

Government Operations Results for February 2017

Over the period April to February 2017, the GOJ reported Total Revenues & Grants of \$429.62 billion, \$17.52 billion more than the government’s projection. Further, year over year, this represents an increase of approximately 10.9% relative to the \$387.23 billion recorded for the corresponding period in 2016. ‘Tax revenues’, ‘Non-Tax Revenue’ and ‘Grants’ outperformed projections during the review period. ‘Tax Revenues’ amounted to \$395.74 billion, \$10.63 billion (2.8%) more than budgeted, ‘Non-Tax Revenue’ of \$26.39 billion was reported compared to anticipated revenues of \$20.58 billion, while ‘Grants’ totalled \$5.03 billion, \$1.79 billion or 55.1% more than budgeted. However, “Bauxite Levy” was less than budgeted, amounting to \$1.94 billion, relative to the budgeted figure of \$2.54 billion. The improvement in ‘Tax revenues’ was driven mainly by ‘Income and Profits – PAYE’ which was \$59.60 billion, \$2.76 billion more than budgeted, ‘Other Companies’ which outperformed the budget by \$2.59 billion amounted to \$25.08 billion. ‘Special Consumption Tax’ was \$3.54 billion over the \$13.73 billion budgeted for the period to total \$17.27 billion. ‘Tax on Interest’ outperformed projections by \$4.2 billion (37.8%) to total \$15.37 billion. ‘Capital Revenues’ underperformed projections by \$97.9 million (15.8%) to total \$522.9 million.

In J\$ Millions Item	Prov. Apr- Feb_2017	Budget. Apr- Feb_2017	Deviation		Prov. February_2016	Value	
			from budget	Percentage change		Change 2016 vs 2017	Year over Year % change
Revenue & Grants	429,624.2	412,103.9	17,520.3	4.3%	387,233.9	42,390.3	10.9%
Tax Revenue	395,741.5	385,113.5	10,628.0	2.8%	354,588.4	41,153.1	11.6%
Non-Tax Revenue	26,390.5	20,581.7	5,808.8	28.2%	25,677.1	713.4	2.8%
Bauxite Levy	1,938.1	2,544.4	-606.3	-23.8%	1,847.1	91.0	0.0%
Capital Revenue	522.9	620.7	-97.8	-15.8%	632.1	-109.2	-17.3%
Grants	5,031.2	3,243.6	1,787.6	55.1%	4,489.3	541.9	12.1%

Expenditures

Total Expenditure for April to February 2017 amounted to \$465.20 billion, \$2.38 billion or 0.5% lower than the budgeted \$67.58 billion. Recurrent expenditure which totalled \$427.92 billion, accounted for 92% of overall expenditures. Relative to projections, recurrent expenditure was \$1.23 billion (0.3%) more than budgeted and \$31.01 billion more than that recorded in 2016. Of the recurrent expenditure categories over the review period, ‘Compensation of Employees’ was 1.6% lower than budgeted due to ‘Wages & Salaries’ being \$152.55 billion, 2.5% lower than the budgeted figure of \$156.46 billion. ‘Interest’ also



ended the period under budget by 2.6%, while ‘Programmes’ rose by 5.6%. Capital expenditure for the period was 8.8% lower relative to the budgeted total of \$37.29 billion.

As a result of the decrease in expenditures for April to February 2017, the ‘Fiscal Deficit’ was \$35.58 billion, 35.9% lower than budgeted. Additionally, the primary balance for the period exceeded the budgeted amount by \$16.49 billion (21.8%) to total of \$92.08 billion for the period.

In J\$ Millions Item	Prov. Apr- Feb_2017	Budget. Apr- Feb_2017	Deviation from budget	Percentage change	Prov. February_201 6	Value Change 2016 vs 2017	Year over Year % change
Expenditure	465,204.4	467,583.0	-2,378.6	-0.5%	425,713.0	39,491.4	9.3%
Recurrent Expenditure	427,918.0	426,689.7	1,228.3	0.3%	396,909.9	31,008.1	7.8%
Programmes	136,345.5	129,088.6	7,256.9	5.6%	123,300.4	13,045.1	10.6%
Compensation of Employes	163,908.5	166,531.7	-2,623.2	-1.6%	155,008.4	8,900.1	5.7%
Wages & Salaries	152,550.3	156,463.7	-3,913.4	-2.5%			
Employers Contribution	11,358.2	10,068.1	1,290.1	12.8%			
Interest	127,664.0	131,069.4	-3,405.4	-2.6%	118,601.1	9,062.9	7.6%
Domestic	58,877.7	60,336.1	-1,458.4	-2.4%	67,244.9	-8,367.2	-12.4%
External	68,786.3	70,733.3	-1,947.0	-2.8%	51,356.2	17,430.1	33.9%
Capital Expenditure	37,286.4	40,893.3	-3,606.9	-8.8%	28,803.1	8,483.3	29.5%
Capital Programmes	37,286.4	40,893.3	-3,606.9	-8.8%	28,803.1	8,483.3	29.5%
Fiscal Balance (Surplus +/- Deficit -)	-35,580.2	-55,479.1	19,898.9	-35.9%	-38,479.1	2,898.9	-7.5%
Loan Receipts	87,317.1	86,906.5	410.6	0.5%	296,775.1	-209,458.0	-70.6%
Domestic	54,364.1	40,773.6	13,590.5	33.3%	27,823.1	26,541.0	95.4%
External	32,953.0	46,132.9	-13,179.9	-28.6%	268,952.0	-235,999.0	-87.7%
Divestment/Other	14,604.7	14,539.2	65.5	n/a	6,071.2	8,533.5	140.6%
Amortization	71,847.0	72,520.3	-673.3	-0.9%	338,355.5	-266,508.5	-78.8%
Domestic	28,386.7	24,244.5	4,142.2	17.1%	76,385.0	-47,998.3	-62.8%
External	43,460.3	48,275.8	-4,815.5	-10.0%	261,970.5	-218,510.2	-83.4%
Overall Balance (Surplus +/- Deficit -)	-5,505.4	-26,553.7	21,048.3	-79.3%	-73,988.3	68,482.9	-92.6%
Primary Balance (Surplus +/- Deficit -)	92,083.8	75,590.3	16,493.5	21.8%	80,122.0	11,961.8	14.9%

As part of the Memorandum of Economic and Financial Policies (MEFP), the GOJ estimates that the primary balance, as a performance criterion, should amount to \$126.00 billion by the end of the 2016/2017 fiscal year. As at February 2017, the actual figure was below projections by \$33.92 billion. Estimated revenue for the financial year is \$412.10 billion, results for January 2017 showed revenue of \$429.62.



J\$ Billions	FY 2015/2016		FY 2016/2017			end Mar.
	end Dec.	end Mar.	end Jun.	end Sep.	end Dec.	
Primary balance of the central government	60.7	120.7	11.0	29.0	54.0	126.0
Tax Revenues	280.0	393.0	99.0	198.0	300.0	445.0
	√	√	√	√	√	
Tax Revenue collected thus far (as at Feb. 2017)						395.74
Outstanding to meet quarterly target/ Surplus over quarterly target						-49.259
Primary Balance thus far (as at Feb. 2017)						92.08
Outstanding to meet quarterly target/ Surplus over quarterly target						-33.916



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