

## The realization of 2006 State Budget up to 1<sup>st</sup> Quarter

<b>Overall Balance</b>	Up to March 31, 2006, the budget recorded surplus Rp4.6 trillion. This realization figure was supported by realized revenue and grants recorded as much as 16.6% of the target in the Budget 2006 that is higher than the realization of public expenditures which was 15.3% of the target in the Budget 2006.
<b>Revenue and Grants</b>	<ul style="list-style-type: none"><li>• The realization revenue and grants was Rp103.9 trillion or 16.6% of the target in the Budget 2006. That figure was supported by 21.3% of tax revenues and 7.3% of non-tax revenues. The realization of tax revenues was Rp88.6 consist of (i) domestic tax was Rp85.4 trillion and (ii) international trade tax was Rp3.1 trillion.</li><li>• The realization of non-tax revenue was Rp15.1 trillion or 7.3% of the target in the 2006 Budget. This realization figure was supported by Rp6.9 trillion of natural resources, Rp0.2 trillion of profit transfer from SOE's and Rp7.9 trillion of other non-tax revenues. Meanwhile, the realization of grants was Rp0.3 trillion or 7.1% of its target in the 2006 Budget.</li></ul>

<p><b>Expenditure</b></p>	<ul style="list-style-type: none"> <li>• The realization public expenditures up to the first quarter FY 2006 was Rp99.3 trillion or equal to 15.3% of its budget planned in budget 2006. This figure consist of Central Government Expenditures was Rp50.1 trillion or equal 11.7% of its budget planned in budget 2006, and Transfer to Region was Rp49.3 trillion or equal 22.4% of its budget planned in budget 2006. The realization central government expenditures was absorbed for personnel expenditures 31.1%, material expenditures 7.9%, capital expenditures 7.0%, interest payment 33.3%, social expenditures 8.6%, subsidies 0.8%, and other expenditures 11.2%.</li> <li>• Up to the first quarter FY 2006, the total amount of the realization of transfer to region was Rp49.3 trillion or 22.4% of its target in budget 2006. This number consist of balanced fund as much as Rp48.8 trillion or 22.5% of its target in budget 2006, and fund for special autonomy and balancing fund as much as Rp0.5 trillion or 14.9% of its target in budget 2006.</li> </ul>
<p><b>Financing</b></p>	<p>Up to 31 March 2006 realization of budget financing was negative Rp9.7 trillion. This realization figure consist of (i) asset recovery Rp0.04 trillion, (ii) government bonds (netto) Rp0.2 trillion, and (iv) net foreign financing negative Rp10.0 trillion.</p>

**STATE BUDGET, 2006**  
in billions of rupiah

	Budget	% to GDP	Real. up to March 31 <sup>st</sup>	% to Budget
<b>A. Total Revenue and Grants</b>	<b>625,237.0</b>	<b>20.6</b>	<b>103,913.2</b>	<b>16.6</b>
I. Domestic Revenue	621,605.4	20.4	103,656.8	16.7
1. Tax Revenue	416,313.2	13.7	88,585.4	21.3
2. Non-tax Revenue	205,292.3	6.8	15,071.4	7.3
II. Grants	3,631.6	0.1	256.4	7.1
<b>B. Expenditures</b>	<b>647,667.8</b>	<b>21.3</b>	<b>99,335.4</b>	<b>15.3</b>
I. Central Government Expenditures	427,598.3	14.1	50,054.9	11.7
II. Transfer to Region	220,069.5	7.2	49,280.5	22.4
<b>C. Primary Balance</b>	<b>54,198.2</b>	<b>1.8</b>	<b>21,270.9</b>	<b>39.2</b>
<b>D. Overall Balance (A - B)</b>	<b>(22,430.8)</b>	<b>(0.7)</b>	<b>4,577.8</b>	<b>(20.4)</b>
<b>E. Financing</b>	<b>22,430.8</b>	<b>0.7</b>	<b>(9,747.1)</b>	<b>(43.5)</b>
I. Domestic Financing	50,913.0	1.7	266.0	0.5
1. Domestic Bank Financing	23,026.7	0.8	-	-
2. Domestic Non-Bank Financing	27,886.3	0.9	266.0	1.0
II. Foreign Financing	(28,482.2)	(0.9)	(10,013.1)	35.2
1. Gross Drawing	35,112.4	1.2	333.1	0.9
2. Amortizations	(63,594.6)	(2.1)	(10,346.2)	16.3
Surplus/(Deficit) Financing	(0.0)	(0.0)	(5,169.3)	-
a. Economic growth rate (%)	6.2			
b. Inflation rate (%)	8.0			
c. Interest rate of SBI (average)	9.5			
d. Exchange rate (Rp/US\$1)	9,900.0			
e. Oil price (US\$/barrel)	57.0			
f. Lifting (MBCD)	1.050			

**Revenue and Grants, 2006**  
in billions of rupiah

	Budget	% to GDP	Real. up to March 31 <sup>st</sup>	% to Budget
<b>Total Revenue and Grants</b>	<b>625,237.0</b>	<b>20.6</b>	<b>103,913.2</b>	<b>16.6</b>
<b>I. Domestic Revenue</b>	<b>621,605.4</b>	<b>20.4</b>	<b>103,656.8</b>	<b>16.7</b>
<b>1. Tax Revenue</b>	<b>416,313.2</b>	<b>13.7</b>	<b>88,585.4</b>	<b>21.3</b>
<b>a. Domestic Taxes</b>	<b>399,321.7</b>	<b>13.1</b>	<b>85,442.5</b>	<b>21.4</b>
i. Income tax	210,713.6	6.9	48,443.4	23.0
1. Oil & Gas	37,516.1	1.2	6,456.1	17.2
2. Non Oil & Gas	173,197.5	5.7	41,987.3	24.2
ii. Value added tax	128,307.6	4.2	26,752.4	20.9
iii. Land and building tax	15,727.9	0.5	263.3	1.7
iv. Duties on land and building transfer	5,280.1	0.2	464.5	8.8
v. Excises	36,519.7	1.2	8,982.3	24.6
vi. Other taxes	2,772.8	0.1	536.6	19.4
<b>b. International trade tax</b>	<b>16,991.5</b>	<b>0.6</b>	<b>3,142.9</b>	<b>18.5</b>
i. Import duties	16,572.6	0.5	2,866.8	17.3
ii. Export tax	418.9	0.0	276.1	65.9
<b>2. Non-tax Revenue</b>	<b>205,292.3</b>	<b>6.8</b>	<b>15,071.4</b>	<b>7.3</b>
<b>a. Natural Resources</b>	<b>151,641.6</b>	<b>5.0</b>	<b>6,933.9</b>	<b>4.6</b>
i. Oil and gas	146,234.3	4.8	5,202.7	3.6
- Oil	110,137.7	3.6	5,202.7	4.7
- Gas	36,096.6	1.2	-	-
ii. Non oil and gas	5,407.3	0.2	1,731.2	32.0
<b>b. Profit transfer from SOE's</b>	<b>23,278.0</b>	<b>0.8</b>	<b>188.0</b>	<b>0.8</b>
<b>c. Other non-tax revenues</b>	<b>30,372.7</b>	<b>1.0</b>	<b>7,949.5</b>	<b>26.2</b>
<b>II. Grants</b>	<b>3,631.6</b>	<b>0.1</b>	<b>256.4</b>	<b>7.1</b>

**Government Expenditures, 2006**  
in billions of rupiah

	Budget	% to GDP	Real. up to March 31 <sup>st</sup>	% to Budget
<b>Expenditures</b>	<b>647,667.8</b>	<b>21.3</b>	<b>99,335.4</b>	<b>15.3</b>
<b>I. Central Government Expenditures</b>	<b>427,598.3</b>	<b>14.1</b>	<b>50,054.9</b>	<b>11.7</b>
<b>1. Personnel Expenditures</b>	<b>79,896.1</b>	<b>2.6</b>	<b>15,611.8</b>	<b>19.5</b>
<b>2. Material Expenditures</b>	<b>55,180.9</b>	<b>1.8</b>	<b>3,968.0</b>	<b>7.2</b>
<b>3. Capital Expenditures</b>	<b>62,952.2</b>	<b>2.1</b>	<b>3,505.3</b>	<b>5.6</b>
<b>4. Interest Payments</b>	<b>76,629.0</b>	<b>2.5</b>	<b>16,693.1</b>	<b>21.8</b>
i. Domestic Interest	48,610.6	1.6	12,637.6	26.0
ii. External Interest	28,018.4	0.9	4,055.6	14.5
<b>5. Subsidies</b>	<b>79,510.4</b>	<b>2.6</b>	<b>385.1</b>	<b>0.5</b>
i. Oil Subsidy	54,276.1	1.8	(0.1)	(0.0)
ii. Non-oil Subsidy	25,234.3	0.8	385.2	1.5
<b>6. Grants</b>	-	-	-	-
<b>7. Social</b>	<b>36,930.5</b>	<b>1.2</b>	<b>4,256.7</b>	<b>11.5</b>
<b>8. Other Expenditures</b>	<b>36,499.1</b>	<b>1.2</b>	<b>5,634.9</b>	<b>15.4</b>
<b>II. Transfer to Region</b>	<b>220,069.5</b>	<b>7.2</b>	<b>49,280.5</b>	<b>22.4</b>
<b>1. Balanced Funds</b>	<b>216,592.4</b>	<b>7.1</b>	<b>48,761.8</b>	<b>22.5</b>
a. Revenue Sharing	59,358.4	2.0	659.4	1.1
b. General Allocation Fund	145,664.2	4.8	48,077.2	33.0
c. Special Allocation Fund	11,569.8	0.4	25.2	0.2
<b>2. Special Autonomy &amp; Adjustment Fund</b>	<b>3,477.1</b>	<b>0.1</b>	<b>518.7</b>	<b>14.9</b>

**Financing, 2006**  
in billions of rupiah

	Budget	% to GDP	Real. up to March 31 <sup>st</sup>	% to Budget
<b>Financing</b>	<b>22,430.8</b>	<b>0.7</b>	<b>(9,747.1)</b>	<b>(43.5)</b>
<b>I. Domestic Financing</b>	<b>50,913.0</b>	<b>1.7</b>	<b>266.0</b>	<b>0.5</b>
<b>1. Domestic Bank Financing</b>	<b>23,026.7</b>	<b>0.8</b>	-	-
<b>2. Domestic Non-Bank Financing</b>	<b>27,886.3</b>	<b>0.9</b>	<b>266.0</b>	<b>1.0</b>
a. Privatisation Proceeds	1,000.0	0.0	-	-
b. Assets Recovery PT. PPA	2,350.0	0.1	38.0	1.6
c. Government Bonds (net)	24,886.3	0.8	228.0	0.9
d. Government Capital Participation	(350.0)	(0.0)	-	-
<b>II. Foreign Financing</b>	<b>(28,482.2)</b>	<b>(0.9)</b>	<b>(10,013.1)</b>	<b>35.2</b>
<b>1. Gross Drawing</b>	<b>35,112.4</b>	<b>1.2</b>	<b>333.1</b>	<b>0.9</b>
a. Program Loan	9,900.0	0.3	-	-
b. Project Loan	25,212.4	0.8	333.1	1.3
<b>2. Amortizations</b>	<b>(63,594.6)</b>	<b>(2.1)</b>	<b>(10,346.2)</b>	<b>16.3</b>

**Source : Ministry of Finance**