

Treasury finances January – September 2006

Cash Flow Statement, January–September

| | Millions of krónur | | | | |
|------------------------------------|--------------------|--------------|--------------|---------------|---------------|
| | 2002 | 2003 | 2004 | 2005 | 2006 |
| Revenue | 168 001 | 187 293 | 201 207 | 305 378 | 277 246 |
| Expenditure | 184 347 | 195 857 | 212 932 | 233 596 | 233 632 |
| Current balance | -16 346 | -8 564 | -11 725 | 71 782 | 43 614 |
| Receipts from sale of fixed assets | -3 252 | -12 013 | - | -56 755 | - |
| Other cash payments / receipts | -1 634 | - 735 | 1 320 | - 446 | 258 |
| Cash flows from operations | -21 232 | -21 312 | -10 405 | 14 581 | 43 872 |
| Financial transactions | 8 382 | 20 202 | 7 969 | 45 165 | -2 245 |
| Net financial balance | -12 850 | -1 110 | -2 436 | 59 746 | 41 627 |
| Debt redemption | -22 698 | -19 498 | -30 843 | -47 939 | -38 071 |
| Domestic | -10 597 | -7 048 | -5 676 | -14 056 | -15 198 |
| Foreign | -12 101 | -12 450 | -25 166 | -33 883 | -22 873 |
| Pension fund prepayments | -6 750 | -5 625 | -5 625 | -2 950 | -2 970 |
| Gross borrowing requirement | -42 298 | -26 233 | -38 904 | 8 857 | 586 |
| New borrowing | 50 238 | 31 467 | 40 679 | 11 698 | 24 978 |
| Domestic | 14 627 | 30 253 | 17 430 | 11 698 | 20 362 |
| Foreign | 35 611 | 1 214 | 23 249 | - | 4 616 |
| Overall cash balance | 7 940 | 5 234 | 1 775 | 20 555 | 25 564 |

Treasury revenue, January–September

| | Millions of krónur | | | Change from previous year in per cent | | |
|---|--------------------|----------------|----------------|--|-------------|-------------|
| | 2004 | 2005 | 2006 | 2004 | 2005 | 2006 |
| Total taxes and social security contributions | 187 275 | 228 399 | 260 030 | 15.3 | 22.0 | 13.8 |
| Taxes on income and profit | 59 556 | 73 933 | 88 400 | 20.3 | 24.1 | 19.6 |
| Personal income tax | 44 361 | 48 895 | 54 830 | 12.0 | 10.2 | 12.1 |
| Corporate income tax | 7 473 | 8 179 | 17 117 | 128.9 | 9.4 | 109.3 |
| Other taxes on income and profit | 7 723 | 16 859 | 16 452 | 16.1 | 118.3 | -2.4 |
| Taxes on property | 7 509 | 10 873 | 6 897 | 20.3 | 44.8 | -36.6 |
| Taxes on goods and services | 96 358 | 116 093 | 132 458 | 12.8 | 20.5 | 14.1 |
| Value added tax | 64 064 | 78 353 | 91 137 | 13.8 | 22.3 | 16.3 |
| Excise tax on motor vehicles | 4 571 | 7 856 | 8 256 | 36.3 | 71.9 | 5.1 |
| Excise tax on petrol | 6 481 | 6 826 | 6 904 | 11.5 | 5.3 | 1.1 |
| Excise on oil | 4 469 | 3 907 | 4 994 | 18.5 | -12.6 | 27.8 |
| Tobacco and liquor taxes | 7 667 | 8 091 | 8 437 | 3.2 | 5.5 | 4.3 |
| Other taxes on goods and services | 9 105 | 11 060 | 12 730 | 4.4 | 21.5 | 15.1 |
| transactions | 2 250 | 2 456 | 3 311 | 20.5 | 9.2 | 34.8 |
| Other taxes | 1 233 | 1 340 | 1 461 | . | 8.7 | 9.0 |
| Social security contributions | 20 369 | 23 704 | 27 504 | 9.2 | 16.4 | 16.0 |
| Grants | 279 | 321 | 885 | -58.1 | 15.1 | 175.7 |
| Other revenue | 13 610 | 19 512 | 15 783 | 16.9 | 43.4 | -19.1 |
| Sale of assets | 43 | 57 145 | 547 | - | - | - |
| Total revenue | 201 207 | 305 377 | 277 246 | 7.4 | 51.8 | -9.2 |

Treasury expenditure, January–September

| | Millions of krónur | | | Change from previous year in per cent | |
|------------------------------------|--------------------|----------------|----------------|---------------------------------------|------------|
| | 2004 | 2005 | 2006 | 2005 | 2006 |
| General public services | 35 554 | 48 462 | 36 421 | 36.3 | -24.8 |
| of which: interest | 11 512 | 16 496 | 7 865 | 43.3 | -52.3 |
| Health | 55 419 | 58 752 | 63 210 | 6.0 | 7.6 |
| Social security and welfare | 50 973 | 53 233 | 54 866 | 4.4 | 3.1 |
| Economic affairs | 32 220 | 31 018 | 31 527 | -3.7 | 1.6 |
| Education | 20 217 | 23 218 | 26 112 | 14.8 | 12.5 |
| Culture, sports and religion | 9 429 | 9 218 | 10 337 | -2.2 | 12.1 |
| Law enforcement, justice, security | 6 573 | 6 824 | 8 108 | 3.8 | 18.8 |
| Environmental protection | 2 383 | 2 537 | 2 730 | 6.5 | 7.6 |
| Housing, zoning and utilities | 176 | 335 | 321 | 90.4 | -4.1 |
| Total expenditure | 212 943 | 233 596 | 233 632 | 9.7 | 0.0 |

Note:

Revised revenue classification of the Treasury in January 2006: The classification of Treasury revenue has been revised according to the IMF Government Finance Statistics Manual of 2001. The earlier classification was based on an earlier version of the Manual. The new classification was first published last autumn in the 2004 Treasury accounts and introduced in the 2006 fiscal budget. It is now applied in the monthly revenue statements of the Treasury.

The main changes from the previous classification is that social contributions are separated from tax revenue and classified under a new main heading "Taxes and social contributions". Taxes on international trade and transactions, such as customs duties and other import charges, are now shown separately and are no longer under the heading "Taxes on goods and services". Regarding the other revenue, the new classification provides more details than the earlier version. The new classification also calls for a revision of several other items, such as the tax for the Elderly's Construction Fund and several user and licence charges.