

Section 4

FISCAL SECTOR

Table (10) Summary of Government Fiscal Operations-----	25
Table (11) Budget Sector: Summary of Main Budget Operations-----	26 -27
Table (12-a): Revenues Breakdown (Main Tax Revenues)-----	28
Table (12-b): Revenues Breakdown (Non-Tax Revenues)-----	29
Table (13) Receipts by Customs Authority-----	30
Table (14) Expenditures Breakdown-----	31 -32

Table (10) : Summary of Government Fiscal Operations

	(LE Million)									
	2012/13		2013/14		2014/15		2015/16	2016/17 *	2017/18 ^{1/}	
	Budget ^{2/} Sector	General Government ^{3/}	Budget ^{2/} Sector	General Government ^{3/}	Budget ^{2/} Sector	General Government ^{3/ 6/}	Budget Sector ^{2/}	Budget Sector ^{2/}	Budget Sector ^{2/}	
Total Revenues	350,322	403,637	456,788	519,449	465,241	538,378	491,488	669,756	834,622	
Tax Revenues	251,119	251,119	260,289	260,289	305,957	305,957	352,315	433,300	603,918	
Grants	5,208	5,208	95,856	95,856	25,437	25,437	3,543	2,213	1,143	
Other Revenues	93,996	147,310	100,642	163,304	133,847	206,984	135,630	234,242	229,561	
Total Expenditures	588,188	644,080	701,514	759,847	733,350	805,929	817,844	974,794	1,207,138	
Wages and Salaries	142,956	145,064	178,589	180,829	198,468	200,933	213,721	228,736	239,955	
Purchases of Goods and Services	26,652	27,155	27,247	27,556	31,276	31,580	35,662	42,302	52,065	
Interest Payments	146,995	135,331	173,150	159,330	193,008	179,035	243,635	292,520	380,986	
Subsidies, Grants and Social benefits	197,093	261,760	228,579	298,002	198,569	282,116	201,024	206,424	332,727	
Other Expenditures	34,975	35,140	41,068	41,209	50,279	50,348	54,551	58,100	65,972	
Purchases of Non-Financial assets	39,516	39,629	52,882	52,921	61,750	61,917	69,250	146,711	135,431	
Cash Deficit ^{4/}	237,865	240,443	244,727	240,399	268,109	267,551	326,356	305,038	372,516	
Net Acquisition of Financial assets	1,854	6,410	10,713	14,317	11,321	16,763	13,139	14,422	-1,408	
Overall Fiscal Deficit	239,719	246,853	255,439	254,716	279,430	284,314	339,495	319,460	371,108	
Memorandum items:										
Overall Deficit/ GDP (%) ^{5/}	12.9	13.3	12.0	12.0	11.4	11.6	12.5	9.8	9.0	
Primary Deficit / GDP (%) ^{5/}	5.0	6.0	3.9	4.5	3.5	4.3	3.5	0.8	-0.2	
Revenues/ GDP (%) ^{5/}	18.8	21.7	21.4	24.4	19.0	22.0	18.1	20.6	20.3	
Expenditure/ GDP (%) ^{5/}	31.6	34.6	32.9	35.7	30.0	33.0	30.2	30.0	29.4	

FISCAL SECTOR

Source: Ministry of Finance.

* Data reflects budget figures in light of Presidential Decree Number 8 for the year 2016.

1/ Data reflects budget figures in light of Decree Number 145 for the year 2017.

2/ Covers Central Administration and Local Governments, and Public Services Authorities.

3/ Includes consolidated operations for the Budget sector, National Investment Bank (NIB), and Social Insurance Funds (SIF). Data prepared on consolidated basis; excluding financial interrelations between the three bodies.

4/ Overall deficit excluding net acquisition of financial assets.

5/ GDP estimate for FY16/17 has been revised recently to reach LE 3478 billion instead of 3407.7 billion. Meanwhile GDP projections for FY17/18 are estimated to reach LE 4286.5 billion as per the Ministry of Finance Calculations.

6/ Ministry of finance has published for the first time the general government's performance data for the fiscal year14/15, and that is after auditing the data with the concerned entities that are included within the general government scope.

Table (11) Budget Sector : Summary of Main Budget Operations ^{1/ 2/}

(LE Millions)

	Budget		Actuals							
	2017/18 ^{3/}	2016/17 [*]	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17		
								Jul-Sep	Jul-Sep	
Total Revenues	834,622	669,756	303,622	350,322	456,788	465,241	491,488	96,804	128,971	
Tax Revenues	603,918	433,300	207,410	251,119	260,289	305,957	352,315	64,113	97,159	
Income Tax	209,398	150,465	91,245	117,762	120,925	129,818	144,743	19,998	22,735	
Property Taxes	50,285	36,341	13,089	16,453	18,761	21,107	27,990	7,927	10,437	
Taxes on Goods and Services	291,055	201,178	84,594	92,924	91,867	122,930	140,525	31,940	54,909	
Taxes on International Trade	36,414	29,548	14,788	16,771	17,673	21,867	28,091	4,248	6,545	
Other Taxes	16,766	15,768	3,694	7,208	11,062	10,235 ^{4/}	10,966	0	2,533	
Non-Tax Revenue	230,704	236,456	96,212	99,203	196,499	159,284	139,173	32,691	31,812	
Grants	1,143	2,213	10,104	5,208	95,856	25,437	3,543	101	18	
From Foreign Governments	803	1,288	9,339	4,820	95,497	24,942	3,236	93	12	
From International Organizations	258	597	95	112	150	302	169	2	1	
Other	82	328	670	275	210	194	137	6	5	
Other Revenues	229,561	234,242	86,108	93,996	100,642	133,847	135,630	32,591	31,794	
Property Income	102,287	99,309	55,979	56,494	56,990	81,463	69,452	24,832	16,672	
Proceeds from Sales of Goods and Services	37,463	30,643	17,819	22,733	28,499	26,457	29,052	4,352	5,459	
Fines, Penalties and Forfeits	1,296	914	519	479	546	842	1,381	631	62	
Voluntary Transfers	1,079	771	673	612	1,061	901	1,455	107	106	
Miscellaneous Revenues	87,436	102,604	11,118	13,677	13,547	24,184	34,290	2,669	9,496	
Total Expenditures	1,207,138	974,794	470,992	588,188	701,514	733,350	817,844	172,174	214,103	
Compensation of Employees	239,955	228,736	122,818	142,956	178,589	198,468	213,721	55,309	60,162	
Purchases of Goods and Services	52,065	42,302	26,826	26,652	27,247	31,276	35,662	5,663	6,808	
Interest Payments	380,986	292,520	104,441	146,995	173,150	193,008	243,635	57,189	75,892	
Subsidies, Grants and Social benefits	332,727	206,424	150,193	197,093	228,579	198,569	201,024	32,094	36,262	
Other Expenditures	65,972	58,100	30,796	34,975	41,068	50,279	54,551	12,991	20,124	
Purchases of Non-Financial assets	135,431	146,711	35,918	39,516	52,882	61,750	69,250	8,927	14,855	
Total Cash Deficit ^{5/}	372,516	305,038	167,370	237,865	244,727	268,109	326,356	75,370	85,132	
Net Acquisition of Financial assets	-1,408	14,422	-665	1,854	10,713	11,321	13,139	1,446	120	
Overall Fiscal Deficit	371,108	319,460	166,705	239,719	255,439	279,430	339,495	76,816	85,251	
Memorandum items:										
Overall Deficit/ GDP (%) ^{6/}	9.0	9.8	10.0	12.9	12.0	11.4	12.5	2.2	2.0	
Primary Deficit / GDP (%) ^{6/}	-0.2	0.8	3.7	5.0	3.9	3.5	3.5	0.6	0.2	
Revenues/ GDP (%) ^{6/}	20.3	20.6	18.1	18.8	21.4	19.0	18.1	2.8	3.0	
Expenditure/ GDP (%) ^{6/}	29.4	30.0	28.1	31.6	32.9	30.0	30.2	5.0	5.0	

Source: Ministry of Finance.

* Data reflects budget figures in light of Presidential Decree Number 8 for the year 2016.

1/ Includes Central Administration and Local Governments, and Public Services Authorities.

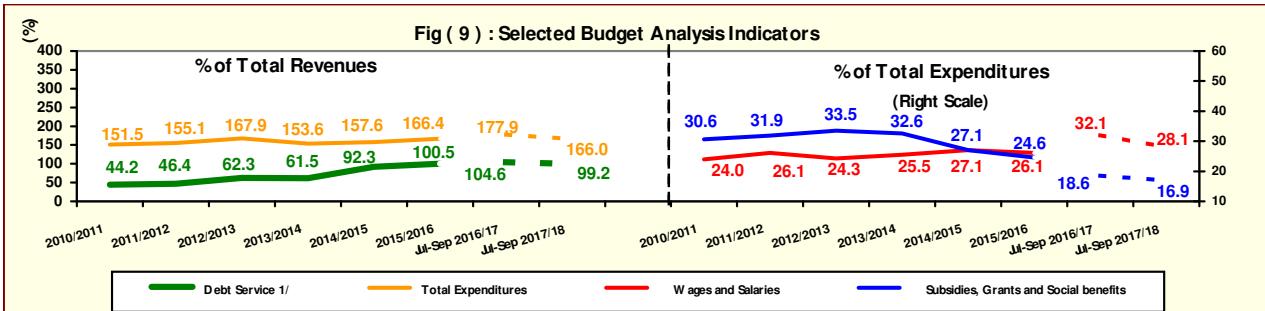
2/ Based on IMF GFS 2001 (modified to cash basis).

3/ Data reflects budget figures in light of Decree Number 145 for the year 2017.

4/ The decrease in non-tax revenues, came on the back of the decline in the exceptional resources from grants during the year of comparison.

5/ Overall deficit excluding net acquisition of financial assets.

6/ GDP estimate for FY16/17 has been revised recently to reach LE 3478 billion instead of 3407.7 billion. Meanwhile GDP projections for FY17/18 are estimated to reach LE 4286.5 billion as per the Ministry of Finance Calculations.



Source: Ministry of Finance.

1/ Includes Interest and Principal Payments (excluding arrears).

Table (11) Budget Sector : Summary of Main Budget Operations ^{1/} (continued)

(LE Millions)

	Actuals						Jul- Sep 2016/17
	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	
Overall Fiscal Deficit	98,038	134,460	166,705	239,719	255,439	279,430	76,816
Sources of Finance	98,038	134,460	166,705	239,719	255,439	279,430	76,816
Net Privatization Proceeds	425	22	0	12	-315	0	0
Domestic Sources	101,492	144,295	182,218	270,624	277,320	327,728	109,177
Non-Banks	61,229	34,712	35,844	49,286	32,957	79,274	14,782
Banks	40,263	109,583	146,374	221,338	244,363	248,454	94,395
Foreign Sources ^{2/}	2,458	5,022	-9,062	20,270	4,022	-25,119	-1,926
Blocked Accounts Used in Amortization of CBE Bond	-	-	-	-	-	-	-
Payments of Outstanding Arrears	-	-	-	-	-	-	-
Other	347	3,553	-443	-13,147	-25,388	-35,987	-2,632
Exchange Rate Revaluation	1,328	3,922	1,533	11,357	1,242	549	0
Difference between T-Bills face value and present val	-227	-7,419	-11,376	-6,791	-1,051	-9,540	-8,351
Undistributed	-7,785	-14,935	3,835	-42,606	-391	21,799	-19,452

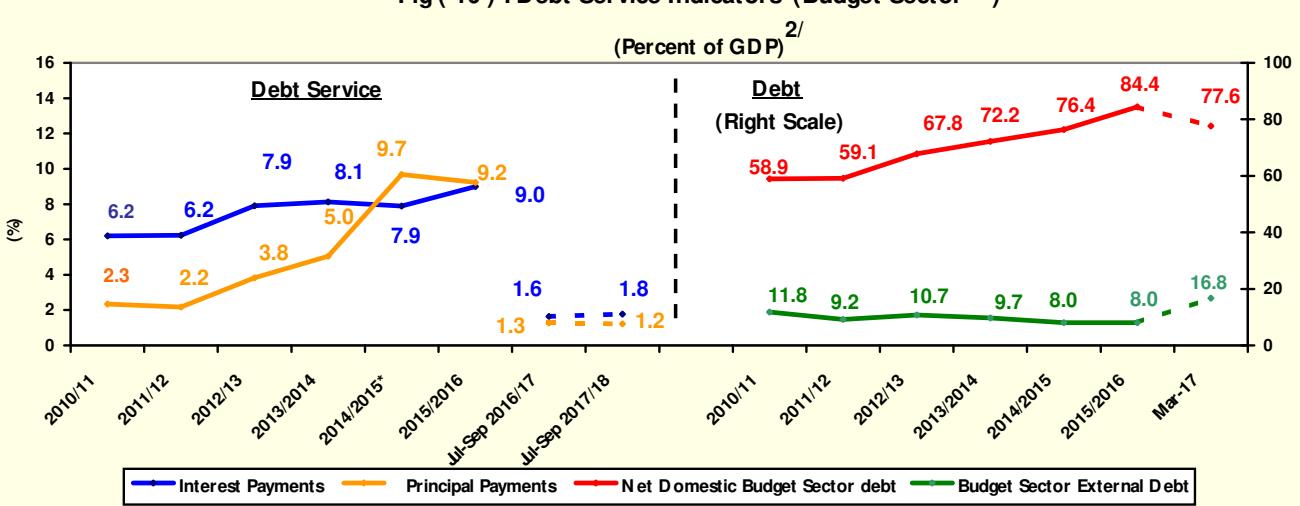
Source: Ministry of Finance.

1/ Based on IMF GFS 2001 (modified to cash basis).

2/ Includes reclassified on-lent loans that have been redefined as part of Central and Local Government debt instead of Other Sectors' External Debt.

FISCAL SECTOR

Fig (10) : Debt Service Indicators (Budget Sector ^{1/})



Source: Ministry of Finance and Central Bank of Egypt.

1/ Includes Central Administration and Local Governments, and Public Services Authorities.

2/ GDP estimate for FY16/17 has been revised recently to reach LE 3478 billion instead of 3407.7 billion. Meanwhile GDP projections for FY17/18 are estimated to reach LE 4286.5 billion as per the Ministry of Finance Calculations.

**Table (12-a) : Revenues Breakdown
(Main Tax Revenues)**

	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17 *	2017/18 1/ Budget	2016/17 Jul-Sep	2017/18 Jul-Sep
	Actuals								
Total Revenues	303,622	350,322	456,788	465,241	491,488	669,756	834,622	96,804	128,971
Tax Revenues	207,410	251,119	260,289	305,957	352,315	433,300	603,918	64,113	97,159
Taxes on Income, Capital Gains and Profits, of which									
Taxes on income from employment	91,245	117,762	120,925	129,818	144,743	150,465	209,398	19,998	22,735
Taxes on income from activity other than employment	16,010	19,708	22,252	26,801	32,031	36,443	37,354	7,056	9,051
Capital Gains Tax	5,582	6,436	8,943	11,134	9,982	15,677	25,395	1,515	2,302
Taxes on Corporate Profits, of which	104	87	218	279	343	2,526	3,703	15	18
From EGPC	69,550	91,531	89,512	91,603	102,387	95,819	142,946	11,411	11,364
From CBE	34,075	45,816	46,060	36,000	37,313	21,419	44,179	0	0
From Suez Canal	0	8,290	4,042	3,691	13,245	11,186	3,444	3,860	0
From other companies	11,800	12,150	14,312	13,400	14,903^{2/}	18,114	30,150	2,300	4,400
From other companies	23,674	25,275	25,099	38,512	36,926	45,100	65,173	5,251	6,964
Taxes on Property	13,089	16,453	18,761	21,107	27,990	36,341	50,285	7,927	10,437
Recurrent Tax on Immovable Property	520	531	428	637	1,172	2,649	3,906	421	613
Lands	175	185	184	186	203	234	256	39	34
Buildings	346	346	244	451	969	2,415	3,650	382	578
Taxes on Financial and Capital Transactions, of which	10,575	13,905	16,055	17,629	24,071	29,109	40,338	6,992	9,435
Tax on T-bills and bonds' payable interest	9903	13168	15256	16682	23069	27,977	39,133	6,840	9,213
Taxes and Fees on Cars	1,993	2,017	2,279	2,841	2,747	4,583	6,041	514	390
Taxes on Goods and Services, of which	84,594	92,924	91,867	122,930	140,525	201,178	291,055	31,940	54,909
General Sales Tax on Goods	37,174	39,496	42,974	53,425	57,454	83,919	135,708	14,058	28,116
Domestic	15,566	14,038	14,577	18,415	21,102	31,994	49,900	5,297	9,688
Imported	21,607	25,458	28,398	35,010	36,352	51,925	85,808	8,761	18,428
General Sales Tax on Services	9,141	9,767	9,463	12,098	14,072	33,729	42,156	3,425	5,934
Excises on Domestic Commodities (Table 1)	25,985	30,482	24,190	39,750	48,125	54,400	74,352	10,714	15,756
Excises on Imports (Table 1)	71	49	374	259	396	297	563	118	258
Taxes on Specific Services	880	1,092	1,167	1,382	2,311	2,155	2,707	404	469
Stamp tax (excludes stamp tax on salaries)	5,465	5,248	6,694	7,721	9,707	13,792	18,162	1,948	2,442
Taxes on International Trade, of which	14,788	16,771	17,673	21,867	28,091	29,548	36,414	4,248	6,545
Tax on Valued Customs	13,955	15,626	16,935	20,955	26,933	28,441	34,744	4,004	6,136
Other Taxes	3,694	7,208	11,062	10,235	10,966	15,768	16,766	0	2,533

Source: Ministry of Finance

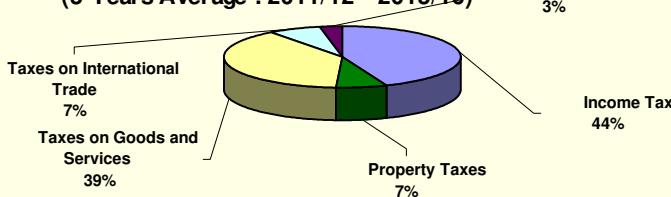
* Data reflects budget figures in light of Presidential Decree Number 8 for the year 2016.

1/ Data reflects budget figures in light of Decree Number 145 for the year 2017.

2/ The decline in Taxes on Corporate Profits from Other Companies is mainly due to the adoption of additional exceptional taxes during the year of comparison FY 14/15, and which was cancelled during FY 15/16, leading Taxes on Corporate Profits from Other Companies to appear at a lower amount during the year of study compared to last year. This includes a 5 percent additional taxes on the income exceeding LE 1 million. This does not affect Other companies income, as it is expected to record additional revenues during the coming period.

Fig (11) : Breakdown of Tax Revenues

(5 Years Average : 2011/12 - 2015/16)



Source: Ministry of Finance

**Table (12-b) : Revenues Breakdown
(Non-Tax Revenues)**

	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17*	2017/18 ^{2/}	2016/17	2017/18
	Actuals					Budget	Budget	Jul-Sep	Jul-Sep
Total Non-Tax revenues	96,212	99,203	196,499	159,284^{1/}	139,173	236,456	230,704	32,691	31,812
Grants	10,104	5,208	95,856	25,437	3,543	2,213	1,143	101	18
From Foreign Governments	9,339	4,820	95,497	24,942	3,236	1,288	803	93	12
From International Organizations	95	112	150	302	169	597	258	1.5	1.4
Other ^{3/}	670	275	210	194	137	328	82	5.8	4.6
Other Revenues	86,108	93,996	100,642	133,847	135,630	234,242	229,561	32,591	31,794
Property Income	55,979	56,494	56,990	81,463	69,452	99,309	102,287	24,832	16,672
Interest Income, of which	1,078	837	745	3,453	968	2,520	3,232	709	465
Obliged Loans (included interests on foreign loans re-lent by the treasury)	909	698	589	3,350	816	2,406	3,069	707	463
Dividends, of which	52,358	51,935	53,966	71,571	63,565 ^{8/}	85,639	88,064	21,527	15,869
EGPC	15,027	18,785	21,809	25,414	7,820	13,950	28,912	0	200 ^{11/}
CBE	15,012	11,317	9,283	13,417	29,462	29,244	10,976	14,927	5,233
Suez Canal	16,118	16,375	18,084	19,214	14,755 ^{9/}	23,268	31,423	4,751	8,200
Economic Authorities	2,207	1,915	1,630	10,093	7,820	9,704	5,021	1,757	1,322
Public Enterprise Sector Companies	2,987	2,911	2,362	2,191	2,272	6,568	8,432	93	34
Rent, of which	3,078	3,361	2,034	6,311	4,844	10,151	10,690	115	338
Royalties on Petroleum	2,800	2,933	1,737	5,964	4,139	4,625	8,610	0	0
Other Property Income	-534	361	245	128	74	1,000	300	2,481	0
Sales of Goods and Services	17,819	22,733	28,499	26,457	29,052	30,643	37,463	4,352	5,459
Service fees, of which	17,789	22,708	28,471	26,416	29,007	30,602	37,420	4,349	5,457
Current revenue from special accounts and funds ^{4/5/}	14,290	18,946	24,359	21,037	22,629	22,726	29,203	3,338	3,551
Sales of Goods, of which	30	25	27	42	45	42	43	3.2	2.3
Revenue from natural gas price reform	0	0	0	0	0	0	0	0	0
Fines, Penalties and Forfeits	519	479	546	842	1,381	914	1,296	631	62
Voluntary Transfers other than grants	673	612	1,061	901	1,455	771	1,079	107	106
Current	497	383	579	379	584	765	1,079	66	69
Capital	176	230	482	523	871	6	0	41.1	37.4
Miscellaneous Revenues	11,118	13,677	13,547	24,184	34,290^{10/}	102,604	87,436	2,669	9,496
Current	3,527	6,872	7,329	9,914	18,096	13,360	12,086	1,449	6,004
Capital, of which	7,592	6,806	6,219	14,270	16,195	89,244	75,351	1,220	3,492
Decrease in Advanced payments ^{6/}	3,254	3,363	2,990	5,099	7,430	0.0 ^{7/}	0.0	407	701
Other capital revenue to finance investments	3,166	2,690	2,709	4,992	7,878	80,060	44,618	674	2,427

Source: Ministry of Finance

* Data reflects budget figures in light of Presidential Decree Number 8 for the year 2016.

1/ The decrease in non-tax revenues, came on the back of the decline in the exceptional resources from grants which were included in the state budget for the year 2014/2015 to reach LE 25.4 billion down from LE 95.9 billion in 2013/2014.

2/ Data reflects budget figures in light of Presidential Decree Number 145 for the year 2017.

3/ Includes grants from Public Entities .

4/ Revenues from special accounts and funds belonging to budget sector entities like public universities, medical centers and research institutes. Such revenues are met by equivalent amounts on the expenditures side.

5/ Includes additional 10 percent of the monthly receipts of the Special Accounts and Funds, in addition to 25 percent of the outstanding balances of those funds were transferred to the Ministry of Finance applied only during 2013/2014 according to law Number 19 for the year 2013.

6/ Reflects allocations to finance investment projects in previous year, which were not used during that year. Such allocations are thus carried forward to the current fiscal year and recorded as self-financing sources of investment under miscellaneous revenues.

7/ The increase in "Other capital revenue to finance investments" represents expected increases in self finances for the social housing program. This increase has similarly corresponding increases on the expenditure side.

8/ The decline in dividends from EGPC is mainly in light of the decline in international petroleum prices.

9/ The decline in dividends receipts from Suez canal is partially due to the slowdown in international trade, and China slowed economic growth. In addition, the decline in international oil prices have affected the number of vessels passing through Suez Canal.

10/ The increase in receipts from Miscellaneous revenues is mainly due to the acquisition of 25 percent of the delayed profits with a total amount of LE 1.5 billion, and the increase in resettlements revenues from Lands by LE 4 billion, in addition to the repayment of other tax dues by LE 3.5 billion during the year of study.

11/ The decline in dividends collected from CBE is mainly due to the accommodative monetary policy adopted by the CBE to curb inflation since FY16/17, where the increase in interest rates has imposed burdens on CBE profits.

**Table (13) : Receipts by Customs Authority ^{1/}
(Based on U.N. Broad Economic Category Classification)**

(LE Millions)

Code	Imports				Customs Revenue 2/			
	2012/13	2013/14	2014/15	2015/16* #	2012/13	2013/14	2014/15	2015/16* #
Total	427,993	446,187	455,776	584,025	17,011	17,579	21,694	26,037
	(17.9)	(4.3)	(2.1)	(28.1)	(15.0)	(3.3)	(23.4)	(20.0)
111 Primary Foodstuffs (for Industry)	31,679	24,978	26,555	29,133	26	24	36	39
112 Primary Foodstuffs (for consumption)	10,331	11,388	11,611	14,274	123	123	209	379
121 Manufactured Foodstuffs (for Industry)	12,411	7,549	10,071	16,115	26	23	57	104
Manufactured Foodstuffs (for consumption)	18,759	15,681	24,320	31,981	506	461	577	708
21 Primary Industrial Inputs	31,647	26,552	25,895	28,015	138	148	159	281
22 Primary Manufactured Inputs	138,555	135,699	153,799	191,779	2,378	2,460	2,774	4,164
31 Fuel and oil (crude)	23,214	48,731	18,002	11,501	0	0	288	0
32 Manufactured Fuels, Oil (Other)	31,995	42,083	27,308	58,636	1,300	1,493	1,111	2,652
41 equipment	42,527	45,845	50,316	60,875	756	811	1,020	1,318
42 goods	20,403	22,179	24,332	27,888	516	528	585	674
51 Passenger motor cars	9,098	7,408	16,794	25,407	2,718	3,168	3,973	4,501
52 Motor cars (other)	8,480	7,083	9,991	16,922	732	807	1,068	948
53 Spare parts and accessories for	16,784	16,320	17,586	22,419	717	740	874	1,157
61 Durable consumption goods	6,091	6,538	6,761	7,401	633	666	796	950
62 Semi-durable consumption goods	8,604	7,562	10,916	15,300	751	819	1,457	2,148
63 Non-Durable consumption goods	17,342	20,525	20,947	25,458	364	282	659	1,107
7 Other Commodities	75	68	571	923	5,327	5,026	6,050	4,907
Memorandum Items								
Total Imports (US\$ Millions)	71,344	74,377	63,745	71,712				
Customs / GDP 2/					0.9	0.8	0.9	1.0
Customs / Total Revenues and grants					4.9	3.8	4.7	5.6
Customs / Total Taxes 3/					6.8	6.8	7.1	7.4

Sources: Ministry of Finance, Egyptian Customs Authority.

It is worthy to note that FY 16/17 recent figures released by customs authority are still under revision and will be published once finalized.

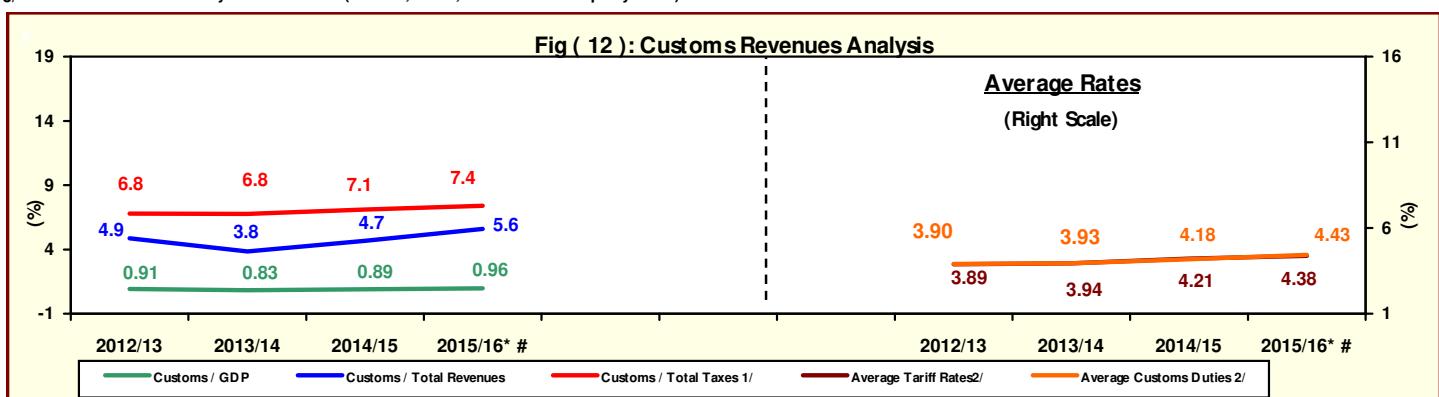
* Preliminary- Actual.

() Percent change over same period in previous year.

1/ Aggregate receipts in this table may differ from those presented in the Budget due to different distribution of Customs Authority proceeds among various budget lines, such as taxes on international trade, taxes on goods and services, and other taxes.

2/ Includes sovereign as well as current revenues.

3/ Total taxes as collected by tax authorities (Income, Sales, Customs and Property taxes).



Sources: Ministry of Finance, Egyptian Customs Authority.

It is worthy to note that FY 16/17 recent figures released by customs authority are still under revision and will be published once finalized.

* Preliminary- Actual.

1/ Total taxes as collected by tax authorities (Income, Sales, Customs and Property taxes).

2/ As percent of total imports.

Table (14): Expenditures Breakdown ^{2/}

(LE Millions)

	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17*	2017/18 ^{1/}	2016/17		2017/18	
								Actuals			
								Budget	Budget	Jul-Sep	Jul-Sep
Total Expenditures								470,992	588,188	701,514	733,350
Compensation of Employees, of which								122,818	142,956	178,589	198,468
Salaries and wages in cash and in-kind								99,926	118,196	146,870	162,311
Permanent staff								19,959	24,006	26,471	27,763
Temporary staff								2,124	1,983	2,590	2,550
Rewards								52,729	61,293	75,279	80,034
Specific Allowances								11,207	17,317	22,172	24,128
Cash Benefit/Allowance								11,397	11,681	17,728	25,085
In-kind Benefit/Allowance								2,509	1,915	2,630	2,751
Insurance Benefits								11,589	13,675	16,705	18,997
Government share in government insurance fund								10,306	12,100	14,792	16,759
Other Insurance benefits								1,283	1,575	1,912	2,238
Purchases of Goods and Services, of which								26,826	26,652	27,247	31,276
Goods, of which								10,599	11,994	12,084	14,448
Raw materials								4,299	5,704	5,840	6,961
Operating Fuels, oil, and moving parts								955	1,016	805	1,165
Water and Lighting								4,159	3,957	4,020	4,603
Services, of which								11,516	11,297	11,786	13,549
Maintenance								3,194	3,566	3,477	4,047
Copy expenditures, periodicals, and writing rights								1,185	1,370	1,315	1,471
Public transportation								2,106	2,329	2,541	2,939
Various Services 3/								3,850	2,994	3,243	3,668
Other								4,711	3,361	3,378	3,279
								4,098	4,098	8,053	8,841
										382	364

FISCAL SECTOR

Sources: Ministry of Finance, Egyptian Tax Authority

* Data reflects budget figures in light of Presidential Decree Number 8 for the year 2016.

1/ Data reflects budget figures in light of Presidential Decree Number 145 for the year 2017.

2/ Based on IMF GFS 2001 (modified to cash basis).

3/ Accounts for other various types of expenditures on services, of which judicial judgement execution expenses is most significant.

Table (14): Expenditures Breakdown (Continued)

	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17*	2017/18/	2016/17	2017/18
	Actuals				Budget		Budget	Jul-Sep	Jul-Sep
Interest, of which	104,441	146,995	173,150	193,008	243,635	292,520	380,986	57,189	75,892
Foreign	3,418	3,896	4,996	4,700	5,066	7,659	25,551	1,245	7,211
Domestic (to Non-Government Individuals)	84,455	125,131	148,798	167,629	214,560	255,929	312,782	49,185	61,531
Domestic (to Government units)	16,420	17,836	19,143	20,478	23,796	28,731	42,467	6,759	7,120
Other	148	133	213	202	215	201	186	1	30
Subsidies, Grants and Social Benefits, of which	150,193	197,093	228,579	198,569	201,024	206,424	332,727	32,094	36,262
Subsidies	134,963	170,800	187,659	150,198	138,724	128,533	222,738	15,085	19,492
To Non-financial public corporations, of which	131,885	168,978	186,132	148,716	135,001	125,533	221,238	14,897	19,299
GASC	30,282	32,551	35,493	39,395	42,738 ^{5/}	41,115	63,095	5,100	9,800
EGPC	95,535	120,000	126,180	73,915	51,045	35,043	110,148	0	0
To Financial public corporations	3,078	1,822	1,527	1,482	3,723	3,000	1,500	189	193
Grants	5,305	5,014	5,190	6,211	7,806	4,057	4,884	767	1,062
To foreign governments	219	145	239	161	201	229	249	100	45
To international organizations	0.2	0.4	0.2	0.2	0.2	0.2	0.0	0.2	0.2
To general government units	5,085	4,869	4,951	6,050	7,605	3,828	4,635	668	1,018
Social Benefits, of which	9,367	20,778	35,200	41,037	53,919	68,062	82,994	15,981	15,349
Social security benefits	2,581	3,753	5,096	6,836	8,910	11,347	15,402	2,713	4,805
Social assistance benefits ^{2/}	6,200	16,352	29,200	33,213	43,956	52,485	62,500	13,121	7,791
Service expenditures for non employees	516	587	733	814	869	4,014	4,906	107	2,716 ^{7/}
Social benefits for employees	70	87	171	175	185	216	186	40	38
Other Expenditures, of which	30,796	34,975	41,068	50,279	54,551	58,100	65,972	12,991	20,124
Current Miscellaneous Expenditures	3,026	3,830	5,976	5,477	5,952	5,923	7,400	894	1,206
Taxes and fees	58	92	124	100	103	121	143	14.7	22.2
Contributions	345	314	228	350	343	407	811	0.3	20.6
Other	2,623	3,424	5,624	5,027	5,507	5,395	6,446	879	1,164
Contingency Reserves ^{3/}	27,770	31,145	35,092	44,802	48,599	52,177	58,572	12,097	18,918
Purchases of Non-Financial Assets (Investments), of which	35,918	39,516	52,882	61,750	69,250	146,711	135,431	8,927	14,855
Fixed Assets	28,997	31,931	38,437	45,547	54,637 ^{6/}	138,361 ^{4/}	125,655	8,198	13,790
Direct investment (including customs fees)	28,398	31,404	37,909	45,057	54,245	137,539	125,274	8,154	13,763
Postponed (operational) expenses	599	526	528	490	392	822	381	43	27
Non-Productive Assets	583	809	869	2,915	1,861	1,810	1,828	348	143
Other non-financial assets	6,337	6,777	13,576	13,288	12,752	4,540	5,948	382	922

Source: Ministry of Finance.

* Data reflects budget figures in light of Presidential Decree Number 8 for the year 2016.

1/ Data reflects budget figures in light of Decree Number 145 for the year 2017.

2/ Reflects Treasury contributions towards Pension Funds.

3/ Includes expenditures on defense.

4/ The increase in "Direct investment (including customs fees)" represents expected increases in self finances for the social housing program. This increase has similarly corresponding increases on the revenues side.

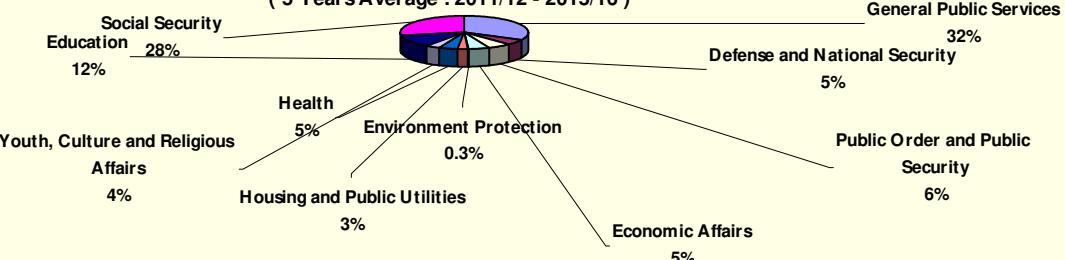
5/ The decline in subsidies from EGPC is mainly in light of the decline in international petroleum prices.

6/ The increase in spending on Direct investment (including customs fees) is mainly due to the increase in infrastructure spending, more specifically spending on roads, transportation, buildings, hospitals and schools. To that extent, total spending on construction amounted to LE 29.2 billion during FY15/16, increasing by 44 percent compared to the previous year, and spending on Non-residential buildings amounted to LE 10 billion, increasing by 17.7 percent compared to the previous year.

7/ The increase in Service expenditures for non employees reflects the increase in spending on health treatments financed by state budget.

Fig (13): Functional Classification of Public Expenditures

(5 Years Average : 2011/12 - 2015/16)



Source: Ministry of Finance.