



REPUBLIC OF THE PHILIPPINES
BUREAU OF THE TREASURY
INTRAMUROS, MANILA 2801

Funding the Republic

January to November Fiscal Deficit Lower by P64.5 Billion Than Same Period Last Year

November Fiscal Deficit at P2.1 Billion

19 December 2006, Manila, Philippines: The January to November fiscal deficit of the National Government reached P58.3 billion, lower than the deficit of P64.5 billion incurred during the same period last year. The lower deficit was a result of lower spending due to non approval of the 2006 proposed budget and significant savings in interest payments resulting from lower interest rate and volume of issuances. Moreover, the deficit for eleven months is just 47% of the full year target of P125 billion, as compared to last year's same period experience of 68% to full year target, thereby ahead by 21%. The National Government incurred a deficit in November amounting to P2.1 billion compared to the deficit of P7.3 billion for the same period last year.

Revenue collections reached P86.7 billion for the month of November. It grew by 19% over last year's level. For January to November, revenues were up by 19% compared to the same period last year of P744.1 billion. The cash collections of the Bureau of Internal Revenue (BIR) and the Bureau of Customs (BOC) for the month of November registered a growth of 19% and 4%, respectively compared to the same month last year. Actual cash collections for the month were recorded at P60.8 billion for BIR and P14.2 billion for BOC. For the January to November period, BIR and BOC cash collections reached to P583.6 billion and P174.1 billion, respectively. On a year on year, BIR and BOC registered a growth of 19% and 33%, respectively. BTr income amounted to P59.1 billion, and already surpassed its full year target of P51.9 billion by P7.2 billion.

Actual disbursements in November amounted to P88.8 billion, 11% higher than same period last year. For January to November, total disbursements amounted to P940.8 billion, or 9% higher than the comparable disbursements in 2005.

Netting out the interest payments in the expenditures, the National Government recorded a primary surplus for the month amounting to P13.0 billion. Cumulatively, the primary surplus amounted to P234.6 billion for the eleven month period or 43% higher than the amount recorded last year.

Fiscal Performance

January to November 2006

(In Billion Pesos)

	November Actual		Percent Growth 2006/2005
	2005	2006	
Surplus/(Deficit)	(7.3)	(2.1)	71.6
Revenues	73.0	86.7	18.8
Cash	72.6	84.1	16.0
Non-Cash	0.4	2.5	485.9
Expenditures	80.3	88.8	10.6
Cash	79.8	86.2	8.0
Non-Cash	0.4	2.5	485.9

	Jan-Nov Actual		2006 Full Year Program	Percent Growth 2006/2005
	2005	2006		
Surplus/(Deficit)	(122.8)	(58.3)	(124.9)	52.5
Revenues	744.1	882.4	974.1	18.6
Cash	733.7	865.0	963.0	17.9
Non-Cash	10.3	17.5	11.1	69.0
Expenditures	866.9	940.8	1,099.0	8.5
Cash	856.5	923.3	1,087.9	7.8
Non-Cash	10.3	17.5	11.1	69.0

National Government Revenues

January to November 2006

(In Billion Pesos)

	November Actual		Percent Growth 2006/2005
	2005	2006	
Revenues	73.0	86.7	18.7
BIR	51.4	61.3	19.2
Cash	51.0	60.8	19.4
Non-Cash	0.4	0.4	0.0
BOC	13.7	16.3	19.5
Cash	13.6	14.2	4.2
Non-Cash	0.0	2.1	
BTr */	6.1	4.3	
Other Offices	1.9	4.8	155.2

	Jan-Nov Actual		2006 Full Year Program	Percent Growth 2006/2005
	2005	2006		
Revenues	744.1	882.4	974.1	18.6
BIR	497.9	594.1	675.4	19.3
Cash	491.4	583.6	669.8	18.8
Non-Cash	6.5	10.4	5.6	59.8
BOC	134.2	181.1	196.0	34.9
Cash	130.4	174.1	190.5	33.5
Non-Cash	3.8	7.0	5.5	84.8
BTr */	66.0	59.1	51.9	
Other Offices	45.9	48.2	50.9	5.0

*/ Already surpassed full year target by P7.2 billion

National Government Expenditures

January- November 2006

(In Billion Pesos)

	November Actual		Percent Growth 2006/2005
	2005	2006	
Expenditures	80.3	88.8	10.6
ALGUs	13.9	20.6	47.6
Subsidy	0.6	0.5	(21.4)
Int. Payments	19.4	15.1	(22.2)
Equity	0.0	0.0	0.0
Net Lending	3.6	(2.7)	174.2
Others	42.3	52.7	24.7
Tax Exp Fund	0.4	2.5	485.9

	Jan-Nov Actual		2006 Full Year Program	Percent Growth 2006/2005
	2005	2006		
Expenditures	866.9	940.8	1,099.0	8.5
ALGUs	145.8	150.3	134.1	3.1
Subsidy	8.9	10.3	4.9	15.7
Int. Payments	286.4	292.9	340.0	2.3
Equity	0.2	1.1	1.2	454.2
Net Lending	3.6	12.1	8.3	234.7
Others	411.7	456.6	599.4	10.9
Tax Exp Fund	10.3	17.5	11.1	69.0

NG Primary Surplus/(Deficit)

January-November 2006

(In Billion Pesos)

	November Actual		Percent Growth 2006/2005
	2005	2006	
Primary Surplus/ (Deficit)	12.1	13.0	7.6
Revenues	73.0	86.7	18.8
Expenditures (Net of IP)	60.9	73.7	21.0

	Jan-Nov Actual		2006 Full Year Program	Percent Growth 2006/2005
	2005	2006		
Primary Surplus/ (Deficit)	163.5	234.6	215.1	43.4
Revenues	744.1	882.4	974.1	18.6
Expenditures (Net of IP)	580.5	647.9	759.0	11.6