6%</b>	<b>274,105</b>	<b>62%</b>	<b>115,709</b>	<b>124,310</b>	<b>32,858</b>	<b>26,112</b>	<b>2,644</b>	<b>2,197</b>	<b>17,346</b>	<b>18,591</b>
<b>Total Security</b>	<b>102,153</b>	<b>97,211</b>	<b>-4.8%</b>	<b>157,051</b>	<b>62%</b>	<b>76,901</b>	<b>82,460</b>	<b>22,804</b>	<b>13,106</b>	<b>1,347</b>	<b>590</b>	<b>1,102</b>	<b>1,055</b>
Ministry of Interior	42,013	39,983	-4.8%	64,786		31,079	34,191	9,008	4,541	876	202	1,050	1,050
Ministry of Defence	46,393	40,824	-12.0%	69,454		34,979	35,393	10,906	5,236	457	194	52	0
Ministry of Foreign Affairs	3,057	3,450	12.8%	5,008		1,927	2,209	1,125	1,216	6	25	0	-0
National Security Council	465	653	40.5%	1,099		353	507	112	135	0	7	0	5
Presidential Protective Service	944	1,098	16.3%	1,602		845	981	99	112	1	5	0	0
General Directorate of National Security	9,281	11,203	20.7%	15,103		7,719	9,179	1,555	1,868	7	156	0	-0
<b>Total Governance, Rule of Law and Human Rights</b>	<b>11,905</b>	<b>13,499</b>	<b>13.4%</b>	<b>20,526</b>	<b>66%</b>	<b>8,866</b>	<b>10,322</b>	<b>2,796</b>	<b>2,883</b>	<b>195</b>	<b>184</b>	<b>49</b>	<b>110</b>
Executive Directorate and Secretariat of Ministers Council	645	643	-0.3%	0		485	469	159	140	0	0	-0	34
National Assembly Meshanro Jirga	325	353	8.6%	532		285	304	40	49	0	0	0	-0
National Assembly Wolesi Jirga	1,127	1,200	6.5%	1,647		951	1,012	176	187	0	1	-0	0
Supreme Court	2,449	2,306	-5.8%	3,403		2,332	2,203	117	97	0	6	0	-0
Ministry of Justice	412	439	6.5%	740		321	350	91	89	0	0	0	-0
Administrative Affairs	2,978	3,455	16.0%	5,605		1,785	2,396	983	891	161	92	49	77
Ministry of State and Parliamentary Affairs	97	85	-12.5%	153		81	62	11	16	5	7	0	0
Ministry of Haj and Religious Affairs	597	708	18.5%	1,360		444	526	148	168	5	14	0	-0
Attorney General	840	1,405	67.3%	2,138		731	1,266	109	138	0	1	0	0
Election Commission	142	217	53.0%	415		106	149	36	68	0	0	0	0
IARCSC	233	271	16.3%	434		178	194	55	53	0	25	0	0
Independent Commission for Overseeing the Implementation of Cons	44	44	0.1%	72		33	34	11	10	0	0	-0	-0

The High office of Oversight and Anti-Corruption	82	85	2.8%	152		64	69	19	15	0	0	0	0
Independent Directorate of Local Governance	1,876	2,196	17.1%	3,687		1,037	1,235	815	925	24	37	-0	-0
Afghanistan Independent Human Rights Commission	4	8	88.3%	40		0	0	4	7	0	0	0	0
Independent Electoral Complaints Commission	49	82	68.3%	148		31	53	18	29	0	0	0	0
Office of the National Economy Council	4	0	-100.0%	0		2	0	2	0	0	0	-0	0
<b>Total Infrastructure and Natural Resources</b>	<b>3,855</b>	<b>4,362</b>	<b>13.2%</b>	<b>6,861</b>	<b>64%</b>	<b>1,767</b>	<b>1,769</b>	<b>1,043</b>	<b>1,272</b>	<b>1,045</b>	<b>1,321</b>	<b>0</b>	<b>0</b>
Ministry of Public Works	1,914	2,066	7.9%	3,199		307	311	575	568	1,032	1,186	0	0
Ministry of Transport and Aviation	164	196	19.8%	313		118	121	44	52	2	23	0	0
Ministry of Communication	373	367	-1.6%	582		272	268	101	98	0	1	0	0
Ministry of Energy and Water	409	650	59.1%	936		322	344	87	306	0	0	0	0
Water Supply and Canalization Corporation	0	0	-	0		0	0	0	0	0	0	0	0
Da Brishna Shirkat	0	0	-	0		0	0	0	0	0	0	0	0
Ministry of Urban Development	200	324	61.6%	472		149	154	50	66	1	104	-0	0
Civil Aviation Authority	209	197	-5.4%	377		158	153	50	44	0	0	0	0
Independent Board of new Kabul	0	32	-	119		0	3	0	23	0	7	0	0
Ministry of Mines and Industries	333	355	6.8%	566		249	277	76	77	8	1	0	0
Geodesy and Cartography Office	95	2	-98.3%	13		71	1	23	0	0	0	-0	-0
Directorate of Environment	134	144	7.6%	227		99	111	33	33	1	0	-0	-0
Afghanistan High Atomic Energy Commission	24	29	21.4%	59		21	24	3	5	0	0	-0	0
Municipalities	0	0	-	0		0	0	0	0	0	0	0	0
<b>Total Education</b>	<b>24,979</b>	<b>26,169</b>	<b>4.8%</b>	<b>40,570</b>	<b>65%</b>	<b>22,906</b>	<b>23,858</b>	<b>2,065</b>	<b>2,260</b>	<b>7</b>	<b>51</b>	<b>-0</b>	<b>0</b>
Ministry of Education	20,968	21,857	4.2%	33,356		19,904	20,638	1,061	1,202	3	17	-0	-0
Ministry of Higher Education	3,103	3,209	3.4%	5,409		2,367	2,515	736	693	1	1	-0	0
Ministry of Information and Culture	356	389	9.5%	633		263	291	90	87	3	11	-0	0
Science Academy	143	165	14.9%	239		128	149	15	15	0	1	0	0
National Olympic Committee	120	218	81.8%	362		39	46	80	154	1	18	-0	0
Radio and television of Afghanistan	288	331	14.8%	570		205	219	83	109	0	3	0	-0
<b>Total Health</b>	<b>2,400</b>	<b>2,735</b>	<b>14.0%</b>	<b>4,297</b>	<b>64%</b>	<b>1,509</b>	<b>1,700</b>	<b>862</b>	<b>1,007</b>	<b>28</b>	<b>28</b>	<b>-0</b>	<b>-0</b>
Ministry of Public Health	2,400	2,735	14.0%	4,297		1,509	1,700	862	1,007	28	28	-0	-0
<b>Total Agriculture and Rural Development</b>	<b>1,466</b>	<b>1,791</b>	<b>22.2%</b>	<b>2,943</b>	<b>61%</b>	<b>1,167</b>	<b>1,354</b>	<b>294</b>	<b>432</b>	<b>6</b>	<b>6</b>	<b>-0</b>	<b>0</b>
Ministry of Agriculture	851	898	5.6%	1,376		719	763	131	130	1	6	-0	-0
Ministry of Counter Narcotics	141	134	-4.7%	239		92	96	46	39	3	0	-0	0

Ministry of Rural Rehabilitation and Development	329	450	36.7%	777		249	261	80	189	1	0	-0	0
Afghanistan Independent Land Authority	145	308	112.1%	550		107	234	38	74	0	0	-0	0
<b>Total Social Protection</b>	<b>17,267</b>	<b>18,661</b>	<b>8.1%</b>	<b>25,709</b>	<b>73%</b>	<b>1,096</b>	<b>1,180</b>	<b>472</b>	<b>465</b>	<b>5</b>	<b>12</b>	<b>15,695</b>	<b>17,004</b>
Ministry of Frontiers and Tribal Affairs	290	291	0.3%	481		152	167	134	124	4	0	0	-0
Ministry of Martyrs, Disabled and Social Affairs	16,104	17,359	7.8%	23,690		637	651	239	211	0	0	15,228	16,498
Ministry of Refugees and Repatriates	165	200	21.2%	301		129	154	36	46	1	0	-0	0
Ministry of Women Affairs	128	145	13.5%	234		98	108	30	28	0	8	0	0
Office of Disaster Preparedness	537	595	10.7%	843		48	54	23	31	0	3	466	507
Directorate of Kochis	44	72	64.9%	159		32	47	11	25	0	0	-0	-0
<b>Total Economic Gov. and Private Sector Devel't</b>	<b>4,531</b>	<b>6,782</b>	<b>49.7%</b>	<b>16,148</b>	<b>42%</b>	<b>1,496</b>	<b>1,667</b>	<b>2,523</b>	<b>4,687</b>	<b>11</b>	<b>6</b>	<b>501</b>	<b>422</b>
Ministry of Finance	3,453	6,008	74.0%	14,823		1,019	1,192	1,933	4,393	0	1	501	422
Ministry of Commerce	673	335	-50.2%	628		177	154	490	179	7	2	0	0
Ministry of Economy	161	173	7.2%	270		118	123	40	49	3	1	0	0
Control and Audit Office	100	109	8.7%	164		68	74	32	35	0	0	-0	-0
Central Statistics Office	97	102	4.9%	171		81	85	16	16	0	1	0	0
Micro Finance Investment Support Facility for Afghanistan	0	0	-	0		0	0	0	0	0	0	0	0
Afghanistan National Standard Authority	46	55	20.6%	92		33	40	12	14	1	1	-0	-0
Afghanistan Investment Support Agency	0	0	-	0		0	0	0	0	0	0	0	0
<b>Total Unclassified</b>	<b>0</b>	<b>0</b>	<b>-</b>	<b>0</b>	<b>-</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Unallocated Reserves	0	0	-	0		0	0	0	0	0	0	0	0
Unspecified	0	0	-	0		0	0	0	0	0	0	0	0

1/ Interest, and Subsidies and Transfers

**Table 21a. Programs Expenditure**

In millions of Afghanis

	OPERATING BUDGET				DEVELOPMENT BUDGET				TOTAL BUDGET		
	1396				1396				1396		
	Q3 YTD	Budget	Allotted	% Allot.	Q3 YTD	Budget	Allotted	% Allot.	Q3 YTD	Budget	Allotted
<b>Ministry of Education</b>	<b>21856.7</b>	<b>33355.6</b>	<b>33354.6</b>	<b>66%</b>	<b>2645.1</b>	<b>11895.8</b>	<b>5462.3</b>	<b>48%</b>	<b>24501.8</b>	<b>45251.4</b>	<b>38817.0</b>
General & Islamic Education	18849.1	28481.7	28481.7	66%	230.1	7352.5	3685.3	6%	19079.2	35834.2	32167.0
Curriculum development & teacher training	707.6	1161.4	1161.4	61%	39.3	2369.0	592.9	7%	746.9	3530.4	1754.3
Technical and vocational training program	857.5	1453.8	1452.8	59%	32.1	971.7	466.1	7%	889.6	2425.5	1918.9

Literacy and informal Education	416.9	653.0	652.9	64%	11.3	366.8	291.2	4%	428.2	1019.8	944.2
Education management	1027.2	1605.8	1605.8	64%	19.8	835.9	426.9	5%	1047.0	2441.6	2032.7
Other	-1.7	0.0	0.0	-	2312.6	-0.1	0.0	-	2311.0	-0.1	0.0
<b>Ministry of Agriculture, Irrigation and Livestock</b>	<b>898.4</b>	<b>1376.1</b>	<b>1376.0</b>	<b>65%</b>	<b>5840.6</b>	<b>10334.0</b>	<b>9922.0</b>	<b>59%</b>	<b>6739.0</b>	<b>11710.1</b>	<b>11298.0</b>
Natural Resource Management	133.2	194.2	194.2	69%	464.8	2213.8	2145.2	22%	597.9	2408.0	2339.4
Agriculture Production and Productivity	359.4	530.0	530.0	68%	245.0	3833.7	3766.9	7%	604.4	4363.7	4296.9
Economic Regeneration	127.4	217.4	217.3	59%	1678.5	3581.8	3328.1	50%	1805.9	3799.2	3545.5
Reform and Capacity Building	278.8	434.4	434.4	64%	370.7	704.8	681.8	54%	649.6	1139.2	1116.3
Other	-0.4			-	3081.6	0.0	0.0	-	3081.2		
<b>Ministry of Rural Rehabilitation and Development</b>	<b>450.4</b>	<b>777.3</b>	<b>777.3</b>	<b>58%</b>	<b>8075.4</b>	<b>18288.0</b>	<b>0.0</b>	<b>-</b>	<b>8525.8</b>	<b>19065.3</b>	<b>16298.2</b>
Rural Infrastructure (RI)	0.0	0.0	0.0	-	4094.1	15576.2	13154.8	31%	4094.1	15576.2	13154.8
Economic Regeneration (ER)	0.0	0.0	0.0	-	5.9	378.7	302.4	2%	5.9	378.7	302.4
Local Governance	0.0	0.0	0.0	-	46.8	2333.2	2063.7	2%	46.8	2333.2	2063.7
Institutional Support Program (ISP)	451.1	777.3	777.3	58%	0.0	0.0	0.0	-	451.1	777.3	777.3
Other	-0.8			-	3928.6	0.0	0.0	-	3927.9		
<b>Ministry of Energy &amp; Water</b>	<b>650.1</b>	<b>935.5</b>	<b>935.2</b>	<b>70%</b>	<b>2707.1</b>	<b>7740.2</b>	<b>5514.5</b>	<b>49%</b>	<b>3357.1</b>	<b>8675.7</b>	<b>6449.7</b>
Energy	42.2	71.4	71.1	59%	460.1	1689.3	818.9	56%	502.3	1760.8	890.1
Water	457.0	649.4	649.4	70%	822.6	6050.9	4695.6	18%	1279.5	6700.3	5345.0
Admin & Finance	151.3	214.7	214.7	70%	0.0	0.0	0.0	-	151.3	214.7	214.7
Other	-0.4			-	1424.4	0.0	0.0	-	1424.0		
<b>Ministry of Finance</b>	<b>6007.7</b>	<b>14823.1</b>	<b>14784.6</b>	<b>41%</b>	<b>2539.5</b>	<b>4840.4</b>	<b>4706.6</b>	<b>54%</b>	<b>8547.2</b>	<b>19663.4</b>	<b>19491.2</b>
Public Financial Management	5508.8	12099.7	12099.7	46%	392.6	2181.0	2101.5	19%	5901.4	14280.7	14201.2
Revenue Management	577.7	967.9	932.7	62%	210.4	1452.4	1446.6	15%	788.1	2420.3	2379.3
Operation (General Administration)	908.6	1686.4	1685.9	54%	515.4	1074.0	1025.4	50%	1424.1	2760.4	2711.3
Policy Management	45.9			-	34.4	133.3	133.1	26%	80.3	202.4	199.3
Other	-1033.3			-	1386.7	0.0	0.0	-	353.3		
<b>Ministry of Public Works</b>	<b>2065.5</b>	<b>3199.1</b>	<b>3192.4</b>	<b>65%</b>	<b>8764.0</b>	<b>24481.9</b>	<b>17344.2</b>	<b>51%</b>	<b>10829.5</b>	<b>27681.0</b>	<b>20536.6</b>
Transportation Infrastructures	40.7	62.4	62.4	65%	3384.1	24481.9	17344.2	20%	3424.8	24544.3	17406.6
Maintenance of Transport Infrastructure	1941.3	3011.1	3004.4	65%	0.0	0.0	0.0	-	1941.3	3011.1	3004.4
Admin & Finance	89.3	125.7	125.7	71%	0.0	0.0	0.0	-	89.3	125.7	125.7
Other	-5.8			-	5379.9	0.0	0.0	-	5374.1		
<b>Ministry of Public Health</b>	<b>2735.1</b>	<b>4296.7</b>	<b>4290.6</b>	<b>64%</b>	<b>6840.4</b>	<b>16643.8</b>	<b>15094.2</b>	<b>45%</b>	<b>9575.5</b>	<b>20940.4</b>	<b>19384.8</b>
Institutional Development and Assessment (IDA)	35.4	49.9	49.9	71%	649.9	3417.6	2519.2	26%	685.4	3467.5	2569.1
Health Service Provision	905.3	1164.9	1163.1	78%	1179.6	13196.6	12573.4	9%	2084.9	14361.6	13736.5

Admin	1803.4	3081.8	3077.7	59%	0.0	29.4	1.5	0%	1803.4	3111.3	3079.2
Other	-9.1			-	5010.9	0.0	0.0	-	5001.8		
<b>Independent Directorate of Local Governance</b>	<b>2196.4</b>	<b>3687.0</b>	<b>3686.7</b>	<b>60%</b>	<b>286.4</b>	<b>1587.3</b>	<b>1322.1</b>	<b>22%</b>	<b>2482.8</b>	<b>5274.3</b>	<b>5008.8</b>
National Principals for Local Governance	72.7	149.1	148.8	49%	0.0	0.0	0.0	-	72.7	149.1	148.8
Local Governance Management	1979.4	3015.9	3015.9	66%	134.8	1587.3	1322.1	10%	2114.3	4603.2	4338.0
General Supporting Services	144.9	522.0	522.0	28%	0.0	0.0	0.0	-	144.9	522.0	522.0
Other	-0.7			-	151.6	0.0	0.0	-	151.0		
<b>Ministry of Urban Development</b>	<b>323.6</b>	<b>472.0</b>	<b>472.0</b>	<b>69%</b>	<b>1891.8</b>	<b>4391.1</b>	<b>3958.8</b>	<b>48%</b>	<b>2215.4</b>	<b>4863.1</b>	<b>4430.8</b>
Planning & Urban Development	19.3	32.6	32.6	59%	154.6	450.9	339.9	45%	173.9	483.6	372.5
Housing	11.8	18.8	18.8	63%	1133.0	2282.2	2181.0	52%	1144.8	2301.0	2199.8
Urban Infrastructure	34.3	51.0	51.0	67%	263.7	815.3	800.9	33%	298.0	866.3	851.9
Management & Operations	259.1	369.5	369.5	70%	210.2	842.7	636.9	33%	469.3	1212.2	1006.5
Other	-0.9			-	130.3			-	129.4		

**Table 10b. Programs Expenditure**

(In millions of Afghanis)	OPERATING BUDGET				DEVELOPMENT BUDGET				TOTAL BUDGET			
	1396				1396				1396			
	Q3 YTD	Budget	Allocated	% Alloc.	Q3 YTD	Budget	Allocated	% Alloc.	Q3 YTD	Budget	Allocated	% Alloc.
<b>Ministry of Transport</b>	<b>196.3</b>	<b>312.5</b>	<b>312.5</b>	<b>63%</b>	<b>12.3</b>	<b>70.6</b>	<b>15.2</b>	<b>81%</b>	<b>208.6</b>	<b>383.1</b>	<b>327.7</b>	<b>64%</b>
Land Transport Services	196.8	312.5	312.5	63%	12.3	0.0	0.0	-	209.0	383.1	327.7	64%
Other	-0.4			-	0.0	0.0	0.0	-	-0.4			-
<b>Ministry of Communication and Information Technology</b>	<b>367.0</b>	<b>582.2</b>	<b>582.2</b>	<b>63%</b>	<b>518.1</b>	<b>2092.9</b>	<b>1452.1</b>	<b>36%</b>	<b>885.1</b>	<b>2675.1</b>	<b>2034.3</b>	<b>44%</b>
E - Afghanistan	78.9	118.8	118.8	66%	385.3	0.0	0.0	-	464.2	2211.8	1570.9	30%
ICT Literacy	17.2	28.1	28.1	61%	0.0	0.0	0.0	-	17.2	28.1	28.1	61%
General Administration & Management	271.4	435.2	435.2	62%	0.0	0.0	0.0	-	271.4	435.2	435.2	62%
Other	-0.4			-	132.8	0.0	0.0	-	132.4			-
<b>Ministry of Commerce and Industry</b>	<b>335.3</b>	<b>627.7</b>	<b>624.1</b>	<b>54%</b>	<b>98.9</b>	<b>301.8</b>	<b>250.2</b>	<b>40%</b>	<b>434.2</b>	<b>929.5</b>	<b>874.3</b>	<b>50%</b>
Private Sector and Industry Development	37.7	58.2	54.7	69%	55.0	0.0	0.0	-	92.6	243.9	224.8	41%
Trade Policy and Transit	122.2	351.0	351.0	35%	9.8	0.0	0.0	-	132.0	378.9	378.9	35%
Admin and Regulatory Services	176.1	218.5	218.5	81%	27.0	0.0	0.0	-	203.1	306.7	270.6	75%
Other	-0.6			-	7.2	0.0	0.0	-	6.5			-



<b>Ministry of Labour, Social Affairs, Martyrs and Disabled</b>	<b>17359.4</b>	<b>23689.7</b>	<b>23689.2</b>	<b>73%</b>	<b>359.4</b>	<b>944.8</b>	<b>791.3</b>	<b>45%</b>	<b>17718.8</b>	<b>24634.5</b>	<b>24480.5</b>	<b>72%</b>
Labor Support Program	5439.0	6816.6	6816.6	80%	138.4	0.0	0.0	-	5577.5	7688.0	7597.2	73%
Social services	264.6	424.1	424.1	62%	4.0	0.0	0.0	-	268.6	450.9	434.1	62%
Martyrs and Disabled	11136.5	15550.2	15550.2	72%	0.0	0.0	0.0	-	11136.5	15550.2	15550.2	72%
Administration & Finance	519.9	898.8	898.3	58%	0.0	0.0	0.0	-	519.9	945.5	899.1	58%
Other	-0.7			-	217.0	0.0	0.0	-	216.3			-
<b>Ministry of Defence</b>	<b>40823.7</b>	<b>69454.5</b>	<b>69425.7</b>	<b>59%</b>	<b>38.6</b>	<b>134.0</b>	<b>113.2</b>	<b>34%</b>	<b>40862.3</b>	<b>69588.5</b>	<b>69538.8</b>	<b>59%</b>
Combat forces	38019.7	64206.9	64178.1	59%	38.6	0.0	0.0	-	38058.4	64340.9	64291.3	59%
Supportive forces	2920.4	5247.5	5247.5	56%	0.0	0.0	0.0	-	2920.4	5247.5	5247.5	56%
Other	-116.5			-	0.0	0.0	0.0	-	-116.5			-
<b>Ministry of Women Affairs</b>	<b>144.7</b>	<b>234.4</b>	<b>234.4</b>	<b>62%</b>	<b>10.3</b>	<b>38.7</b>	<b>30.5</b>	<b>34%</b>	<b>155.0</b>	<b>273.1</b>	<b>264.9</b>	<b>59%</b>
Women Support and Strengthening	9.0	12.2	12.2	74%	0.0	0.0	0.0	-	9.0	12.2	12.2	74%
Gender Development and policy monitoring	11.1	14.8	14.8	75%	0.4	0.0	0.0	-	11.5	20.7	20.6	56%
Administration & Finance	124.7	207.4	207.4	60%	8.7	0.0	0.0	-	133.4	240.1	232.1	57%
Other	0.0			-	1.2	0.0	0.0	-	1.1			-
<b>Ministry of Economy</b>	<b>173.1</b>	<b>270.5</b>	<b>265.9</b>	<b>65%</b>	<b>138.3</b>	<b>356.4</b>	<b>306.0</b>	<b>45%</b>	<b>311.4</b>	<b>626.9</b>	<b>571.9</b>	<b>54%</b>
Economic Policy and Strategy and Monitoring and Evaluation	110.4	179.4	179.4	62%	95.3	0.0	0.0	-	205.7	415.6	389.5	53%
Management & Operations	63.0	91.1	86.5	73%	43.0	0.0	0.0	-	106.0	211.3	182.4	58%
Other	-0.3			-	0.0	0.0	0.0	-	-0.3			-
<b>President's Office</b>	<b>642.9</b>	<b>0.0</b>	<b>0.0</b>	<b>-</b>	<b>134.5</b>	<b>0.0</b>	<b>0.0</b>	<b>-</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>-</b>
Providing Services to the President	0.0	0.0	0.0	-	0.0	0.0	0.0	-	0.0	0.0	0.0	-
Other	642.9			-	134.5	0.0	0.0	-	0.0	0.0		-
<b>Ministry of Higher Education</b>	<b>3208.8</b>	<b>5409.3</b>	<b>5407.8</b>	<b>59%</b>	<b>843.0</b>	<b>2862.8</b>	<b>2204.5</b>	<b>38%</b>	<b>4051.9</b>	<b>8272.1</b>	<b>7612.2</b>	<b>53%</b>
Providing higher education opportunities	15.5	31.7	31.7	49%	541.8	0.0	0.0	-	557.2	2894.5	2236.1	25%
Leadership & Management of Higher Education System	3196.5	5377.6	5376.1	59%	0.0	0.0	0.0	-	3196.5	5377.6	5376.1	59%
Other	-3.1			-	301.2	0.0	0.0	-	298.1			-
<b>IARCSC</b>	<b>271.1</b>	<b>433.9</b>	<b>433.9</b>	<b>62%</b>	<b>131.6</b>	<b>754.4</b>	<b>751.5</b>	<b>18%</b>	<b>402.8</b>	<b>1188.3</b>	<b>1185.4</b>	<b>34%</b>
Appointments & Appeals	46.1	63.6	63.6	72%	0.0	0.0	0.0	-	46.1	63.6	63.6	72%
Public Administrative Reforms	35.0	58.4	58.4	60%	0.0	0.0	0.0	-	35.0	58.4	58.4	60%
Capacity Development	27.4	45.2	45.2	61%	0.0	0.0	0.0	-	27.4	45.2	45.2	61%
Supportive Program	162.7	266.7	266.7	61%	0.0	0.0	0.0	-	162.7	1021.1	1018.2	16%
Other	-0.1			-	131.6			-	131.6			-
<b>OTHERS</b>	<b>70,504</b>	<b>110,168</b>	<b>108,805</b>		<b>12,251</b>	<b>44,426</b>	<b>47,242</b>		<b>82,755</b>	<b>154,594</b>	<b>156,047</b>	

<b>TOTAL GROSS EXPENDITURES</b>	<b>171,210</b>	<b>274,105</b>	<b>272,650</b>	<b>63%</b>	<b>54,126</b>	<b>152,185</b>	<b>116,481</b>	<b>46%</b>	<b>224,559</b>	<b>426,290</b>	<b>404,652</b>	<b>55%</b>
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**Table 16. Detailed Development Expenditure**

	2	3	6	4	5			
In millions of Afghanis	1395	1395	1396	1396	1396	1396	1396	% Increase
	Q3	Q3 YTD	Budget	Q3	Q3 YTD	Unspent Budget	Unspent/Total	
<b>TOTAL</b>	<b>23,843</b>	<b>54,173</b>	<b>425,993</b>	<b>23,556</b>	<b>54,126</b>	<b>371,867</b>	<b>87%</b>	<b>-1%</b>
<b>Total Infrastructure and Natural Resources</b>	<b>11,096.8</b>	<b>23,628.7</b>	<b>80,171.3</b>	<b>9,226.2</b>	<b>23,467.1</b>	<b>56,704</b>	<b>71%</b>	<b>-17%</b>
Ministry of Public Works	2,939.6	7,434.9		2,859.7	8,764.0			-3%
Ministry of Transport and Aviation	1.8	20.7		3.3	12.3			81%
Ministry of Energy and Water	1,364.2	2,582.1		1,448.7	2,707.1			6%
Water Supply and Canalization Corporation	12.5	71.6		41.8	86.6			236%
Ministry of Communication	109.0	240.8		469.4	518.1			330%
Ministry of Mines and Industries	385.4	674.8		62.4	369.5			-84%
Other Ministries	6,284.4	12,603.8		4,340.9	11,009.6			-31%
<b>Total Agriculture and Rural Development</b>	<b>6,480.7</b>	<b>14,597.5</b>	<b>33,274.0</b>	<b>6,774.1</b>	<b>14,466.4</b>	<b>18,808</b>	<b>5%</b>	<b>5%</b>
Ministry of Agriculture	1,980.9	4,067.8		2,308.3	5,840.6			17%
Ministry of Rural Rehabilitation and Development	4,234.7	10,005.4		4,203.5	8,075.4			-1%
Other Ministries	265.2	524.3		262.3	550.3			-1%
<b>Total Education</b>	<b>2,093.3</b>	<b>4,913.9</b>	<b>56,362.4</b>	<b>1,640.5</b>	<b>3,631.1</b>	<b>52,731</b>	<b>14%</b>	<b>-22%</b>
Ministry of Education	1,533.6	3,694.2		1,083.6	2,645.1			-29%
Other Ministries	559.8	1,219.7		556.9	986.0			-1%
<b>Total Economic Gov. and Private Sector Devel't</b>	<b>1,085.5</b>	<b>2,218.3</b>	<b>23,333.2</b>	<b>1,261.6</b>	<b>3,103.5</b>	<b>20,230</b>	<b>5%</b>	<b>16%</b>
Ministry of Finance	628.2	1,475.1		1,108.2	2,539.5			76%
Other Ministries	457.4	743.2		153.4	564.0			-66%
<b>Total Health</b>	<b>2,527.4</b>	<b>7,290.7</b>	<b>20,940.4</b>	<b>3,393.1</b>	<b>6,840.4</b>	<b>14,100</b>	<b>4%</b>	<b>34%</b>
Ministry of Public Health	2,527.4	7,290.7		3,393.1	6,840.4			34%
<b>Total Governance, Rule of Law and Human Rights</b>	<b>251.7</b>	<b>542.1</b>	<b>25,299.0</b>	<b>649.0</b>	<b>1,163.5</b>	<b>24,135</b>	<b>6%</b>	<b>158%</b>
Independent Directorate of Local Governance	3.0	5.4		193.9	286.4			6463%
Other Ministries	248.7	536.7		455.1	877.1			83%
<b>Total Social Protection</b>	<b>189.9</b>	<b>480.3</b>	<b>27,371.6</b>	<b>324.0</b>	<b>643.1</b>	<b>26,729</b>	<b>7%</b>	<b>71%</b>
<b>Total Security</b>	<b>117.6</b>	<b>497.4</b>	<b>159,241.4</b>	<b>287.7</b>	<b>811.7</b>	<b>158,430</b>	<b>43%</b>	<b>145%</b>
<b>Total Unclassified</b>	<b>0.0</b>	<b>3.9</b>	<b>0.0</b>	<b>-0.4</b>	<b>-0.4</b>	<b>0</b>	<b>0%</b>	<b>-</b>

**Table 18a. Detailed Ministry Expenditure**

In millions of Afghanis	1395		1396		1396	1396	% Alloc.	% Increase
	Q3	Q3 YTD	Q3	Q3 YTD	Budget	Allocated		
<b>TOTAL GROSS EXPENDITURES</b>	<b>88,937</b>	<b>222,725</b>	<b>88,058</b>	<b>225,337</b>	<b>425,993</b>	<b>387,704</b>	<b>58%</b>	<b>1%</b>
<b>Operating Budget</b>	65,094	168,556	64,503	171,210	274,105	271,519	<b>63%</b>	<b>2%</b>
<b>Development Budget</b>	23,843	54,169	23,556	54,126	6,963	5,023	<b>1077%</b>	<b>0%</b>
<b>Ministry of Interior</b>	<b>15,708</b>	<b>42,233</b>	<b>15,238</b>	<b>40,302</b>	<b>65,711</b>	<b>63,165</b>	<b>64%</b>	<b>-5%</b>
Operating Budget	15,633	42,013	15,105	39,983	64,786	62,386	64%	-5%
Development Budget	75	221	133	319	926	0	-	45%
<b>Ministry of Defence</b>	<b>18,812</b>	<b>46,393</b>	<b>14,812</b>	<b>40,862</b>	<b>69,588</b>	<b>69,539</b>	<b>59%</b>	<b>-12%</b>
Operating Budget	18,812	46,393	14,773	40,824	69,454	69,426	59%	-12%
Development Budget	0	0	39	39	134	113	34%	-
<b>Ministry of Foreign Affairs</b>	<b>1,103</b>	<b>3,218</b>	<b>1,207</b>	<b>3,816</b>	<b>5,868</b>	<b>5,789</b>	<b>66%</b>	<b>19%</b>
Operating Budget	1,066	3,057	1,165	3,450	5,008	5,008	69%	13%
Development Budget	37	161	42	366	860	781	47%	128%
<b>National Security Council</b>	<b>158</b>	<b>465</b>	<b>246</b>	<b>653</b>	<b>1,099</b>	<b>1,098</b>	<b>59%</b>	<b>40%</b>
Operating Budget	158	465	246	653	1,099	1,098	59%	40%
Development Budget	0	0	0	0	0	0		-
<b>Presidential Protective Service</b>	<b>351</b>	<b>1,016</b>	<b>435</b>	<b>1,138</b>	<b>1,748</b>	<b>1,722</b>	<b>66%</b>	<b>12%</b>
Operating Budget	350	944	401	1,098	1,602	1,602	69%	16%
Development Budget	1	72	34	39	146	120	33%	-45%
<b>General Directorate of National Security</b>	<b>3,101</b>	<b>9,325</b>	<b>3,745</b>	<b>11,251</b>	<b>15,226</b>	<b>15,220</b>	<b>74%</b>	<b>21%</b>
Operating Budget	3,096	9,281	3,704	11,203	15,103	15,103	74%	21%
Development Budget	5	44	41	48	124	117	41%	8%
<b>Total Security</b>	<b>39,233</b>	<b>102,651</b>	<b>35,682</b>	<b>98,023</b>	<b>159,241</b>	<b>156,533</b>	<b>63%</b>	<b>-5%</b>
Operating Budget	39,115	102,153	35,395	97,211	157,051	154,622	63%	-5%
Development Budget	118	497	288	812	2,190	1,131	72%	63%

<b>Executive Directorate and Secretariat of Ministers Council</b>	<b>222</b>	<b>645</b>	<b>237</b>	<b>777</b>	<b>0</b>	<b>0</b>	<b>-</b>	<b>21%</b>
Operating Budget	222	645	210	643	0	0	-	0%
Development Budget	0	0	27	134	0	0	-	-
<b>National Assembly Meshanro Jirga</b>	<b>117</b>	<b>325</b>	<b>118</b>	<b>357</b>	<b>557</b>	<b>548</b>	<b>65%</b>	<b>10%</b>
Operating Budget	117	325	114	353	532	532	66%	9%
Development Budget	0	0	4	4	24	15	23%	-
<b>National Assembly Wolesi Jirga</b>	<b>413</b>	<b>1,127</b>	<b>407</b>	<b>1,207</b>	<b>1,735</b>	<b>1,675</b>	<b>72%</b>	<b>7%</b>
Operating Budget	413	1,127	407	1,200	1,647	1,647	73%	6%
Development Budget	0	0	0	7	88	28	24%	-
<b>Supreme Court</b>	<b>968</b>	<b>2,471</b>	<b>760</b>	<b>2,368</b>	<b>3,594</b>	<b>3,565</b>	<b>66%</b>	<b>-4%</b>
Operating Budget	958	2,449	735	2,306	3,403	3,402	68%	-6%
Development Budget	9	22	25	62	192	163	38%	180%
<b>Ministry of Justice</b>	<b>238</b>	<b>531</b>	<b>254</b>	<b>566</b>	<b>1,198</b>	<b>1,129</b>	<b>50%</b>	<b>7%</b>
Operating Budget	159	412	156	439	740	734	60%	7%
Development Budget	79	119	98	127	458	395	32%	7%
<b>Administrative Affairs</b>	<b>1,166</b>	<b>3,105</b>	<b>1,399</b>	<b>3,664</b>	<b>6,499</b>	<b>6,194</b>	<b>59%</b>	<b>18%</b>
Operating Budget	1,159	2,978	1,329	3,455	5,605	5,591	62%	16%
Development Budget	7	127	70	209	894	603	35%	64%
<b>Ministry of State and Parliamentary Affairs</b>	<b>31</b>	<b>114</b>	<b>47</b>	<b>94</b>	<b>166</b>	<b>165</b>	<b>57%</b>	<b>-17%</b>
Operating Budget	31	97	38	85	153	153	56%	-12%
Development Budget	0	17	9	9	13	0	-	-46%
<b>Ministry of Haj and Religious Affairs</b>	<b>311</b>	<b>714</b>	<b>356</b>	<b>838</b>	<b>1,881</b>	<b>1,782</b>	<b>47%</b>	<b>17%</b>
Operating Budget	210	597	278	708	1,360	1,360	52%	19%
Development Budget	101	117	77	130	521	421	31%	12%
<b>Attorney General</b>	<b>330</b>	<b>872</b>	<b>521</b>	<b>1,469</b>	<b>2,333</b>	<b>2,289</b>	<b>64%</b>	<b>69%</b>
Operating Budget	315	840	503	1,405	2,138	2,119	66%	67%
Development Budget	15	31	19	64	196	170	38%	103%
<b>Election Commission</b>	<b>67</b>	<b>142</b>	<b>104</b>	<b>217</b>	<b>415</b>	<b>415</b>	<b>52%</b>	<b>53%</b>
Operating Budget	67	142	104	217	415	415	52%	53%
Development Budget	0	0	0	0	0	0	-	-
<b>IARCSC</b>	<b>93</b>	<b>291</b>	<b>236</b>	<b>403</b>	<b>1,188</b>	<b>1,185</b>	<b>34%</b>	<b>38%</b>
Operating Budget	82	233	110	271	434	434	62%	16%
Development Budget	11	58	126	132	754	751	18%	127%

<b>Independent Commission for Overseeing the Implementation of Cons</b>	<b>18</b>	<b>44</b>	<b>15</b>	<b>44</b>	<b>72</b>	<b>72</b>	<b>61%</b>	<b>0%</b>
Operating Budget	18	44	15	44	72	72	61%	0%
Development Budget	0	0	0	0	0	0	-	-
<b>The High office of Oversight and Anti-Corruption</b>	<b>38</b>	<b>111</b>	<b>31</b>	<b>85</b>	<b>165</b>	<b>158</b>	<b>54%</b>	<b>-24%</b>
Operating Budget	28	82	31	85	152	152	56%	3%
Development Budget	11	29	0	0	12	6	0%	-100%
<b>Independent Directorate of Local Governance</b>	<b>755</b>	<b>1,881</b>	<b>989</b>	<b>2,483</b>	<b>5,274</b>	<b>5,009</b>	<b>50%</b>	<b>32%</b>
Operating Budget	752	1,876	795	2,196	3,687	3,687	60%	17%
Development Budget	3	5	194	286	1,587	1,322	22%	5225%
<b>Afghanistan Independent Human Rights Commission</b>	<b>20</b>	<b>21</b>	<b>6</b>	<b>8</b>	<b>72</b>	<b>56</b>	<b>14%</b>	<b>-63%</b>
Operating Budget	4	4	6	8	40	39	20%	88%
Development Budget	17	17	0	0	32	17	0%	-100%
<b>Independent Electoral Complaints Commission</b>	<b>15.46</b>	<b>48.99</b>	<b>29.67</b>	<b>82.43</b>	<b>148</b>	<b>148</b>	<b>56%</b>	<b>68%</b>
Operating Budget	15.46	48.99	29.67	82.43	148	148	56%	68%
Development Budget	0.00	0.00	0.00	0.00	0	0	-	-
<b>Total Governance, Rule of Law and Human Rights</b>	<b>4,803</b>	<b>12,444</b>	<b>5,510</b>	<b>14,663</b>	<b>25,299</b>	<b>24,389</b>	<b>60%</b>	<b>18%</b>
Operating Budget	4,551	11,902	4,861	13,499	20,526	20,485	66%	13%
Development Budget	252	542	649	1,164	4,773	3,892	30%	115%

**Table 18b. Detailed Ministry Expenditure**

(In millions of Afghanis)	1395		1396		1396		1396	
	Q3 YTD	Q3 YTD	Q3 YTD	Budget	Allocated	% Alloc.	%Change	
<b>Ministry of Public Works</b>	<b>3,661</b>	<b>9,349</b>	<b>3,906</b>	<b>10,829</b>	<b>27,681</b>	<b>20,537</b>	<b>53%</b>	<b>16%</b>
Operating Budget	722	1,914	1,046	2,066	3,199	3,192	65%	8%
Development Budget	2,940	7,435	2,860	8,764	0	0	-	18%
<b>Ministry of Transport and Aviation</b>	<b>69</b>	<b>185</b>	<b>64</b>	<b>209</b>	<b>383</b>	<b>328</b>	<b>64%</b>	<b>13%</b>
Operating Budget	68	164	60	196	313	313	63%	20%
Development Budget	2	21	3	12	0	0	-	-41%
<b>Ministry of Communication</b>	<b>249</b>	<b>614</b>	<b>590</b>	<b>885</b>	<b>2,675</b>	<b>2,034</b>	<b>44%</b>	<b>44%</b>

Operating Budget	140	373	121	367	582	582	63%	-2%
Development Budget	109	241	469	518	0	0	-	115%
<b>Ministry of Energy and Water</b>	<b>1,510</b>	<b>2,991</b>	<b>1,654</b>	<b>3,357</b>	<b>8,676</b>	<b>6,450</b>	<b>52%</b>	<b>12%</b>
Operating Budget	145	409	206	650	936	935	70%	59%
Development Budget	1,364	2,582	1,449	2,707	0	0	-	5%
<b>Water Supply and Canalization Corporation</b>	<b>12</b>	<b>72</b>	<b>42</b>	<b>87</b>	<b>433</b>	<b>150</b>	<b>58%</b>	<b>21%</b>
Operating Budget	0	0	0	0	0	0	-	-
Development Budget	12	72	42	87	0	0	-	21%
<b>Da Brishna Shirkat</b>	<b>3,496</b>	<b>7,696</b>	<b>2,309</b>	<b>5,337</b>	<b>20,203</b>	<b>15,148</b>	<b>35%</b>	<b>-31%</b>
Operating Budget	0	0	0	0	0	0	-	-
Development Budget	3,496	7,696	2,309	5,337	0	0	-	-31%
<b>Ministry of Urban Development</b>	<b>1,523</b>	<b>2,030</b>	<b>741</b>	<b>2,215</b>	<b>4,863</b>	<b>4,431</b>	<b>50%</b>	<b>9%</b>
Operating Budget	72	200	89	324	472	472	69%	62%
Development Budget	1,451	1,829	652	1,892	0	0	-	3%
<b>Civil Aviation Authority</b>	<b>1,000</b>	<b>2,241</b>	<b>785</b>	<b>2,055</b>	<b>5,455</b>	<b>3,887</b>	<b>53%</b>	<b>-8%</b>
Operating Budget	98	209	74	197	377	377	52%	-5%
Development Budget	902	2,033	712	1,858	0	0	-	-9%
<b>Independent Board of new Kabul</b>	<b>35</b>	<b>78</b>	<b>90</b>	<b>429</b>	<b>1,800</b>	<b>1,225</b>	<b>35%</b>	<b>452%</b>
Operating Budget	0	0	13	32	119	84	38%	-
Development Budget	35	78	78	397	0	0	-	411%
<b>Ministry of Mines and Industries</b>	<b>516</b>	<b>1,008</b>	<b>192</b>	<b>725</b>	<b>2,299</b>	<b>1,388</b>	<b>52%</b>	<b>-28%</b>
Operating Budget	131	333	130	355	566	566	63%	7%
Development Budget	385	675	62	370	0	0	-	-45%
<b>Geodesy and Cartography Office</b>	<b>37</b>	<b>111</b>	<b>0</b>	<b>2</b>	<b>13</b>	<b>13</b>	<b>13%</b>	<b>-99%</b>
Operating Budget	31	95	0	2	13	13	13%	-98%
Development Budget	6	16	0	0	0	0	-	-100%

<b>Directorate of Environment</b>	<b>51</b>	<b>139</b>	<b>54</b>	<b>146</b>	<b>309</b>	<b>307</b>	<b>48%</b>	<b>6%</b>
Operating Budget	51	134	54	144	227	227	64%	8%
Development Budget	0	5	1	2	0	0	-	-51%
<b>Afghanistan High Atomic Energy Commission</b>	<b>8</b>	<b>24</b>	<b>10</b>	<b>29</b>	<b>59</b>	<b>59</b>	<b>50%</b>	<b>21%</b>
Operating Budget	8	24	10	29	59	59	50%	21%
Development Budget	0	0	0	0	0	0	-	-
<b>Irrigation and canalization Shirkat</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-</b>	<b>-</b>
Operating Budget	0	0	0	0	0	0	-	-
Development Budget	0	0	0	0	0	0	-	-
<b>Municipalities</b>	<b>395</b>	<b>947</b>	<b>590</b>	<b>1,524</b>	<b>5,324</b>	<b>3,460</b>	<b>44%</b>	<b>61%</b>
Operating Budget	0	0	0	0	0	0	-	-
Development Budget	395	947	590	1,524	0	0	-	61%
<b>Total Infrastructure and Natural Resources</b>	<b>12,562</b>	<b>27,483</b>	<b>11,028</b>	<b>27,829</b>	<b>80,171</b>	<b>59,416</b>	<b>47%</b>	<b>1%</b>
Operating Budget	1,465	3,855	1,801	4,362	6,861	6,819	64%	13%
Development Budget	11,097	23,629	9,226	23,467	-	-	-	-1%
<b>Ministry of Education</b>	<b>9,934</b>	<b>24,663</b>	<b>8,985</b>	<b>24,502</b>	<b>45,251</b>	<b>38,817</b>	<b>63%</b>	<b>-1%</b>
Operating Budget	8,400	20,968	7,902	21,857	33,356	33,355	66%	4%
Development Budget	1,534	3,694	1,084	2,645	0	0	-	-28%
<b>Ministry of Higher Education</b>	<b>1,660</b>	<b>4,210</b>	<b>1,716</b>	<b>4,052</b>	<b>8,272</b>	<b>7,612</b>	<b>53%</b>	<b>-4%</b>
Operating Budget	1,175	3,103	1,241	3,209	5,409	5,408	59%	3%
Development Budget	484	1,107	475	843	0	0	-	-24%
<b>Ministry of Information and Culture</b>	<b>168</b>	<b>403</b>	<b>187</b>	<b>483</b>	<b>1,230</b>	<b>1,030</b>	<b>47%</b>	<b>20%</b>
Operating Budget	139	356	131	389	633	633	62%	9%
Development Budget	28	47	56	93	0	0	-	97%
<b>Science Academy</b>	<b>55</b>	<b>145</b>	<b>68</b>	<b>170</b>	<b>273</b>	<b>250</b>	<b>68%</b>	<b>17%</b>

Operating Budget	54	143	67	165	239	239	69%	15%
Development Budget	1	2	1	5	0	0	-	193%
<b>National Olympic Committee</b>	<b>81</b>	<b>153</b>	<b>121</b>	<b>232</b>	<b>606</b>	<b>407</b>	<b>57%</b>	<b>52%</b>
Operating Budget	62	120	118	218	362	357	61%	82%
Development Budget	19	33	3	14	0	0	-	-57%
<b>Cricket Board</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-</b>	<b>-</b>
Operating Budget	0	0	0	0	0	0	-	-
Development Budget	0	0	0	0	0	0	-	-
<b>Afghanistan football federation</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-</b>	<b>-</b>
Operating Budget	0	0	0	0	0	0	-	-
Development Budget	0	0	0	0	0	0	-	-
<b>Radio and television of Afghanistan</b>	<b>150</b>	<b>319</b>	<b>136</b>	<b>362</b>	<b>729</b>	<b>669</b>	<b>54%</b>	<b>13%</b>
Operating Budget	123	288	114	331	570	570	58%	15%
Development Budget	27	31	22	31	0	0	-	1%
<b>Total Education</b>	<b>12,046</b>	<b>29,893</b>	<b>11,214</b>	<b>29,800</b>	<b>56,362</b>	<b>48,786</b>	<b>61%</b>	<b>0%</b>
Operating Budget	9,953	24,979	9,573	26,169	40,570	40,562	65%	5%
Development Budget	2,093	4,914	1,641	3,631	-	-	-	-26%
<b>Ministry of Public Health</b>	<b>3,378</b>	<b>9,690</b>	<b>4,395</b>	<b>9,575</b>	<b>20,940</b>	<b>19,385</b>	<b>49%</b>	<b>-1%</b>
Operating Budget	850	2,400	1,002	2,735	4,297	4,291	64%	14%
Development Budget	2,527	7,291	3,393	6,840	0	0	-	-6%
<b>Total Health</b>	<b>3,378</b>	<b>9,690</b>	<b>4,395</b>	<b>9,575</b>	<b>20,940</b>	<b>19,385</b>	<b>49%</b>	<b>-1%</b>
Operating Budget	850	2,400	1,002	2,735	4,297	4,291	64%	14%
Development Budget	2,527	7,291	3,393	6,840	-	-	-	-6%



**Table 18c. Detailed Ministry Expenditure**

(In millions of Afghanis)	1395		1396		1396		1396	
	Q3 YTD		Q3 YTD		Budget	Allocated	% Alloc.	%Change
<b>Ministry of Agriculture</b>	<b>2,291</b>	<b>4,919</b>	<b>2,616</b>	<b>6,739</b>	<b>11,710</b>	<b>11,298</b>	<b>60%</b>	<b>37%</b>
Operating Budget	310	851	308	898	1,376	1,376	65%	6%
Development Budget	1,981	4,068	2,308	5,841	0	0	-	44%
<b>Ministry of Counter Narcotics</b>	<b>272</b>	<b>556</b>	<b>235</b>	<b>587</b>	<b>1,499</b>	<b>1,265</b>	<b>46%</b>	<b>6%</b>
Operating Budget	53	141	46	134	239	239	56%	-5%
Development Budget	219	415	190	453	0	0	-	9%
<b>Ministry of Rural Rehabilitation and Development</b>	<b>4,354</b>	<b>10,335</b>	<b>4,415</b>	<b>8,526</b>	<b>19,065</b>	<b>16,298</b>	<b>52%</b>	<b>-18%</b>
Operating Budget	120	329	211	450	777	777	58%	37%
Development Budget	4,235	10,005	4,204	8,075	0	0	-	-19%
<b>Afghanistan Independent Land Authority</b>	<b>102</b>	<b>255</b>	<b>175</b>	<b>406</b>	<b>999</b>	<b>865</b>	<b>47%</b>	<b>59%</b>
Operating Budget	56	145	102	308	550	545	57%	112%
Development Budget	46	109	73	97	0	0		-11%
<b>Total Agriculture and Rural Development</b>	<b>7,020</b>	<b>16,064</b>	<b>7,441</b>	<b>16,258</b>	<b>33,274</b>	<b>29,726</b>	<b>2</b>	<b>1%</b>
Operating Budget	539	1,466	667	1,791	2,943	2,937	2	22%
Development Budget	6,481	14,598	6,774	14,466	-	-	#VA LUE!	-1%
<b>Ministry of Frontiers and Tribal Affairs</b>	<b>140</b>	<b>309</b>	<b>127</b>	<b>325</b>	<b>620</b>	<b>598</b>	<b>54%</b>	<b>5%</b>
Operating Budget	128	290	101	291	481	481	60%	0%
Development Budget	11	19	26	34	0	0	-	78%
<b>Ministry of Martyrs, Disabled and Social Affairs</b>	<b>6,410</b>	<b>16,489</b>	<b>6,337</b>	<b>17,719</b>	<b>24,635</b>	<b>24,481</b>	<b>72%</b>	<b>7%</b>
Operating Budget	6,271	16,104	6,226	17,359	23,690	23,689	73%	8%
Development Budget	139	385	111	359	0	0	-	-7%
<b>Ministry of Refugees and Repatriates</b>	<b>78</b>	<b>191</b>	<b>231</b>	<b>392</b>	<b>597</b>	<b>587</b>	<b>67%</b>	<b>106%</b>

Operating Budget	61	165	70	200	301	301	66%	21%
Development Budget	17	26	162	192	0	0	-	646%
<b>Ministry of Women Affairs</b>	<b>52</b>	<b>155</b>	<b>61</b>	<b>155</b>	<b>273</b>	<b>265</b>	<b>59%</b>	<b>0%</b>
Operating Budget	45	128	52	145	234	234	62%	14%
Development Budget	6	27	9	10	0	0	-	-63%
<b>Office of Disaster Preparedness</b>	<b>63</b>	<b>542</b>	<b>240</b>	<b>595</b>	<b>843</b>	<b>843</b>	<b>71%</b>	<b>10%</b>
Operating Budget	58	537	240	595	843	843	71%	11%
Development Budget	5	5	0	0	0	0	-	-100%
<b>Directorate of Kochis</b>	<b>28</b>	<b>62</b>	<b>47</b>	<b>119</b>	<b>404</b>	<b>250</b>	<b>48%</b>	<b>93%</b>
Operating Budget	17	44	30	72	159	159	45%	65%
Development Budget	11	18	17	47	0	0	-	160%
<b>Total Social Protection</b>	<b>6,770</b>	<b>17,748</b>	<b>7,043</b>	<b>19,304</b>	<b>27,372</b>	<b>27,023</b>	<b>71%</b>	<b>9%</b>
Operating Budget	6,581	17,267	6,719	18,661	25,709	25,708	73%	8%
Development Budget	190	480	324	643	-	-	-	34%
<b>Ministry of Finance</b>	<b>2,279</b>	<b>4,928</b>	<b>5,362</b>	<b>8,547</b>	<b>19,663</b>	<b>19,491</b>	<b>44%</b>	<b>73%</b>
Operating Budget	1,651	3,453	4,254	6,008	14,823	14,785	41%	74%
Development Budget	628	1,475	1,108	2,540	0	0	-	72%
<b>Ministry of Commerce</b>	<b>271</b>	<b>755</b>	<b>111</b>	<b>434</b>	<b>929</b>	<b>874</b>	<b>50%</b>	<b>-42%</b>
Operating Budget	246	673	82	335	628	624	54%	-50%
Development Budget	25	81	29	99	0	0	-	21%
<b>Ministry of Economy</b>	<b>113</b>	<b>271</b>	<b>98</b>	<b>311</b>	<b>627</b>	<b>572</b>	<b>54%</b>	<b>15%</b>
Operating Budget	59	161	61	173	270	266	65%	7%
Development Budget	54	110	38	138	0	0	-	26%
<b>Control and Audit Office</b>	<b>82</b>	<b>221</b>	<b>108</b>	<b>234</b>	<b>566</b>	<b>434</b>	<b>54%</b>	<b>6%</b>
Operating Budget	33	100	34	109	164	164	66%	9%

Development Budget	49	121	75	125	0	0	-	4%
<b>Central Statistics Office</b>	<b>50</b>	<b>117</b>	<b>34</b>	<b>102</b>	<b>235</b>	<b>178</b>	<b>57%</b>	<b>-13%</b>
Operating Budget	35	97	34	102	171	170	60%	5%
Development Budget	14	20	0	0	0	0	-	-98%
<b>Afghanistan Investment Support Agency</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-</b>	<b>-</b>
Operating Budget	0	0	0	0	0	0	-	-
Development Budget	0	0	0	0	0	0	-	-
<b>Micro Finance Investment Support Facility for Afghanistan</b>	<b>315</b>	<b>405</b>	<b>0</b>	<b>170</b>	<b>1,007</b>	<b>775</b>	<b>22%</b>	<b>-58%</b>
Operating Budget	0	0	0	0	0	0	-	-
Development Budget	315	405	0	170	0	0	-	-58%
<b>Afghanistan National Standard Authority</b>	<b>16</b>	<b>52</b>	<b>32</b>	<b>86</b>	<b>304</b>	<b>120</b>	<b>72%</b>	<b>64%</b>
Operating Budget	16	46	19	55	92	87	63%	21%
Development Budget	0	7	13	31	0	0	-	366%
<b>Total Economic Gov. and Private Sector Devel't</b>	<b>3,125</b>	<b>6,749</b>	<b>5,746</b>	<b>9,885</b>	<b>23,333</b>	<b>22,444</b>	<b>44%</b>	<b>46%</b>
Operating Budget	2,040	4,531	4,484	6,782	16,148	16,095	42%	50%
Development Budget	1,086	2,218	1,262	3,104	-	-	-	40%
<b>Office of the National Economy Council</b>	<b>0</b>	<b>4</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-</b>	<b>-100%</b>
Operating Budget	0	4	0	0	0	0	-	-100%
Development Budget	0	0	0	0	0	0	-	-
<b>Unspecified</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-</b>	<b>-</b>
Operating Budget	0	0	0	0	0	0	-	-
Development Budget	0	0	0	0	0	0	-	-
<b>Total Unclassified</b>	<b>0</b>	<b>4</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-</b>	<b>-110%</b>
Operating Budget	-	4	-	-	-	-	-	-100%

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