



REPUBLIC OF CROATIA - MINISTRY OF FINANCE

STATISTICAL REVIEW

MINISTRY OF FINANCE MONTHLY STATISTICAL REVIEW - NUMBER **156**

ZAGREB, SEPTEMBER 2008

IX/2008

COMPILED AND PUBLISHED BY: MINISTRY OF FINANCE, BUREAU FOR MACROECONOMIC ANALYSIS AND PLANNING

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Printed in 860 copies.

ISSN 1334-4013

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TABLE 1: BASIC MACROECONOMIC INDICATORS FOR THE CROATIAN ECONOMY

	2002		2003		2004		2005		2006		2007		2008								
											Q4	Q1	Q2	Q3	V	VI	VII	VIII	IX	X	XI
GDP, current prices (mil. HRK)	181 231	198 422	214 983	231 349	250 590	275 078	68 550	69 242	75 295	-	-	-	-	-	-	-	-	-	-	-	-
GDP, real growth rates	5,6	5,3	4,3	4,3	4,8	5,6	3,7	4,3	3,4	-	-	-	-	-	-	-	-	-	-	-	-
Total volume of industrial production, growth rate as %	5,4	4,1	3,7	5,1	4,5	5,6	3,2	4,7	3,8	0,2	-2,1	7,2	1,8	-4,5	3,0	-0,8	-3,5	-	-	-	-
Retail sales turnover, real growth rate as %	12,5	3,7	2,6	2,8	2,1	5,3	2,4	2,8	1,3	-2,2	2,4	1,0	-0,1	-7,8	2,4	-2,5	-	-	-	-	-
Total volume of construction projects, growth rate as %	12,8	22,8	2,0	-0,8	9,3	2,4	2,1	10,2	13,9	11,6	6,5	14,8	15,0	2,0	18,0	-	-	-	-	-	-
Nights spent by tourists, growth rate as %	3,0	4,0	2,0	7,6	3,1	5,6	4,1	21,3	0,0	2,1	13,8	-0,9	6,3	-0,3	-2,2	3,2	-	-	-	-	-
Producer's prices, period average, %	-0,4	1,9	3,5	3,0	2,9	3,4	5,5	7,6	8,8	11,3	8,7	9,6	12,0	11,0	10,3	8,8	6,5	-	-	-	-
Consumer prices, period average, %	1,7	1,8	2,1	3,3	3,2	2,9	5,0	5,9	6,5	7,4	6,4	7,6	8,4	7,4	6,4	5,9	4,7	-	-	-	-
Total persons in employment, end of period	1 351 364	1 387 910	1 397 416	1 417 158	1 467 398	1 515 647	1 515 647	1 511 381	1 549 172	1 547 987	1 535 412	1 549 172	1 558 702	1 557 514	1 547 987	1 538 271	-	-	-	-	-
Unemployed persons, end of period	366 162	318 684	317 577	307 851	293 153	254 484	254 484	255 491	222 290	222 217	232 768	222 290	219 747	219 334	222 217	228 501	233 661	-	-	-	-
Unemployment rate, end of period	21,5	19,1	18,5	17,8	16,7	14,4	14,4	14,5	12,5	12,6	13,2	12,5	12,4	12,3	12,6	12,9	13,2	-	-	-	-
Unemployment rate - ILO comparable, period average, %	14,8	14,3	13,8	12,7	11,2	9,6	9,7	10,0	7,9	-	-	-	-	-	-	-	-	-	-	-	-
Average monthly gross wages and salaries, growth rate as %	6,0	4,8	6,4	4,4	6,2	6,2	6,4	7,5	6,8	7,4	7,4	5,8	7,3	5,6	9,2	7,4	-	-	-	-	-
Average monthly gross wages and salaries paid off in HRK	5 366	5 623	5 985	6 248	6 634	7 047	7 291	7 367	7 499	7 532	7 625	7 478	7 580	7 489	7 526	7 621	-	-	-	-	-
Exchange rate HRK/USD, period average	7,87	6,70	6,03	5,95	5,84	5,36	5,06	4,87	4,65	4,78	4,66	4,67	4,58	4,80	4,96	5,36	5,61	-	-	-	-
Exchange rate HRK/EUR, period average	7,41	7,56	7,50	7,40	7,32	7,34	7,33	7,29	7,26	7,18	7,25	7,25	7,23	7,20	7,13	7,16	7,14	-	-	-	-
Trade Balance (mil. USD)	-5 818	-8 022	-8 565	-9 788	-11 126	-13 475	-3 680	-4 027	-5 026	-4 269	-1 490	-1 715	-1 424	-1 343	-1 503	-1 357	-	-	-	-	-
Exports (mil. USD)	4 904	6 187	8 024	8 773	10 377	12 364	3 514	3 260	3 817	3 937	1 310	1 239	1 601	1 060	1 276	1 071	-	-	-	-	-
Imports (mil. USD)	10 722	14 209	16 589	18 560	21 502	25 839	7 194	7 287	8 843	8 207	2 799	2 955	3 025	2 403	2 779	2 428	-	-	-	-	-
Current Account Balance (mil. EUR)	-2 099	-1 889	-1 434	-1 976	-2 696	-3 230	-1 910	-2 523	-1 809	-	-	-	-	-	-	-	-	-	-	-	-
Current Account Balance (as % of GDP)	-8,6	-7,2	-5,0	-6,3	-7,9	-8,6	-20,4	-26,6	-17,4	-	-	-	-	-	-	-	-	-	-	-	-
International reserves of CNB, end of period (mil. EUR)	5 651	6 554	6 436	7 438	8 725	9 307	9 307	9 842	9 941	9 809	10 051	9 941	9 789	9 840	9 809	9 387	-	-	-	-	-
Total outstanding external debt, end of period (mil. EUR)	15 143	19 884	22 933	25 748	29 274	33 266	33 266	34 993	35 399	36 012	35 222	35 399	35 619	35 540	36 012	-	-	-	-	-	-
Internal debt of consolidated central government, eop. (mil. HRK)	23 597	26 261	35 789	47 243	52 290	54 655	54 655	55 740	55 716	55 227	54 568	55 716	56 051	55 271	55 227	-	-	-	-	-	-
Commercial bank's loans, growth rate as %	33,6	16,8	13,1	20,3	22,7	13,3	13,3	12,4	10,6	10,2	10,8	10,6	10,7	10,6	10,2	13,9	-	-	-	-	-
Interest rates on treasury bills of 91 days maturity, end of period	2,00%	4,00%	3,80%	3,70%	3,00%	3,60%	3,60%	4,10%	4,10%	5,00%	4,10%	4,10%	4,50%	5,00%	5,00%	6,00%	-	-	-	-	-
ZIBOR (3 m), average	4,60%	5,50%	7,35%	6,19%	4,46%	5,63%	6,97%	7,23%	6,42%	6,44%	6,41%	6,41%	6,31%	6,33%	6,67%	8,93%	-	-	-	-	-

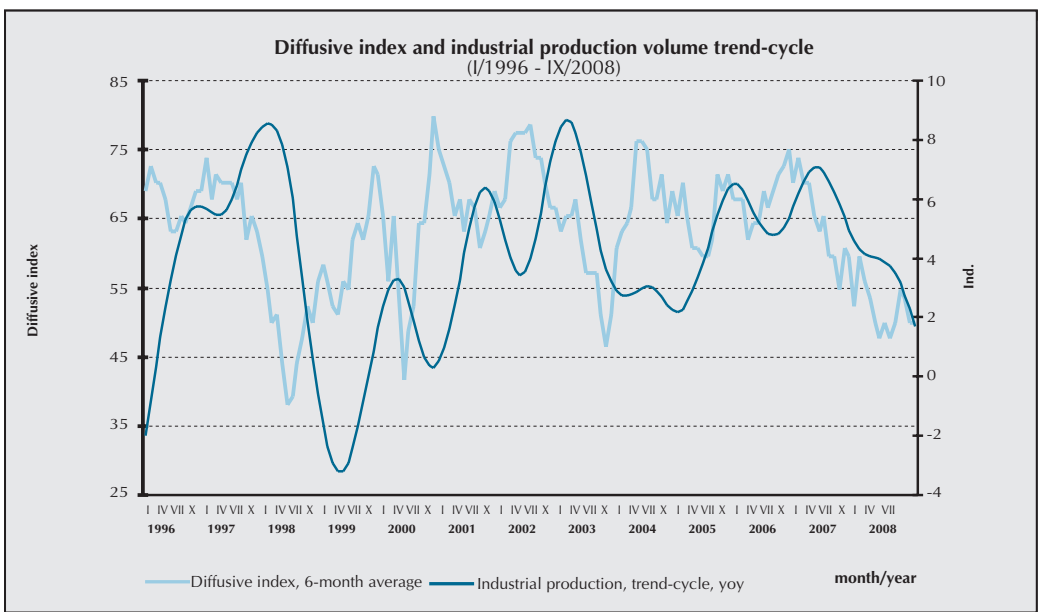
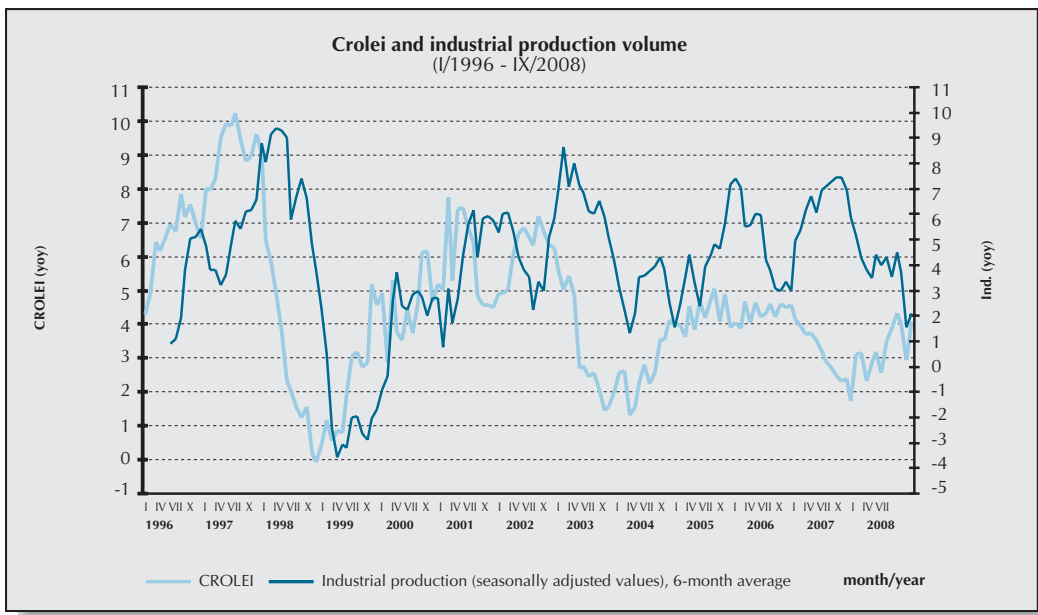
Source: Central Bureau of Statistics, Croatian National Bank, Ministry of Finance

MACROECONOMIC TRENDS

CROLEI - LEADING INDICATOR OF INDUSTRIAL PRODUCTION

In September 2008 the value of CROLEI index recorded an increase of 0.38 index points at monthly level. After a slowdown recorded in last two months, the annual growth rate of CROLEI recorded an increase as well (4.1 percent). Volatile developments of year-on-year growth rates of CROLEI during 2008, which indicate neither trend of growth nor trend of decrease, suggest that a considerable moderate real economic growth can be expected in the first quarter of 2009. The value of the diffusive index, a supplementary measure representing

the share of the number of increasing components in the overall number of components of CROLEI, also supports this prediction. Namely, in September 2008 the diffusive index stood at the level of 43 percent. Since no longer runs of consecutive monthly declines in the value of CROLEI were recorded in the previous six months and since the value of diffusive index averaged 50 percent in the March - September 2008 period, the first quarter of 2009 should see the economy experiencing a moderate growth.



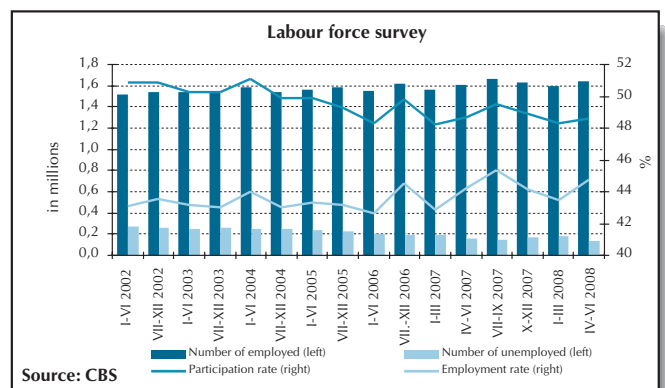
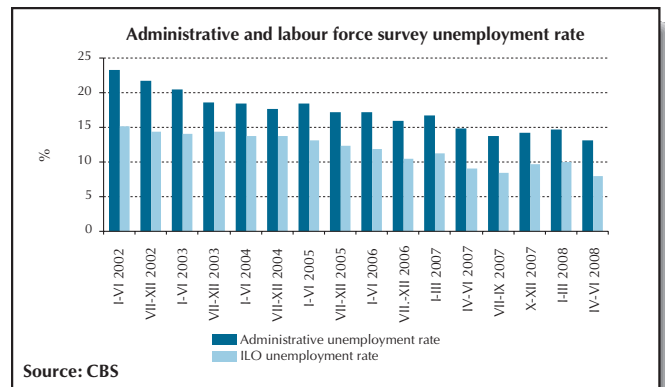
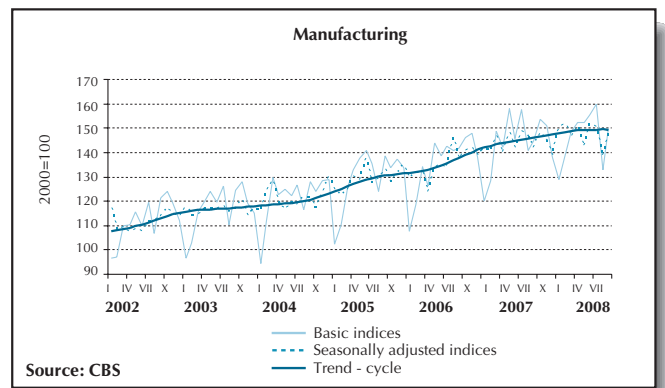
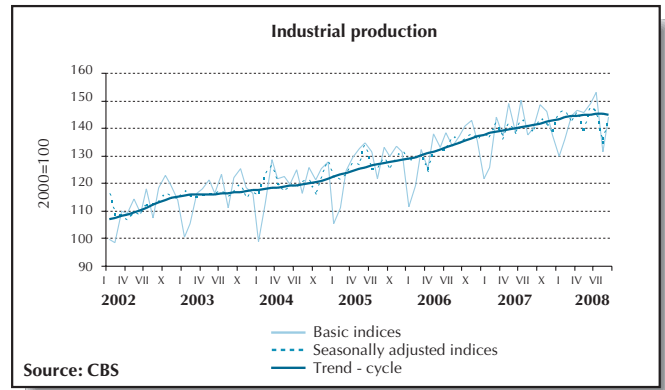
REAL SECTOR

In September 2008 industrial production recorded annual growth of 3.0 percent, where September 2008 had two working days more than last year's September. Trend-index of the total industrial production stayed at the same level compared to August 2008. Industrial production annual growth in the first nine months of 2008 was 2.9 percent, while in the third quarter of 2008 annual industrial production growth decelerated compared to the first two quarters of 2008 and equaled to 0.2 percent. When observed by main industrial groupings, the highest growth of industrial production in the first nine months of 2008 was achieved by non-durable consumer goods (5.4 percent), capital goods (3.9 percent), which implies further future industrial production growth since capital goods aren't intended for consumption but for further production, and energy (3.0 percent). Production of durable consumer goods decreased in the first nine months of 2008 by 5.3 percent, while production of intermediate goods fell by 0.5 percent.

Observed by activities, mining and quarrying decreased in the first nine months of 2008 by 1.2 percent and electricity, gas and water supply recorded an annual rise of 6.4 percent. Manufacturing, the activity which has the highest share in total industrial production (82.38 percent), increased by 2.5 percent in the first nine months of 2008. The highest contribution to the manufacturing growth in the first nine months came from publishing, printing and reproduction of recorded media, which recorded annual growth of 13.0 percent, manufacture of food and beverages (3.1 percent) and manufacture of fabricated metal products, except machinery and equipment (7.7 percent). Significant contribution to the total industrial production growth in the first nine months of 2008 also came from electricity, gas, steam and hot water supply, which recorded an annual rise of 7.4 percent.

According to the results of the Labour Force Survey, in the second quarter of 2008 unemployment rate amounted to 7.9 percent. Compared to the same period of 2007 unemployment rate decreased by 1.2 percentage points. Number of unemployed decreased in the second quarter in comparison with the first quarter of 2008 by 22,000, while the number of employed rose by 29,000.

Observing the average of the first and second quarter of 2008, working age population accounted for 3,657,500 persons. Of that number 48.5 percent were persons that worked or were actively looking for work and could be classified as labour force. When compared to Labour Force Survey results from the first two quarters of 2007, working age population increased by 13,000 and labour force increased by 7,000. Total number of employed in the first half of 2008 was on average at level of 1,614,500, which represents an increase of 28,500 compared to the same period of 2007. Number of unemployed persons decreased by 21,500 and equaled 158,000. Described developments determined the unemployment rate which was at average level of 9.0 percent in the first half of 2008, which is an annual decrease of 1.2 percentage points. Registered unemployment rate of average 14.0 percent in the first half of 2008 was still significantly higher than the Labour Force Survey unemployment rate.



MONETARY TRENDS

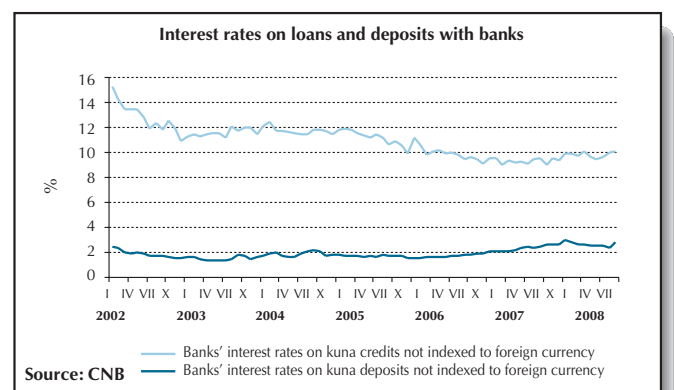
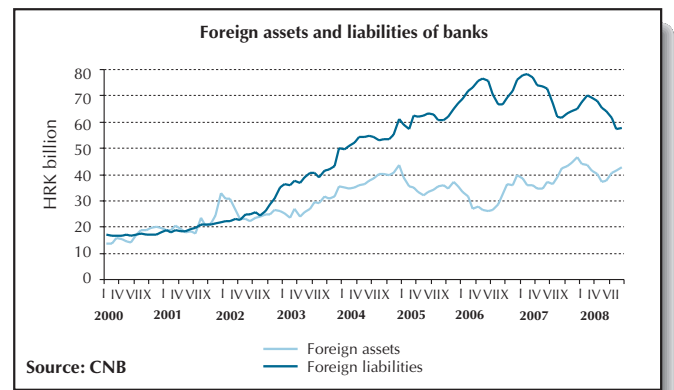
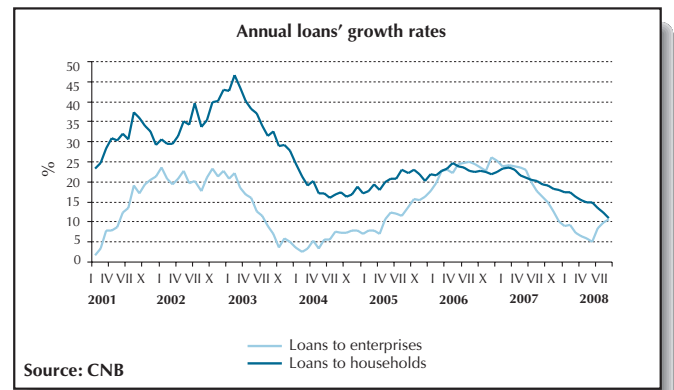
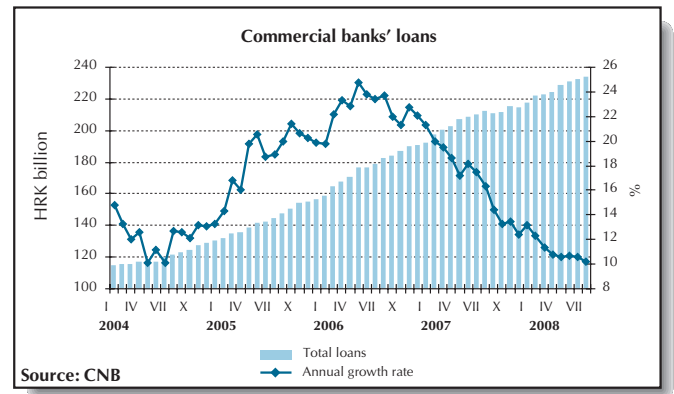
Money (M1) decreased by HRK 2.0 billion in September 2008 and stood at level of HRK 53.7 billion at the end of the month. Decrease in money was the consequence of drop in both of its components in September, demand deposits in the amount of HRK 964 million and currency outside banks by HRK 1.0 billion. The annual growth of money amounted to 7.6 percent in September.

Total loans of commercial banks equaled HRK 234.2 billion at the end of September 2008 and increased by HRK 1.9 billion compared to August. The annual growth of total loans stood of level of 10.2 percent in September, 0.4 percentage points less compared to August. Kuna loans increased by HRK 1.8 billion in September, while foreign currency loans went up by HRK 93 million. Loans to households went up in September by HRK 858 million compared to August, while loans to enterprises increased by HRK 753 million. Annual growth of loans to households amounted to 10.9 percent in September, which is the lowest growth since July 2000, while annual growth of loans to enterprises amounted to 10.7 percent. Housing loans made 40.2 percent of total loans to households in September, while their annual growth amounted to 13.6 percent. Loans to the central government increased by 6.0 percent in September compared to the same month of the previous year.

Total deposits with commercial banks stood at level of HRK 209.0 billion at the end of September and increased compared to August by HRK 1.2 billion. The annual growth rate of total deposits equaled 15.2 percent in September and compared to August their growth accelerated by 5.9 percentage points. Foreign currency deposits recorded an increase of HRK 2.4 billion and kuna deposits declined by HRK 247 million in September. The highest contribution to the kuna deposits decline in September came from decrease in deposits of other banking institutions in the amount of HRK 560 million and deposits of households (HRK 429 million). The highest increase in foreign currency deposits recorded the sector of households (HRK 1.9 billion) and enterprises (HRK 449 million). The annual growth rate of kuna deposits amounted to 13.6 percent in September, while the foreign currency deposits increased by 18.3 percent.

Foreign assets of commercial banks amounted to HRK 42.6 billion at the end of September and increased by HRK 961 million at monthly level. Observing the annual change, foreign assets recorded an increase of HRK 220 million or 0.5 percent in September. Foreign liabilities of commercial banks stood at level of HRK 57.6 billion at the end of September and compared to August increased by HRK 247 million. At annual level foreign liabilities declined by HRK 3.9 billion or 6.3 percent. Net foreign assets leveled HRK -14.9 billion at the end of September.

The average bank interest rates on kuna credits not indexed to foreign currency slightly increased from 10.01 percent in August to 10.07 percent in September 2008. At the same time, the average bank interest rates on kuna deposits not indexed to foreign currency went up from 2.39 percent to 2.82 percent. Thereby, the difference between the active and the passive interest rates not indexed to foreign currency decreased to 7.25 percentage points in September.



INTERNATIONAL SECTOR

Total merchandise exports expressed in HRK increased in September 2008 by 14.6 percent at annual level, while merchandise imports grew by 24.5 percent. In the first nine months of 2008 total merchandise exports increased by 8.3 percent compared to the same period of 2007 while total merchandise imports grew by 13.6 percent. If the category of other transport equipment is excluded from foreign trade, in the first nine months of 2008 exports rose at annual level by 6.4 percent and imports by 11.5 percent. The coverage of merchandise imports by merchandise exports was in the first nine months of 2008 at the level of 45.2 percent, which is 2.2 percentage points less than in the same period of 2007. Observing the third quarter of 2008 total merchandise exports went up by 11.2 percent, while merchandise imports annual growth amounted to 13.9 percent.

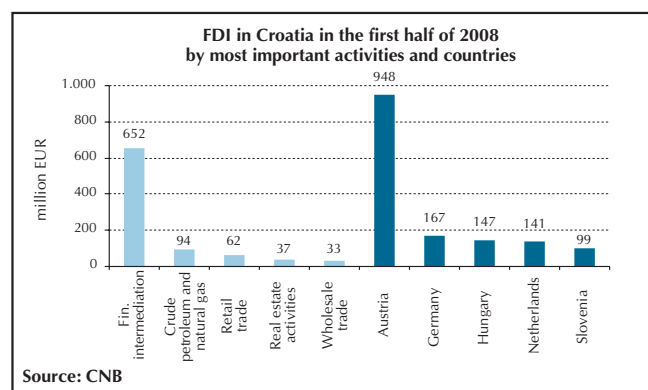
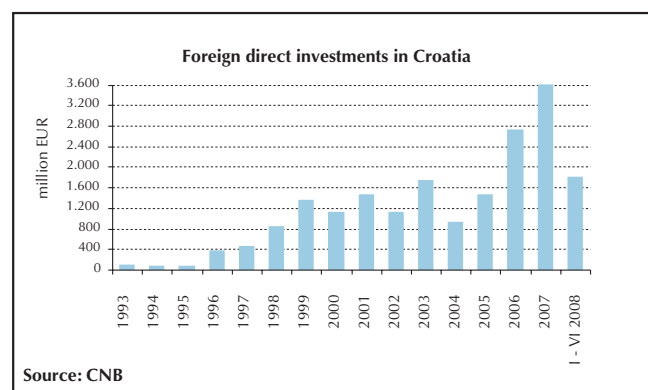
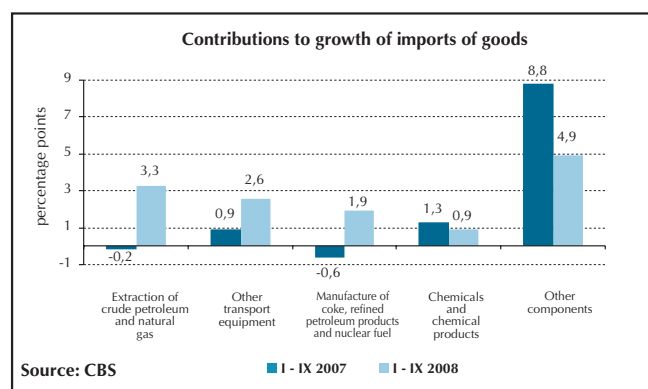
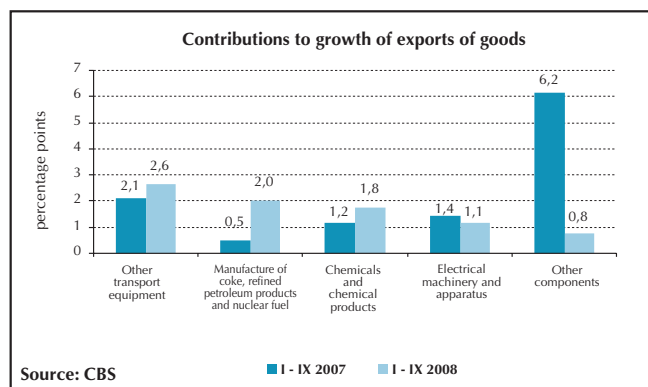
When observing foreign trade by activities, the highest contribution to the growth of merchandise exports in the first nine months of 2008 came from manufacture of other transport equipment, which recorded annual growth of exports of 22.5 percent, manufacture of coke, refined petroleum products and nuclear fuel (20.3 percent), manufacture of chemicals and chemical products (20.1 percent) and manufacture of electrical machinery and apparatus (21.0 percent). Categories that contributed the most to the growth of merchandise imports in the first nine months of 2008 were extraction of crude petroleum and natural gas (annual growth of imports of 36.0 percent), manufacture of other transport equipment (60.2 percent), manufacture of coke, refined petroleum products and nuclear fuel (59.2 percent), manufacture of chemicals and chemical products (9.1 percent) and manufacture of food products and beverages (14.0 percent).

Observing the structure of Croatian merchandise exports by countries in the first nine months of 2008, exports to Italy made the largest share (18.5 percent of total merchandise exports), followed by exports to Bosnia and Herzegovina (16.0 percent), Germany (11.0 percent), Slovenia (8.0 percent) and Austria (5.7 percent). Compared to the first nine months of 2007, exports to Bosnia and Herzegovina increased by 20.4 percent, to Germany by 17.4 percent, to Slovenia by 4.4 percent, to Italy 1.1 percent and exports to Austria went up by 0.7 percent. Observing the foreign trade expressed in USD, exports rose annually by 24.4 percent in the first nine months of 2008, while imports increased by 30.5 percent.

Total foreign direct investments in Croatia stood at level of EUR 19.5 billion at the end of June 2008. In the first half of 2008 amount of FDI in Croatia was EUR 1.8 billion, which is 22.4 percent lower than the amount recorded in the first half of 2007. In total amount of FDI in the first half of 2008, the highest share made other investments, which amounted to EUR 777 million, that is, 42.5 percent of total FDI. Equity investments were at level of EUR 659 million and made 36.1 percent of total FDI, while reinvested earnings amounted to EUR 391 million, or 21.4 percent of total FDI in the first half of 2008.

When observing the structure of equity investments and reinvested earnings in Croatia by activities, the highest amount in the first half of 2008 was invested in financial intermediation (EUR 652 million), extraction of crude petroleum and natural gas (EUR 94 million) and retail trade, except of motor vehicles (EUR 62 million). Observed by countries of origin, majority of investments in the first half of 2008 came from Austria (EUR 948 million), Germany (EUR 167 million), Hungary (EUR 147 million), Netherlands (EUR 141 million) and Slovenia (EUR 99 million).

million) and Netherlands (EUR 141 million). In the period from 1993 till the end of June 2008 leading countries by the amount of FDI in Croatia were Austria, which invested EUR 30.6 percent of total FDI in Croatia, Netherlands (15.2 percent) and Germany (12.6 percent) of total FDI in the observed period.



CONSOLIDATED GENERAL GOVERNMENT IN JANUARY - SEPTEMBER 2008 PERIOD

REVENUES

In January - September 2008 period, total revenues of consolidated general government amounted to HRK 100.7 billion which represents an annual increase of 7.7 percent.

Observing consolidated general government according to government level, it can be seen that the largest share of total revenues refers to budgetary central government (86.8 percent), 10.4 percent refers to local government and the remaining 2.8 percent to extrabudgetary users. Among the extrabudgetary users the highest level of revenues was recorded by Croatian Waters (HRK 1.7 billion) and Croatian Roads (HRK 1.2 billion). It is worth mentioning that since January 2007 social security funds (Croatian Institute for Pension Insurance, Croatian Health Insurance Institute and Croatian Employment Service) have been included in the coverage of budgetary central government.

With the share of 60.2 percent in the overall revenues, tax revenues represent the most important revenue category of consolidated general government. In January - September 2008 period they recorded an annual increase of 10.3 percent. Among tax revenues, the largest amount is generated through value added tax. Revenues from value added tax, which entirely fall under the coverage of budgetary central government, were realized in the amount of HRK 31.5 billion with an annual growth rate of 11.8 percent.

Revenues from excises amounted to HRK 6.8 billion which represents an annual decline of 0.9 percent. It has to be mentioned here that the road charges, which have been integrated in excises on oil derivatives since 2006, are excluded in this analysis with the purpose of more accurate year to year comparisons.

Observing the structure of total revenues from excises, the highest annual growth rates were recorded by excises on luxury products (10.1 percent), excises on coffee (7.2 percent) and excises on personal cars (4.4 percent). On the other hand, the highest annual decline was recorded by excises on alcohol (6.9 percent) followed by excises on nonalcoholic beverages (5.1 percent) and excises on beer (4.0 percent).

With 36.1 percent, revenues from excises on oil derivatives have the largest share in total revenues from excises and thus the strongest influence on the overall developments of excises revenues. They amounted to HRK 2.5 billion and recorded an annual decrease of 3.4 percent. Revenues from excises on tobacco and tobacco products have the second largest share in total revenues from excises (32.7 percent). They were realized in the amount of HRK 2.2 billion.

Income tax revenues were realized in the amount of HRK 7.8 billion, representing an annual increase of 9.8 percent. It is worth mentioning here that, as a result of decentralization, a part of budgetary central government income tax revenues now belongs to local government as a substitute for subtracted revenues from profit tax. The changes in Law on the financing of local government should provide a rightful distribution of tax revenues to all areas of Republic of Croatia (especially the areas of special state concern) and also a higher liquidity of the overall system of the financing of local government.

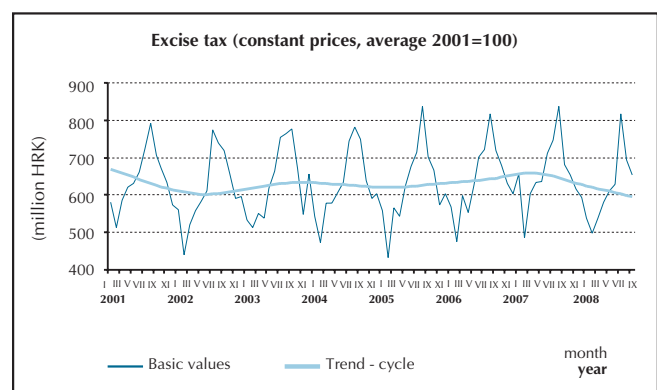
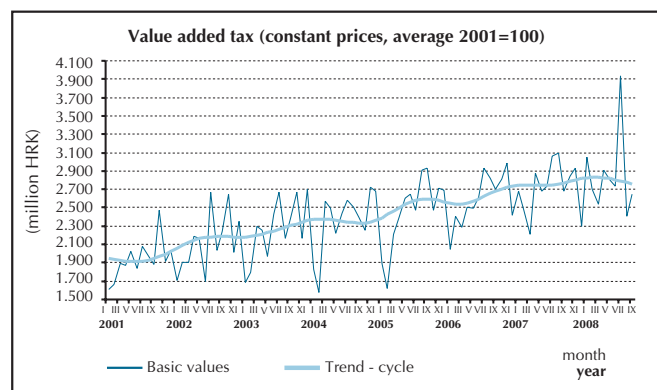
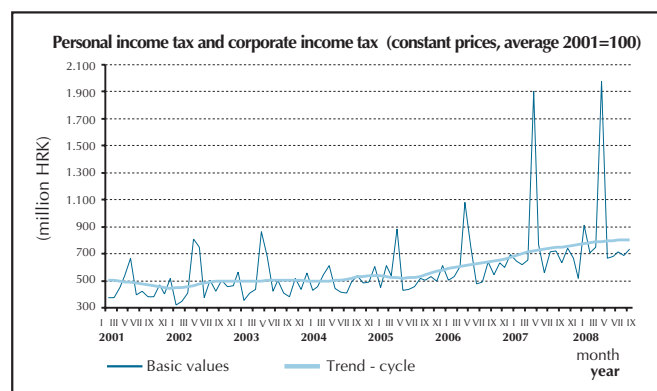
Revenues from profit tax, which entirely refer to budgetary central government, amounted to HRK 8.4 billion with an annual growth rate of 17.4 percent.

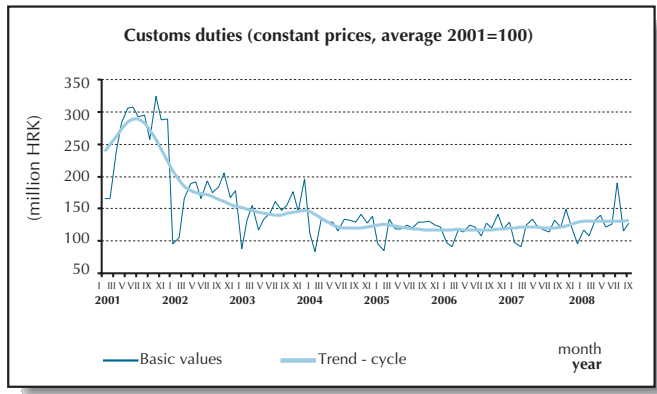
Revenues from tax on property stood at the level of HRK 852.2 million and recorded an annual increase of 6.7 percent. According to government level, a little more than a half of revenues from tax on property refer to budgetary central government and the rest refers to local government.

Revenues from taxes on international trade and transactions fall entirely under the coverage of budgetary central government. They amounted to HRK 1.5 billion which represents an annual rise of 19.4 percent.

Other taxes stood at the level of HRK 236.2 million.

Social contributions are the second most important revenue category of consolidated general government with 29.9 percent of total generated revenues. They amounted to HRK 30.1 billion which represents an annual increase of 8.9 percent. Within the structure of social contributions, the largest part refers to employer contributions (HRK 16.1 billion) and





employee contributions (HRK 13.4 billion). The remaining HRK 602.3 million refers to contributions of self-employed and unemployed persons.

Grants were realized in the amount of HRK 364.0 million. The largest part of this amount (91.5 percent) refers to grants from international organizations, 7.4 percent refers to grants from foreign governments and the remaining 1.1 percent refers to grants from other general government units.

Other revenues amounted to HRK 9.6 billion which represents an annual decline of 9.9 percent. The largest part of other revenues was realized through sales of goods and services (57.5 percent), followed by property income (23.4 percent), miscellaneous and unidentified revenues (14.3 percent) and the rest of the collected sum refers to fines, penalties and forfeits and voluntary transfers other than grants. Sales of goods and services stood at HRK 5.5 billion (annual growth of 6.1 percent), 97.2 percent of which refers to administrative fees. According to government level, 41.6 percent of total revenue from administrative fees refers to extrabudgetary users, 39.4 percent to local government and the rest to budgetary central government. Property income was realized in the amount of HRK 2.2 billion, which represents an annual decline of 19.0 percent. Miscellaneous and unidentified revenues amounted to HRK 1.4 billion with an annual decrease of 40.6 percent, while fines, penalties and forfeits stood at HRK 355.5 million with an annual growth of 7.5 percent.

EXPENSE

Total expense of consolidated general government in January - September 2008 period amounted to HRK 93.0 billion which represents an annual increase of 9.4 percent. Observing consolidated general government according to government level, HRK 80.2 billion refers to budgetary central government, HRK 9.6 billion to local government and the remaining HRK 3.2 billion refers to extrabudgetary users.

The largest share of total expense of consolidated general government (41.4 percent) refers to social benefits, followed by compensation of employees (26.7 percent), use of goods and services (11.5 percent), other expense (8.2 percent), subsidies (6.5 percent), interest (4.3 percent) and grants (1.4 percent).

Social benefits stood at the level of HRK 38.5 billion, representing an annual increase of 6.8 percent. Observing the structure of social benefits, 70.4 percent refers to social security benefits, 29.2 percent to social assistance benefits, while the remaining 0.4 percent refers to employer social benefits. Social benefits were mostly related to the following categories:

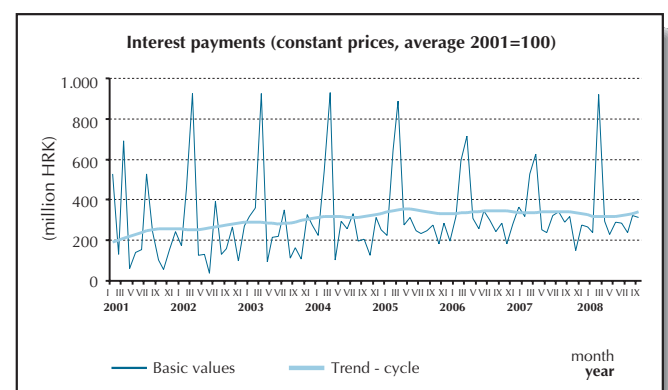
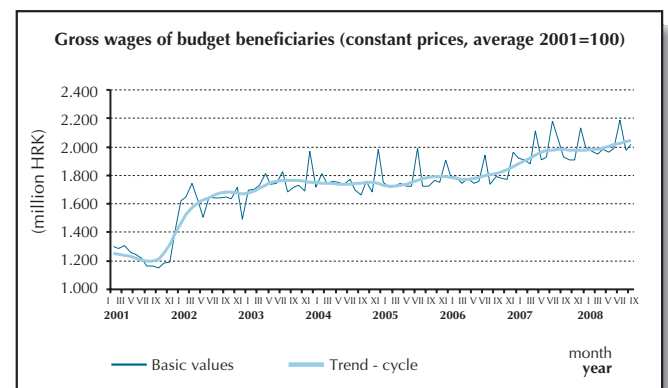
expenses for pensions, expenses for health care system, child allowance, maternity leave allowances and expenses for unemployment. Expenses for pensions stood at the level of HRK 24.2 billion, whereat HRK 10.6 billion refers to expenses for old age pensions, HRK 3.6 billion refers to pensions for disabled persons, HRK 3.6 billion to veterans' pensions and HRK 2.8 billion refers to family pensions. Expenses for healthcare system amounted to HRK 14.4 billion. Within their structure, expenses for hospital health care amounted to HRK 6.2 billion, for primary health care to HRK 2.2 billion and expenses for medicaments on prescription to HRK 1.9 billion. Child allowance amounted to HRK 1.4 billion, expenses for additional maternity leave to HRK 670.4 million and expenses for unemployment to HRK 615.2 million.

Compensation of employees stood at HRK 24.8 billion which represents an annual rise of 7.3 percent. Within their structure wages and salaries recorded an annual rise of 8.1 percent and social contributions of 2.9 percent. In absolute terms, wages and salaries amounted to HRK 21.1 billion and social contributions to HRK 3.7 billion.

Expense for use of goods and services reached the amount of HRK 10.7 billion with an annual increase of 6.4 percent. Expense for use of goods and services refer mostly to different types of services like telephone service, post and transportation services etc.

Expense for subsidies stood at the level of HRK 6.0 billion, 51.2 percent of which refers to subsidies to public corporations (in the amount of HRK 3.1 billion) and their largest part represent the subsidies to Croatian Railways (in the amount of HRK 1.2 billion). Subsidies to private enterprises make the remaining 48.8 percent of total subsidies (in the amount of HRK 2.9 billion).

Expense for interest payments amounted to HRK 4.0 billion. 65.2 percent of expense for interest payments refers to interests



to residents, and the remaining 34.8 percent to interests to nonresidents. In absolute terms, interests to residents other than general government stood at HRK 2.6 billion and interests to nonresidents at HRK 1.4 billion.

Grants amounted to HRK 1.3 billion. The largest part of that amount (HRK 776.9 million or 61.1 percent) refers to capital grants to other general government units, 29.9 percent refers to current grants to other general government units, 6.5 percent to current grants to international organizations and the remaining 2.5 percent refers to grants to foreign governments.

Other expenses stood at HRK 7.6 billion which represents 66.2 percent of the planned amount for 2008. Among other expenses, capital expenses amounted to HRK 4.3 billion, current expenses to HRK 3.3 billion and the rest of the sum (HRK 6.3 million) refers to property expense other than interest. According to government level, 65.7 percent of total other expenses refers to budgetary central government, 26.4 percent to local government and the remaining 7.9 percent to extrabudgetary users.

TRANSACTION IN NON-FINANCIAL ASSETS

In January - September 2008 period net acquisition of non-financial assets of consolidated general government amounted to HRK 4.1 billion as the acquisition of non-financial assets (HRK 5.1 billion) surpassed the disposal of non-financial assets (HRK 1.0 billion). This amount accounts for 44.5 percent of the amount planned for 2008. The acquisition of non-financial assets refers mostly (90.1 percent) to acquisition of fixed assets, mainly buildings and structures. According to government level, 47.9 percent of total acquisition refers to local government, 34.3 percent to budgetary central government and the remaining 17.8 percent refers to extrabudgetary users. On the other hand, the disposal of non-financial assets refers mostly to disposal of fixed assets (56.6 percent), mainly buildings and structures and the disposal of nonproduced assets (43.1 percent) while the rest refers to disposal of inventories. The disposal of inventories entirely refers to budgetary central government while the disposal of fixed assets and disposal of nonproduced assets were mostly related to local government.

TRANSACTIONS IN FINANCIAL ASSETS

Net acquisition of financial assets of consolidated general government amounted to HRK 3.3 billion as a result of an increase in domestic financial assets to HRK 3.3 billion and foreign financial assets in amount of HRK 7.1 million. Currency and deposits of consolidated general government amounted to HRK 3.5 billion. According to government level, currency and deposits of budgetary central government amounted to HRK 2.4 billion, of extrabudgetary users to HRK 723.1 million and of local government to HRK 350.0 million.

Net loans recorded a rise to HRK 187.0 million as a result of greater acquisitions (HRK 736.0 million) than disposals (HRK 549.0 million). According to government level, net loans of budgetary central government stood at HRK -151.5 million, of extrabudgetary users at HRK 377.5 million and of local government at -39.0 million. Net domestic shares and other equity amounted to HRK -432.4 million as a result of acquisitions in the amount of HRK 323.9 million and disposals in the amount of HRK 756.3 million. Net shares and other equity of budgetary central government increased to HRK -371.5 million, of extrabudgetary users decrease to HRK -79.5 million while net shares and other equity of local government increased to HRK 18.5 million.

Foreign financial assets amounted to HRK 7.1 million, solely as a result of acquisition of shares and other equity at the budgetary central government level.

TRANSACTIONS IN LIABILITIES

Net incurrence of liabilities of consolidated general government amounted to HRK -314.9 million. Net domestic liabilities recorded a decline to HRK 1.0 billion as a result of a decrease in net incurrence of liabilities on the basis of securities other than shares greater than the increase in net incurrence of liabilities on the basis of loans. Net domestic incurrence of liabilities on the basis of loans amounted to HRK 3.4 billion as a result of repayments in the amount of HRK 1.1 billion and incurrence of liabilities in the amount of HRK 4.5 billion. Net domestic incurrence of liabilities on the basis of securities other than shares has declined to HRK -2.4 billion as a result of repayments in the amount of HRK 1.4 billion and incurrence of liabilities in the amount of HRK -1.0 billion. The largest part of transactions in domestic liabilities took place at the budgetary central government level.

Net foreign liabilities of consolidated general government stood at the level of HRK -1.3 billion as a result of net incurrence of liabilities on the basis of securities other than shares and net incurrence of liabilities on the basis of loans. Net foreign incurrence of liabilities on the basis of loans amounted to HRK -222.4 million as a result of repayments in the amount of HRK 1.6 billion and incurrence of liabilities in the amount of HRK 1.4 billion. Net foreign incurrence of liabilities on the basis of securities other than shares amounted to HRK 1.1 billion as a result of repayments at the budgetary central government level.

NET LENDING/BORROWING

Net operating balance of consolidated general government, defined as the difference between total revenue and total expense, stood at the level of HRK 7.7 billion. By subtracting net acquisition of non-financial assets from net operating balance, a category of net lending/borrowing is obtained. In January - September 2008 period net lending/borrowing amounted to HRK 3.6 billion.

TABLE 2: BUDGETARY CENTRAL GOVERNMENT REVENUE

(000 HRK)	2005	2006	2007	VII - IX 2007	X - XII 2007	New Plan 2008	I - III 2008	IV - VI 2008	VII - IX 2008	I - IX 2008	IX 2008	I - IX 2008 New Plan 2008
	1	85 653 010	95 235 557	108 320 595	28 742 434	28 015 085	118 051 097	27 344 504	30 225 037	29 778 052	87 347 593	9 447 287
Taxes (11+12+13+14)	50 687 564	58 469 091	64 234 530	17 074 213	15 856 315	71 053 542	16 311 874	18 499 283	18 473 470	53 284 627	5 655 445	74,99
11	7 057 112	8 515 615	10 589 083	2 392 630	2 278 441	11 895 270	2 844 005	4 076 998	2 657 500	9 578 502	911 667	80,52
Payable by individuals	3 106 476	3 459 649	1 772 708	512 363	616 028	1 873 796	639 990	91 311	435 524	1 166 825	158 634	62,27
Payable by corporations and other enterprises	3 950 636	5 055 966	8 816 375	1 880 267	1 662 414	10 021 475	2 204 015	3 985 687	2 221 976	8 411 678	753 033	83,94
113	375 501	482 331	578 621	136 652	179 334	621 400	134 646	167 308	141 035	442 989	51 562	71,29
Taxes on goods and services (11.14+...+11.46)	41 323 002	47 546 223	51 099 930	14 045 023	12 885 177	56 459 429	12 825 819	13 697 491	15 066 035	41 589 345	4 507 529	73,66
General taxes on goods and services (11.41+11.42)	32 399 952	35 091 381	37 916 509	10 264 706	9 588 648	42 927 883	10 033 686	10 436 530	11 196 539	31 666 755	3 303 985	73,77
Value-added taxes	32 243 372	34 931 750	37 747 987	10 221 678	9 547 734	42 751 585	9 992 316	10 391 176	11 155 970	31 539 461	3 290 322	73,77
Sales taxes	156 580	159 631	168 522	43 027	40 915	176 298	41 370	45 355	40 569	127 293	13 662	72,20
11.42	8 177 659	11 564 709	12 168 666	3 518 737	2 991 506	12 403 391	2 555 576	2 986 446	3 583 394	9 125 416	1 121 417	73,57
Excises	1 080 926	1 270 422	1 433 427	347 942	343 516	1 523 771	337 549	433 220	367 233	1 138 003	79 284	74,68
(11.421+11.422+11.423+11.424+11.425+11.426+11.427+11.428)	3 337 501	6 316 440	6 484 816	1 872 154	1 648 642	6 531 939	1 376 862	1 540 286	1 845 314	4 762 462	639 670	72,91
- on cars, other motor vehicles, boats and planes	228 386	230 178	231 342	81 958	44 494	234 918	60 209	47 067	66 717	173 993	11 659	74,07
- on petroleum products	702 386	716 167	743 000	274 121	154 321	738 324	118 007	163 874	283 045	564 927	91 481	76,51
- on alcohol	141 905	140 404	142 462	50 582	31 280	143 657	24 246	32 433	48 833	105 512	15 455	73,45
- on beer	2 518 801	2 710 348	2 943 649	841 391	718 334	3 030 682	594 987	718 749	917 133	2 230 869	268 217	73,61
- on nonalcoholic beverages	145 334	156 666	161 936	42 120	44 005	168 342	35 972	43 720	46 714	126 406	12 983	75,09
- on tobacco products	22 420	24 084	28 033	8 468	6 914	31 758	7 744	7 097	8 404	23 244	2 667	73,19
- on coffee	1 562 930	1 588 456	1 641 478	426 464	427 459	1 818 893	431 769	479 029	538 393	1 449 192	158 326	79,67
- on luxury goods	369 019	336 466	325 418	73 444	85 903	258 549	75 635	78 457	70 508	224 600	26 361	86,87
Taxes on international trade and transactions	31 301 340	33 877 148	37 203 486	9 612 662	9 546 298	41 370 661	9 766 187	10 022 663	10 338 788	30 127 639	3 446 190	72,82
116	31 301 340	33 877 148	37 203 486	9 612 662	9 546 298	41 370 661	9 766 187	10 022 663	10 338 788	30 127 639	3 446 190	72,82
Social contributions	13 857 360	15 084 349	16 531 305	4 278 086	4 214 763	18 341 254	4 386 796	4 457 162	4 584 893	13 428 850	1 525 619	73,22
Social security contributions (12.11+12.12+12.13+12.14)	16 695 492	18 051 382	19 845 488	5 127 825	5 079 320	20 892 593	5 197 334	5 359 106	5 540 022	16 096 462	1 851 799	77,04
Employee contributions	748 487	741 418	826 692	206 751	252 216	2 136 814	182 057	206 396	213 874	602 327	68 771	28,19
Employer contributions	0	0	0	0	0	0	0	0	0	0	0	0
Self-employed or unemployed contributions	27 505	195 984	428 038	83 696	229 760	927 661	88 117	132 688	119 865	340 669	33 687	36,72
Unallocable contributions	3 636 601	2 693 335	6 454 541	1 971 863	2 382 712	4 699 233	1 178 325	1 570 403	845 928	3 594 657	311 965	76,49
Grants	2 226 647	832 400	3 526 540	1 246 882	1 761 102	1 425 517	217 699	813 386	161 375	1 192 459	44 916	83,65
14	2 226 647	832 400	3 526 540	1 246 882	1 761 102	1 425 517	217 699	813 386	161 375	1 192 459	44 916	83,65
Other revenue (14.1+14.2+14.3+14.4+14.5)	1 123 346	17 835	1 194 582	1 079 977	27 674	117 506	68 760	15 272	27 004	111 035	5 084	94,49
Property income (14.11+14.12+14.13+14.15)	62 784	108 232	164 558	21 802	49 953	117 506	68 760	15 272	27 004	111 035	5 084	94,49
Interest	1 123 346	17 835	1 194 582	1 079 977	27 674	117 506	68 760	15 272	27 004	111 035	5 084	94,49
Dividends	192 516	288 113	117 730	12 523	368	505 030	150	484 783	10 099	495 032	0	100,32
Withdrawals from income of quasi-corporations	848 001	418 220	2 049 670	132 581	1 683 107	608 832	148 160	119 293	124 174	391 627	39 738	64,32
Rent	782 428	1 209 296	1 526 646	396 422	336 930	1 473 588	481 348	356 502	316 294	1 154 144	112 578	78,32
Sales of goods and services (14.22+14.23)	397 066	821 741	1 318 050	353 916	280 503	1 386 754	442 581	310 865	270 482	1 023 928	94 165	73,84
Sales of market establishments	385 362	387 555	208 596	42 506	56 427	86 834	38 766	45 637	45 812	130 216	18 413	149,96
Administrative fees	360 707	391 616	429 034	109 270	104 980	448 340	108 025	113 019	127 740	348 784	42 585	77,79
Incidental sales by nonmarket establishments	5 653	6 737	11 241	1 451	4 330	7 125	649	4 446	865	5 960	332	83,65
Fines, penalties, and forfeits	261 166	253 286	961 080	217 838	175 370	1 344 663	370 605	283 050	239 654	893 310	111 554	66,43
143	261 166	253 286	961 080	217 838	175 370	1 344 663	370 605	283 050	239 654	893 310	111 554	66,43
Voluntary transfers other than grants	0	0	0	0	0	0	0	0	0	0	0	0
Miscellaneous and unidentified revenue	0	0	0	0	0	0	0	0	0	0	0	0

Source: Ministry of Finance

TABLE 3: BUDGETARY CENTRAL GOVERNMENT EXPENSE

(000 HRK)	2005	2006	2007	VII - IX 2007	X - XII 2007	New Plan 2008	I - III 2008	IV - VI 2008	VII - IX 2008	I - IX 2008	IX 2008	I - IX 2008 New Plan 2008
2	87 857 465	95 949 951	108 007 605	27 048 355	31 257 268	117 326 523	26 082 560	27 989 242	28 796 110	82 867 912	9 485 580	70,63
21	23 182 586	24 313 867	27 545 141	7 110 217	7 051 438	29 920 263	7 136 944	7 313 729	7 677 016	22 127 689	2 506 699	73,96
211	19 699 216	20 663 890	23 237 088	5 853 724	6 006 380	25 426 947	6 041 412	6 187 278	6 529 749	18 758 439	2 121 481	73,77
212	3 483 370	3 649 977	4 308 053	1 256 493	1 045 058	4 493 317	1 095 532	1 126 452	1 147 267	3 369 251	385 218	74,98
22	4 951 917	6 069 116	7 162 402	1 649 811	2 477 346	8 780 385	1 312 265	1 899 091	1 904 051	5 115 407	573 727	58,26
24	4 387 010	4 713 615	4 535 008	1 099 955	818 700	4 963 289	1 749 489	991 101	1 080 747	3 821 336	386 943	76,99
241	2 053 588	1 863 999	1 672 563	190 488	160 406	1 642 461	891 984	367 112	125 571	1 384 666	50 239	84,30
242	2 333 422	2 849 616	2 862 444	909 467	658 294	3 320 827	857 505	623 989	955 177	2 436 671	336 704	73,38
25	5 248 744	5 670 789	6 492 010	1 561 834	2 011 599	7 552 872	1 880 408	1 686 885	1 536 489	5 103 781	672 116	67,57
251	2 784 825	2 692 785	3 007 099	753 682	886 696	3 209 544	859 770	791 044	694 827	2 345 641	287 253	73,08
252	2 463 919	2 978 004	3 484 912	808 152	1 124 903	4 343 328	1 020 637	895 841	841 661	2 758 140	384 863	63,50
26	3 796 847	6 652 994	8 363 202	1 713 360	4 000 388	6 092 928	823 071	1 388 471	1 444 239	3 655 781	419 356	60,00
261	73 639	64 795	103 410	37 956	52 017	108 136	2 705	3 916	25 176	31 796	15 197	29,40
2611	49 174	37 760	75 261	35 378	31 549	83 136	2 705	3 023	16 849	22 576	12 845	27,16
2612	24 465	27 035	28 149	2 578	20 468	25 000	0	893	8 327	9 220	2 352	36,88
262	93 832	89 619	73 941	10 410	22 443	88 555	33 757	22 267	26 873	82 897	2 648	93,61
2621	93 832	89 619	73 941	10 410	22 443	85 555	33 757	22 267	26 873	82 897	2 648	96,89
2622	0	0	0	0	0	3 000	0	0	0	0	0	0
263	3 629 376	6 498 581	8 185 852	1 664 994	3 925 929	5 896 237	786 610	1 362 288	1 392 190	3 541 088	401 512	60,06
2631	2 623 246	2 663 156	2 305 125	483 278	863 944	2 579 286	350 222	611 190	548 679	1 510 090	164 089	58,55
2632	1 006 130	3 835 425	5 880 726	1 181 716	3 061 985	3 316 951	436 388	751 098	843 511	2 030 998	237 423	61,23
27	41 358 455	43 444 589	48 175 989	12 723 374	12 485 864	52 208 820	11 996 333	12 786 837	13 268 161	38 051 330	4 332 251	72,88
271	29 308 716	30 535 396	34 167 894	9 242 698	8 724 380	36 950 872	8 345 689	9 156 135	9 632 038	27 133 862	3 044 945	73,43
272	11 792 075	12 786 632	13 815 777	3 441 643	3 716 258	15 177 948	3 588 042	3 601 255	3 595 754	10 785 051	1 261 750	71,06
273	257 663	122 561	192 318	39 033	45 225	80 000	62 602	29 447	40 369	132 418	25 556	165,52
28	4 931 907	5 084 980	5 733 853	1 189 805	2 411 932	7 807 967	1 184 051	1 923 129	1 885 408	4 992 588	594 488	63,94
281	4 920	7 600	1 132	578	-1 347	0	3 231	331	2 758	6 321	1 102	1,02
282	4 926 987	5 077 381	5 732 721	1 189 228	2 413 279	7 807 967	1 180 820	1 922 798	1 882 649	4 986 267	593 386	63,86
2821	2 154 806	2 304 214	2 837 557	663 904	1 041 209	2 819 228	555 452	695 858	668 273	1 919 583	201 498	68,09
2822	2 772 181	2 773 167	2 895 164	525 324	1 372 071	4 988 739	625 368	1 226 940	1 214 376	3 066 684	391 888	61,47

Source: Ministry of Finance

TABLE 4: TRANSACTIONS IN NONFINANCIAL ASSETS OF BUDGETARY CENTRAL GOVERNMENT

(000 HRK)		2005	2006	2007	VII - IX 2007	X - XII 2007	New Plan 2008	I - III 2008	IV - VI 2008	VII - IX 2008	I - IX 2008	IX 2008	I - IX 2008 New Plan 2008
31	NET ACQUISITION OF NONFINANCIAL ASSETS (311+312+313+314)												
31,1	Acquisition of nonfinancial assets (311,1+312,1+313,1+314,1)	1 553 668	1 555 792	2 545 220	720 258	1 387 788	3 530 512	126 282	581 804	843 184	1 551 271	308 611	43,94
31,2	Disposal of nonfinancial assets (311,2+312,2+313,2+314,2)	1 828 818	1 908 482	3 043 906	785 850	1 495 267	3 887 915	192 875	651 196	913 811	1 757 882	331 768	45,21
		275 149	352 690	498 685	65 591	107 479	357 403	66 593	69 392	70 627	206 612	23 156	57,81
311	Fixed assets (3111+3112+3113)	1 516 968	1 595 121	2 625 692	705 830	1 336 775	3 261 422	120 053	526 810	785 617	1 432 480	300 172	43,92
311,1	Acquisitions: fixed assets (3111,1+3112,1+3113,1)	1 781 347	1 844 783	2 906 863	766 866	1 419 409	3 544 025	182 747	592 098	846 596	1 621 442	320 046	45,75
311,2	Disposals: fixed assets (3111,2+3112,2+3113,2)	264 379	249 663	281 171	61 036	82 635	282 603	62 694	65 288	60 979	188 961	19 874	66,86
3111	Buildings and structures (3111,1-3111,2)	867 663	831 377	1 154 132	232 802	635 541	1 381 836	17 431	223 338	282 827	523 595	118 324	37,89
3111,1	Acquisitions: buildings and structures	1 131 302	1 080 074	1 423 340	293 633	708 479	1 651 693	78 650	286 628	342 080	707 358	137 464	42,83
3111,2	Disposals: buildings and structures	263 639	248 698	269 208	60 830	72 938	269 857	61 219	63 291	59 254	183 763	19 141	68,10
3112	Machinery and equipment (3112,1-3112,2)	557 320	656 733	1 338 275	453 292	619 879	1 667 458	99 185	294 957	482 381	876 523	179 512	52,57
3112,1	Acquisitions: machinery and equipment	558 060	657 696	1 350 238	453 497	629 575	1 680 204	100 660	296 955	484 105	881 720	180 245	52,48
3112,2	Disposals: machinery and equipment	740	964	11 963	205	9 697	12 746	1 475	1 998	1 724	5 197	733	40,77
3113	Other fixed assets (3113,1-3113,2)	91 986	107 011	133 285	19 736	81 355	212 128	3 438	8 515	20 410	32 362	2 337	15,26
3113,1	Acquisitions: other fixed assets	91 986	107 012	133 285	19 736	81 355	212 128	3 438	8 515	20 411	32 364	2 337	15,26
3113,2	Disposals: other fixed assets	0	1	0	0	0	0	0	0	1	1	0	
312	Inventories	0	-80 226	-161 383	-1 900	16 197	119 200	499	-1 206	13 380	12 672	7 500	10,63
312,1	Acquisitions: inventories	0	1 048	36 574	530	33 749	124 000	1 720	0	14 830	16 550	8 857	13,35
312,2	Disposals: inventories	0	81 274	197 957	2 429	17 552	4 800	1 222	1 206	1 450	3 878	1 357	80,79
313	Valuables (313,1-313,2)	7 220	7 826	9 620	1 387	2 562	6 158	1 651	2 852	1 336	5 839	0	94,82
313,1	Acquisitions: valuables	7 220	7 826	9 620	1 387	2 562	6 158	1 651	2 852	1 336	5 839	0	94,82
313,2	Disposals: valuables	0	0	0	0	0	0	0	0	0	0	0	
314	Nonproduced assets (314,1-314,2-314,3-314,4)	29 480	33 072	71 291	14 941	32 254	143 732	4 079	53 349	42 852	100 280	939	69,77
314,1	Acquisitions: nonproduced assets (3141,1+3142,1+3143,1+3144,1)	40 251	54 826	90 848	17 068	39 546	213 732	6 757	56 246	51 049	114 052	2 865	53,36
314,2	Disposals: nonproduced assets (3141,2+3142,2+3143,2+3144,2)	10 771	21 754	19 557	2 127	7 292	70 000	2 678	2 897	8 198	13 773	1 926	19,68
3141	Land (3141,1-3141,2)	-10 282	-21 650	-19 492	-2 127	-7 292	-68 110	-2 678	-2 897	-8 198	-13 773	-1 926	
3141,1	Acquisitions: land	489	81	58	0	0	1 890	0	0	0	0	0	
3141,2	Disposals: land	10 771	21 732	19 549	2 127	7 292	70 000	2 678	2 897	8 198	13 773	1 926	19,68
3142	Subsoil assets	0	-22	0	0	0	0	0	0	0	0	0	
3142,1	Acquisitions: subsoil assets	0	0	0	0	0	0	0	0	0	0	0	
3142,2	Disposals: subsoil assets	0	22	0	0	0	0	0	0	0	0	0	
3143	Other naturally occurring assets	0	0	0	0	0	0	0	0	0	0	0	
3144	Intangible nonproduced assets (3144,1-3144,2)	39 762	54 744	90 782	17 068	39 546	211 842	6 757	56 246	51 049	114 052	2 865	53,84
3144,1	Acquisitions: intangible nonproduced assets	39 762	54 744	90 790	17 068	39 546	211 842	6 757	56 246	51 049	114 052	2 865	53,84
3144,2	Disposals: intangible nonproduced assets	0	0	8	0	0	0	0	0	0	0	0	

Source: Ministry of Finance

TABLE 5: TRANSACTIONS IN FINANCIAL ASSETS OF BUDGETARY CENTRAL GOVERNMENT

(000 HRK)	2005	2006	2007	VII - IX 2007	X - XII 2007	New Plan 2008	I - III 2008	IV - VI 2008	VII - IX 2008	I - IX 2008	IX 2008
32 NET ACQUISITION OF FINANCIAL ASSETS (321+322+323)	1 752 825	-3 047 174	-3 734 781	574 909	-5 552 939	114 522	1 695 519	666 467	-442 218	1 919 768	-374 588
32,1 Acquisition of financial assets (321,1+322,1)	1 264 131	1 285 738	1 081 740	165 651	455 248	1 136 182	62 302	279 098	217 597	558 997	45 690
32,2 Disposals of financial assets (321,2+322,2)	199 491	2 883 242	3 094 930	38 541	2 877 185	1 021 660	113 377	690 870	270 632	1 074 878	13 221
Currency and deposits (3212+3222)	688 185	-1 449 670	-1 721 591	447 799	-3 131 002	0	1 746 594	1 078 239	-389 184	2 435 650	-407 056
321 Domestic (3212+3213+3214+3215+3216+3217+3218)	1 757 681	-3 063 855	-3 752 817	574 909	-5 562 941	102 061	1 695 519	659 353	-442 218	1 912 654	-374 588
321,1 Acquisition of domestic financial assets (3213,1+...+3218,1)	1 261 432	1 269 058	1 063 704	165 651	445 246	1 123 721	62 302	271 983	217 597	551 882	45 690
321,2 Disposals of domestic financial assets (3213,2+...+3218,2)	191 935	2 883 242	3 094 930	38 541	2 877 185	1 021 660	113 377	690 870	270 632	1 074 878	13 221
3212 Currency and deposits	688 185	-1 449 670	-1 721 591	447 799	-3 131 002	0	1 746 594	1 078 239	-389 184	2 435 650	-407 056
3213 Securities other than shares (3213,1-3213,2)	0	0	0	0	0	0	0	0	0	0	0
3213,1 Acquisition: Securities other than shares	0	0	0	0	0	0	0	0	0	0	0
3213,2 Disposals: Securities other than shares	0	0	0	0	0	0	0	0	0	0	0
3214 Loans (3214,1-3214,2)	847 590	832 321	674 350	116 120	291 761	329 260	-66 939	60 275	-144 848	-151 512	5 014
3214,1 Acquisition: Loans	1 026 367	1 037 701	837 699	154 661	329 241	698 221	44 716	99 587	117 874	262 177	14 334
3214,2 Disposals: Loans	178 776	205 380	163 350	38 541	37 479	368 961	111 654	39 313	262 722	413 689	9 320
3215 Shares and other equity (3215,1-3215,2)	221 906	-2 446 505	-2 705 576	10 990	-2 723 701	-227 199	15 864	-479 161	91 814	-371 484	27 455
3215,1 Acquisition: Shares and other equity	235 065	231 357	226 005	10 990	116 005	425 500	17 586	172 396	99 723	289 705	31 356
3215,2 Disposals: Shares and other equity	13 159	2 677 862	2 931 581	0	2 839 706	652 699	1 722	651 557	7 909	661 189	3 901
322 Foreign (3222+3223+3224+3225+3226+3227+3228)	-4 857	16 681	18 036	0	10 003	12 461	0	7 115	0	7 115	0
322,1 Acquisition of foreign financial assets (3223,1+...+3228,1)	2 699	16 681	18 036	0	10 003	12 461	0	7 115	0	7 115	0
322,2 Disposals of foreign financial assets (3223,2+...+3228,2)	7 556	0	0	0	0	0	0	0	0	0	0
3222 Currency and deposits	0	0	0	0	0	0	0	0	0	0	0
3225 Shares and other equity (3225,1-3225,2)	-4 857	16 681	18 036	0	10 003	12 461	0	7 115	0	7 115	0
3225,1 Acquisition: Shares and other equity	2 699	16 681	18 036	0	10 003	12 461	0	7 115	0	7 115	0
3225,2 Disposals: Shares and other equity	7 556	0	0	0	0	0	0	0	0	0	0
323 Monetary gold and SDRs	0	0	0	0	0	0	0	0	0	0	0

Source: Ministry of Finance

TABLE 6: TRANSACTIONS IN LIABILITIES OF BUDGETARY CENTRAL GOVERNMENT

(000 HRK)	2005	2006	2007	VII - IX 2007	X - XII 2007	New Plan 2008	I - III 2008	IV - VI 2008	VII - IX 2008	I - IX 2008	IX 2008
33 NET INCURRENCE OF LIABILITIES (331+332)	5 510 948	-776 988	-1 502 551	-398 912	-922 969	2 920 460	559 857	-987 524	-580 975	-1 008 642	-27 684
33,1 Repayments (331,1+332,1)	10 253 489	10 056 697	8 333 537	5 489 404	893 140	8 226 705	760 727	3 146 937	773 911	4 681 574	113 667
33,2 Incurrences (331,2+332,2)	15 764 437	9 279 708	6 830 986	5 090 492	-29 829	11 147 166	1 320 584	2 159 413	192 936	3 672 933	85 983
 Currency and deposits (3312+3322)	0	0	0	0	0	0	0	0	0	0	0
331 Domestic (3312+3313+3314+3316+3317+3318)	10 591 560	3 166 260	1 477 615	1 717 456	-924 979	4 206 602	1 085 784	-341 966	-201 048	542 770	-37 121
331,1 Domestic repayments (3313,1+3314,1+3315,1+3316,1+3317,1+3318,1)	4 389 323	4 250 184	4 604 573	3 174 155	529 116	4 826 198	213 795	1 617 472	200 208	2 031 475	40 705
331,2 Domestic incurrences (3313,2+3314,2+3315,2+3316,2+3317,2+3318,2)	14 980 882	7 416 444	6 082 188	4 891 611	-395 863	9 032 800	1 299 579	1 275 506	-840	2 574 245	3 584
3312 Currency and deposits	0	0	0	0	0	0	0	0	0	0	0
3313 Securities other than shares (3313,2-3313,1)	9 636 343	5 648 934	3 520 136	-817 313	1 828 394	-283 226	-251 123	-1 002 099	-1 252 012	-2 505 234	-237 274
3313,1 Repayments: Securities other than shares	2 844 601	550 859	3 513 172	3 043 639	178 798	3 783 226	124 128	1 103 422	127 572	1 355 122	0
3313,2 Incurrences: Securities other than shares	12 480 944	6 199 793	7 033 308	2 226 326	2 007 191	3 500 000	-126 994	101 323	-1 124 440	-1 150 112	-237 274
3314 Loans (3314,2-3314,1)	955 217	-2 482 674	-2 042 521	2 534 768	-2 753 372	4 489 828	1 336 907	660 133	1 050 964	3 048 004	200 153
3314,1 Repayments: Loans	1 544 722	3 699 325	1 091 402	130 516	350 318	1 042 972	89 666	514 050	72 636	676 353	40 705
3314,2 Incurrences: Loans	2 499 938	1 216 651	-951 119	2 665 285	-2 403 054	5 532 800	1 426 573	1 174 183	1 123 601	3 724 357	240 858
332 Foreign (3322+3323+3324+3326+3327+3328)	-5 080 612	-3 943 248	-2 980 166	-2 116 367	2 010	-1 286 142	-525 927	-645 558	-379 927	-1 551 412	9 437
332,1 Foreign repayments (3323,1+3324,1+3325,1+3326,1+3327,1+3328,1)	5 864 167	5 806 513	3 728 963	2 315 249	364 024	3 400 507	546 932	1 529 465	573 703	2 650 100	72 962
332,2 Foreign incurrences (3323,2+3324,2+3325,2+3326,2+3327,2+3328,2)	783 554	1 863 264	748 798	198 881	366 034	2 114 366	21 005	883 907	193 776	1 098 688	82 399
3322 Currency and deposits	0	0	0	0	0	0	0	0	0	0	0
3323 Securities other than shares (3323,2-3323,1)	-3 713 935	-3 480 781	-1 757 723	-1 757 723	0	-1 250 000	0	-1 112 673	0	-1 112 673	0
3323,1 Repayments: Securities other than shares	3 713 935	3 480 781	1 757 723	1 757 723	0	1 250 000	0	1 112 673	0	1 112 673	0
3323,2 Incurrences: Securities other than shares	0	0	0	0	0	0	0	0	0	0	0
3324 Loans (3324,2-3324,1)	-1 366 677	-462 468	-1 222 442	-358 644	2 010	-36 142	-525 927	467 115	-379 927	-438 739	9 437
3324,1 Repayments: Loans	2 150 232	2 325 732	1 971 240	557 525	364 024	2 150 507	546 932	416 793	573 703	1 537 427	72 962
3324,2 Incurrences: Loans	783 554	1 863 264	748 798	198 881	366 034	2 114 366	21 005	883 907	193 776	1 098 688	82 399

Source: Ministry of Finance

TABLE 7: TRANSACTIONS IN FINANCIAL ASSETS AND LIABILITIES, BY SECTORS

(000 HRK)	I - IX 2008				
	Budgetary Central Government	Extrabudgetary Users	Consolidated Central Government	Local Government	Consolidated General Government
82 (=32) NET ACQUISITION OF FINANCIAL ASSETS	1 919 768	1 021 190	2 940 958	334 198	3 275 156
Acquisition of financial assets	3 150 894	1 142 025	4 292 919	796 644	5 089 563
Disposals of financial assets	1 231 125	120 835	1 351 960	462 447	1 814 407
821 (=321) Domestic	1 912 654	1 021 190	2 933 844	334 198	3 268 041
Acquisition of domestic financial assets	3 143 779	1 142 025	4 285 804	796 644	5 082 448
Disposals of domestic financial assets	1 231 125	120 835	1 351 960	462 447	1 814 407
8211 General government	0	0	0	0	0
Acquisitions: General Government	0	0	0	0	0
Disposals: General Government	0	0	0	0	0
8212 Central bank	1 192 523	0	1 192 523	0	1 192 523
Acquisitions: Central bank	1 291 614	0	1 291 614	0	1 291 614
Disposals: Central bank	99 090	0	99 090	0	99 090
8213 Other depository institutions	1 360 126	723 123	2 083 249	282 454	2 365 703
Acquisitions: Other depository institutions	1 417 283	723 123	2 140 406	705 153	2 845 559
Disposals: Other depository institutions	57 157	0	57 157	422 699	479 856
8215 Nonfinancial institutions	-588 822	298 067	-290 755	43 040	-247 715
Acquisitions: Nonfinancial institutions	375 951	418 902	794 853	81 178	876 031
Disposals: Nonfinancial institutions	964 773	120 835	1 085 608	38 138	1 123 746
8216 Households and nonprofit institutions serving households	-51 174	0	-51 174	8 704	-42 470
Acquisitions: Hholds and nonprofit institutions serving hholds	58 932	0	58 932	10 313	69 245
Disposals: Hholds and nonprofit institutions serving hholds	110 106	0	110 106	1 610	111 715
822 (=322) Foreign	7 115	0	7 115	0	7 115
Acquisition of foreign financial assets	7 115	0	7 115	0	7 115
Disposals of foreign financial assets	0	0	0	0	0
8227 International organizations	7 115	0	7 115	0	7 115
Acquisitions: International organizations	7 115	0	7 115	0	7 115
Disposals: International organizations	0	0	0	0	0
8229 Other nonresidents	0	0	0	0	0
Acquisitions: Other nonresidents	0	0	0	0	0
Disposals: Other nonresidents	0	0	0	0	0
83 (=33) NET INCURRENCE OF LIABILITIES	-1 008 642	791 083	-217 559	-97 379	-314 938
Repayments: liabilities	4 681 574	186 546	4 868 120	271 446	5 139 566
Incurrences: liabilities	3 672 933	977 629	4 650 562	174 067	4 824 628
831 (=331) Domestic	542 770	557 263	1 100 033	-79 890	1 020 144
Repayments: domestic liabilities	2 031 475	152 787	2 184 262	253 956	2 438 218
Incurrences: domestic liabilities	2 574 245	710 050	3 284 295	174 067	3 458 362
8311 General government	0	0	0	0	0
Repayments: General Government	0	0	0	0	0
Incurrences: General Government	0	0	0	0	0
8313 Other depository institutions	519 197	557 263	1 076 460	-78 496	997 964
Repayments: Other depository institutions	2 028 452	152 787	2 181 239	252 563	2 433 802
Incurrences: Other depository institutions	2 547 649	710 050	3 257 699	174 067	3 431 765
8314 Financial institutions not elsewhere classified	26 596	0	26 596	0	26 596
Repayments: Financial institutions not elsewhere classified	0	0	0	0	0
Incurrences: Financial institutions not elsewhere classified	26 596	0	26 596	0	26 596
8315 Nonfinancial institutions	-3 023	0	-3 023	-1 393	-4 416
Repayments: Nonfinancial institutions	3 023	0	3 023	1 393	4 416
Incurrences: Nonfinancial institutions	0	0	0	0	0
832 (=332) Foreign	-1 551 412	233 820	-1 317 592	-17 489	-1 335 081
Repayments: foreign liabilities	2 650 100	33 759	2 683 859	17 489	2 701 348
Incurrences: foreign liabilities	1 098 688	267 579	1 366 267	0	1 366 267
8321 General government	-401 329	0	-401 329	0	-401 329
Repayments: General Government	401 329	0	401 329	0	401 329
Incurrences: General Government	0	0	0	0	0
8327 International organizations	457 031	0	457 031	0	457 031
Repayments: International organizations	553 902	0	553 902	0	553 902
Incurrences: International organizations	1 010 933	0	1 010 933	0	1 010 933
8328 Financial institutions other than international organizations	-1 607 114	233 820	-1 373 294	-17 489	-1 390 783
Repayments: Financial institutions other than international organizations	1 694 869	33 759	1 728 628	17 489	1 746 118
Incurrences: Financial institutions other than international organizations	87 755	267 579	355 334	0	355 334
8329 Other nonresidents	0	0	0	0	0
Repayments: Other nonresidents	0	0	0	0	0
Incurrences: Other nonresidents	0	0	0	0	0

Source: Ministry of Finance

TABLE 8: STATEMENT OF BUDGETARY CENTRAL GOVERNMENT OPERATIONS

(000 HRK)	2005	2006	2007	VII - IX 2007	X - XII 2007	New Plan 2008	I - III 2008	IV - VI 2008	VII - IX 2008	I - IX 2008	IX 2008
TRANSACTIONS AFFECTING NET WORTH											
1 REVENUE (11+12+13+14)	85 653 010	95 235 557	108 320 595	28 742 434	28 015 085	118 051 097	27 344 504	30 225 037	29 778 052	87 347 593	9 447 287
11 Taxes	50 687 564	58 469 091	64 234 530	17 074 213	15 856 315	71 053 542	16 311 874	18 499 283	18 473 470	53 284 627	5 655 445
12 Social contributions	31 301 340	33 877 148	37 203 486	9 612 662	9 546 298	41 370 661	9 766 187	10 022 663	10 338 788	30 127 639	3 446 190
13 Grants	27 505	195 984	428 038	83 696	229 760	927 661	88 117	132 688	119 865	340 669	33 687
14 Other revenue	3 636 601	2 693 335	6 454 541	1 971 863	2 382 712	4 699 233	1 178 325	1 570 403	845 928	3 594 657	311 965
2 EXPENSE (21+22+24+25+26+27+28)	87 857 465	95 949 951	108 007 605	27 048 355	31 257 268	117 326 523	26 082 560	27 989 242	28 796 110	82 867 912	9 485 580
21 Compensation of employees	23 182 586	24 313 867	27 545 141	7 110 217	7 051 438	29 920 263	7 136 944	7 313 729	7 677 016	22 127 689	2 506 699
22 Use of goods and services	4 951 917	6 069 116	7 162 402	1 649 811	2 477 346	8 780 385	1 312 265	1 899 091	1 904 051	5 115 407	573 727
24 Interest	4 387 010	4 713 615	4 535 008	1 099 955	818 700	4 963 289	1 749 489	991 101	1 080 747	3 821 336	386 943
25 Subsidies	5 248 744	5 670 789	6 492 010	1 561 834	2 011 599	7 552 872	1 880 408	1 686 885	1 536 489	5 103 781	672 116
26 Grants	3 796 847	6 652 994	8 363 202	1 713 360	4 000 388	6 092 928	823 071	1 388 471	1 444 239	3 655 781	419 356
27 Social benefits	41 358 455	43 444 589	48 175 989	12 723 374	12 485 864	52 208 820	11 996 333	12 786 837	13 268 161	38 051 330	4 332 251
28 Other expense	4 931 907	5 084 980	5 733 853	1 189 805	2 411 932	7 807 967	1 184 051	1 923 129	1 885 408	4 992 588	594 488
NET-GROSS OPERATING BALANCE (1-2)	-2 204 455	-714 394	312 990	1 694 079	-3 242 182	724 574	1 261 944	2 235 795	981 941	4 479 680	-38 293
CHANGE IN NET WORTH: TRANSACTIONS (31+32-33)	-2 204 455	-714 394	312 990	1 694 079	-3 242 182	724 574	1 261 944	2 235 795	981 941	4 479 680	-38 293
TRANSACTIONS IN NONFINANCIAL ASSETS											
31 NET ACQUISITION OF NONFINANCIAL ASSETS (311+312+313+314)	1 553 668	1 555 792	2 545 220	720 258	1 387 788	3 530 512	126 282	581 804	843 184	1 551 271	308 611
311 Fixed assets	1 516 968	1 595 121	2 625 692	705 830	336 775	3 261 422	120 053	526 810	785 617	1 432 480	300 172
312 Change in inventories	0	-80 226	-161 383	-1 900	16 197	119 200	499	-1 206	13 380	12 672	7 500
313 Valuables	7 220	7 826	9 620	1 387	2 562	6 158	1 651	2 852	1 336	5 839	0
314 Nonproduced assets	29 480	33 072	71 291	14 941	32 254	143 732	4 079	53 349	42 852	100 280	939
NET LENDING-BORROWING (1-2-31)	-3 758 123	-2 270 186	-2 232 230	973 821	-4 629 970	-2 805 938	1 135 662	1 653 991	138 757	2 928 410	-346 904
TRANSACTIONS IN FINANCIAL ASSETS AND LIABILITIES (FINANCING) (33-32)											
32 NET ACQUISITION OF FINANCIAL ASSETS (321+322)	1 752 825	-3 047 174	-3 734 781	574 909	-5 552 939	114 522	1 695 519	666 467	-442 218	1 919 768	-374 588
321 Domestic	1 757 681	-3 063 855	-3 752 817	574 909	-5 562 941	102 061	1 695 519	659 353	-442 218	1 912 654	-374 588
322 Foreign	-4 857	16 681	18 036	0	10 003	12 461	0	7 115	0	7 115	0
33 NET INCURRENCE OF LIABILITIES (331+332)	5 510 948	-776 988	-1 502 551	-398 912	-922 969	2 920 460	559 857	-987 524	-580 975	-1 008 642	-27 684
331 Domestic	10 591 560	3 166 260	1 477 615	1 717 456	-924 979	4 206 602	1 085 784	-341 966	-201 048	542 770	-37 121
332 Foreign	-5 080 612	-3 943 248	-2 980 166	-2 116 367	2 010	-1 286 142	-525 927	-645 558	-379 927	-1 551 412	9 437

MEASURES OF BUDGETARY CENTRAL GOVERNMENT DEFICIT/SURPLUS

TABLE 8A: OPERATING BALANCE AND PRIMARY OPERATING BALANCE (000 HRK)

	Revenues (1)	Expenditures (2)	Operating balance	Interest payments	Primary operating balance
	(1)	(2)	(3) 1-2	(4)	(5) 3+4
IX	8 054 253	7 741 990	312 263	319 183	631 446
X	8 363 146	8 176 028	187 118	203 148	390 266
XI	8 406 749	7 993 898	412 850	318 984	731 834
XII	8 362 331	9 981 716	-1 619 385	413 083	-1 206 302
I-XII 2006	95 235 557	95 949 951	-714 394	4 713 615	3 999 222
I 2007	8 250 839	7 726 608	524 231	362 483	886 715
II	7 797 109	8 533 344	-736 235	602 320	-133 914
III	7 803 192	8 703 522	-900 330	715 479	-184 851
IV	10 346 796	8 511 501	1 835 294	291 798	2 127 093
V	8 757 769	8 076 340	681 429	273 681	955 110
VI	8 607 371	8 150 668	456 703	370 591	827 293
VII	9 334 284	8 599 048	735 236	392 963	1 128 199
VIII	9 705 393	9 442 172	263 221	333 341	596 562
IX	9 702 758	9 007 136	695 622	373 651	1 069 273
X	9 210 339	9 154 836	55 504	174 608	230 111
XI	9 034 618	9 774 376	-739 758	324 737	-415 021
XII	9 770 129	12 328 056	-2 557 928	319 355	-2 238 573
I-XII 2007	108 320 595	108 007 605	312 990	4 535 008	4 847 997
I 2008	9 849 906	7 831 076	2 018 830	289 097	2 307 927
II	8 765 529	9 168 070	-402 541	1 105 770	703 229
III	8 729 069	9 083 414	-354 344	354 621	277
IV	11 427 966	9 513 920	1 914 046	277 931	2 191 976
V	9 329 899	9 333 719	-3 819	358 305	354 486
VI	9 467 172	9 141 604	325 569	354 865	680 434
VII	11 353 659	10 404 587	949 072	296 629	1 245 701
VIII	8 977 105	8 905 943	71 162	397 176	468 337
IX	9 447 287	9 485 580	-38 293	386 943	348 650
I-IX 2008	87 347 593	82 867 912	4 479 680	3 821 336	8 301 017

MEASURES OF BUDGETARY CENTRAL GOVERNMENT DEFICIT/SURPLUS

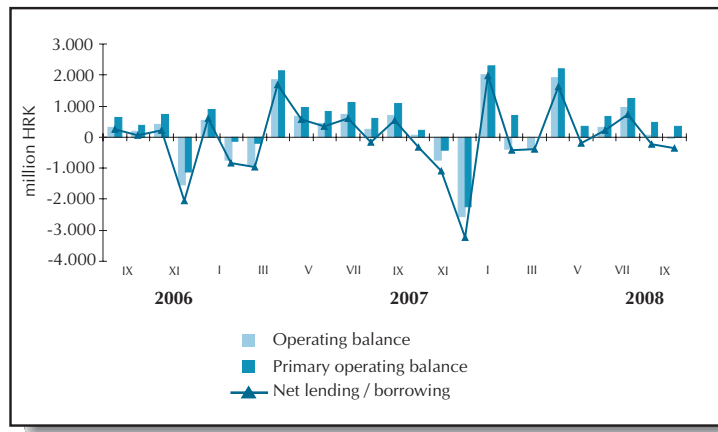


TABLE 8B: NET LENDING / BORROWING (000 HRK)

	Operating balance	Net nonfinancial assets (31)	Net lending/borrowing*	Financing (33-32)	Net financial assets (32)	Net incurrence of liabilities (33)
	(1)	(2)	(3) 1-2	(4) 6-5	(5)	(6)
IX	312 263	50 598	261 665	-261 665	-218 017	-479 682
X	187 118	138 082	-49 037	-49 037	80 804	31 767
XI	412 850	178 288	234 563	-234 563	652 822	418 259
XII	-1 619 385	512 635	-2 132 020	2 132 020	-3 546 767	-1 414 747
I-XII 2006	-714 394	1 555 792	-2 270 186	2 270 186	-3 047 174	-776 988
I 2007	524 231	-81 868	606 100	-606 100	150 000	-456 099
II	-736 235	96 780	-833 015	833 015	981 566	1 814 581
III	-900 330	69 455	-969 785	969 785	-785 614	184 171
IV	1 835 294	139 868	1 695 426	-1 695 426	1 306 773	-388 654
V	681 429	106 710	574 719	-574 719	-176 337	-751 056
VI	456 703	106 229	350 474	-350 474	-233 139	-583 613
VII	735 236	122 206	613 030	-613 030	-683 706	-1 296 737
VIII	263 221	430 038	-166 817	166 817	568 214	735 031
IX	695 622	168 015	527 607	-527 607	690 402	162 795
X	55 504	384 546	-329 042	329 042	-1 177 477	-848 434
XI	-739 758	338 170	-1 077 928	1 077 928	-1 371 972	-294 044
XII	-2 557 928	665 072	-3 223 000	3 223 000	-3 003 491	219 509
I-XII 2007	312 990	2 545 220	-2 232 230	2 232 230	-3 734 781	-1 502 551
I 2008	2 018 830	54 199	1 964 631	-1 964 631	1 176 140	-788 490
II	-402 541	26 186	-428 727	428 727	-84 821	343 906
III	-354 344	45 897	-400 241	400 241	604 200	1 004 441
IV	1 914 046	297 781	1 616 265	-1 616 265	1 273 851	-342 414
V	-3 819	179 463	-183 283	183 283	-556 982	-373 700
VI	325 569	104 560	221 009	-221 009	-50 401	-271 410
VII	949 072	222 912	726 161	-726 161	712 365	-13 796
VIII	71 162	311 661	-240 500	240 500	-779 994	-539 495
IX	-38 293	308 611	-346 904	346 904	-374 588	-27 684
I-IX 2008	4 479 680	1 551 271	2 928 410	-2 928 410	1 919 768	-1 008 642

* GFS 2001

TABLE 9: THE CROATIAN WATERS TRANSACTIONS

	(000 HRK)	2005	2006	2007	VII - IX 2007	X - XII 2007	New Plan 2008	I - III 2008	IV - VI 2008	VII - IX 2008	I - IX 2008	IX 2008	I - IX 2008 New Plan 2008
1	REVENUE (11+12+13+14)	1 715 607	1 971 613	2 507 327	657 402	924 593	2 495 265	424 882	616 486	696 104	1 737 472	243 172	69,63
11	Taxes	0	0	0	0	0	0	0	0	0	0	0	0
12	Social security contributions	0	0	0	0	0	0	0	0	0	0	0	0
13	Grants (131+132+133)	487 813	444 762	542 884	141 550	320 669	617 366	22 803	116 035	133 791	272 629	16 679	44,16
131	From foreign governments	0	0	0	0	0	0	2 695	11 973	2 033	16 701	1 559	
132	From international organizations	0	0	18 197	6 965	7 731	20 000	0	0	0	0	0	0
133	From other general government units (1331+1332)	487 813	444 762	524 687	134 585	312 938	597 366	20 108	104 062	131 758	255 928	15 120	42,84
1331	Current	203 499	89 259	3 643	0	3 643	81 050	0	473	4 157	4 630	1 007	5,71
1332	Capital	284 314	355 503	521 044	134 585	309 295	516 316	20 108	103 589	127 601	251 298	14 113	48,67
14	Other revenue	1 227 794	1 526 851	1 964 443	515 852	603 924	1 877 899	402 079	500 451	562 313	1 464 843	226 493	78,00
2	EXPENSE (21+22+24+25+26+27+28)	1 489 465	1 779 088	2 108 778	554 351	842 975	2 207 730	253 007	575 261	583 319	1 411 587	243 664	63,94
21	Compensation of employees (211+212)	99 418	111 293	121 767	28 583	35 750	142 800	29 708	32 726	31 648	94 082	10 551	65,88
211	Wages and salaries	85 524	96 298	104 720	24 488	30 770	122 800	25 535	28 279	27 134	80 948	9 050	65,92
212	Social contributions	13 894	14 995	17 047	4 095	4 980	20 000	4 173	4 447	4 514	13 134	1 501	65,67
22	Use of goods and services	790 683	1 072 478	1 208 936	353 350	405 028	1 261 013	136 378	321 194	365 158	822 730	131 066	65,24
24	Interest	33 734	31 692	34 639	9 119	9 606	35 160	10 110	6 214	8 248	24 572	5 322	69,89
25	Subsidies	0	0	0	0	0	0	0	0	0	0	0	0
26	Grants	0	53 751	82 301	17 512	58 256	75 000	9 679	40 262	16 670	66 611	8 298	88,81
27	Social benefits	0	0	0	0	0	0	0	0	0	0	0	0
28	Other expense	565 630	509 874	661 135	145 787	334 335	693 757	67 132	174 865	161 595	403 592	88 427	58,17
	Net-gross operating balance (1-2)	226 142	192 525	398 549	103 051	81 618	287 535	171 875	41 225	112 785	325 885	-492	
31	Net acquisition of nonfinancial assets (31,1 - 31,2)	230 292	223 123	315 004	75 465	153 520	287 535	12 001	33 598	72 920	118 519	37 540	41,22
31,1	Acquisition of nonfinancial assets (311,1+312,1+313,1+314,1)	230 588	224 983	318 780	75 501	155 066	289 135	12 067	33 616	73 803	119 486	37 545	41,33
31,2	Disposal of nonfinancial assets (311,2+312,2+313,2+314,2)	296	1 860	3 776	36	1 546	1 600	66	18	883	967	5	60,44
311	Fixed assets (311,1-311,3)	224 415	208 532	278 730	58 420	138 484	252 535	10 617	31 317	61 494	103 428	35 017	40,96
311,1	Acquisitions: fixed assets	224 711	210 392	282 506	58 456	140 030	254 135	10 683	31 335	62 377	104 395	35 022	41,08
311,2	Disposals: fixed assets	296	1 860	3 776	36	1 546	1 600	66	18	883	967	5	60,44
314	Nonproduced assets (314,1-314,2-314,3-314,4)	5 877	14 591	36 274	17 045	15 036	35 000	1 384	2 281	11 426	15 091	2 523	43,12
314,1	Acquisitions: nonproduced assets	5 877	14 591	36 274	17 045	15 036	35 000	1 384	2 281	11 426	15 091	2 523	43,12
314,2	Disposals: nonproduced assets	0	0	0	0	0	0	0	0	0	0	0	0
	Net lending - borrowing (1-2-31)	-4 150	-30 598	83 545	27 586	-71 902	0	159 874	7 627	39 865	207 366	-38 032	
	Financing (33-32)	4 150	30 598	-83 545	-27 586	71 902	0	-159 874	-7 627	-39 865	-207 366	38 032	
32	Net acquisition of financial assets (321+322)	5 284	-32 316	116 100	19 224	6 879	21 500	143 490	-18 341	39 674	164 823	-44 661	766,62
321	Domestic	5 284	-32 316	116 100	19 224	6 879	21 500	143 490	-18 341	39 674	164 823	-44 661	766,62
322	Foreign	0	0	0	0	0	0	0	0	0	0	0	0
33	Net incurrence of liabilities (331+332)	9 434	-1 718	32 555	-8 362	78 781	21 500	-16 384	-25 968	-191	-42 543	-6 629	
331	Domestic	-26 179	12 778	-2 259	-21 973	64 059	-112 000	-8 998	-45 573	-19 026	-73 597	-15 956	
332	Foreign	35 613	-14 496	34 814	13 611	14 722	133 500	-7 386	19 605	18 835	31 054	9 327	23,26

Source: Ministry of Finance

TABLE 10: THE ENVIRONMENT PROTECTION FUND TRANSACTIONS

(000 HRK)	2005	2006	2007	VII - IX 2007	X - XII 2007	New Plan 2008	I - III 2008	IV - VI 2008	VII - IX 2008	I - IX 2008	IX 2008	I - IX New Plan 2008
1	214 737	660 190	1 102 946	299 453	387 285	1 367 466	261 828	271 243	324 017	857 088	111 192	62,68
11	0	0	0	0	0	0	0	0	0	0	0	0
12	0	0	0	0	0	0	0	0	0	0	0	0
13	0	350	0	0	0	0	0	0	0	0	0	0
131	0	0	0	0	0	0	0	0	0	0	0	0
132	0	0	0	0	0	0	0	0	0	0	0	0
133	0	350	0	0	0	0	0	0	0	0	0	0
1331	0	350	0	0	0	0	0	0	0	0	0	0
1332	0	0	0	0	0	0	0	0	0	0	0	0
14	214 737	659 840	1 102 946	299 453	387 285	1 367 466	261 828	271 243	324 017	857 088	111 192	62,68
2	172 045	734 764	1 092 568	264 728	410 897	1 322 476	222 135	198 241	284 309	704 685	119 093	53,29
21	3 966	6 843	12 939	3 004	4 437	22 150	3 713	4 233	4 112	12 058	1 392	54,44
211	3 407	5 864	11 071	2 570	3 765	18 800	3 191	3 663	3 519	10 373	1 193	55,18
212	559	979	1 868	434	672	3 350	522	570	593	1 685	199	50,30
22	12 162	608 913	945 697	220 881	347 104	904 820	180 098	150 661	234 089	564 848	98 526	62,43
24	0	0	0	0	0	0	0	0	0	0	0	0
25	5 189	13 803	18 553	5 524	6 728	23 318	4 135	9 670	9 286	23 091	4 788	99,03
26	149 780	102 355	108 582	34 009	48 545	336 557	33 411	28 434	33 695	95 540	12 301	28,39
27	0	0	0	0	0	0	0	0	0	0	0	0
28	948	2 850	6 797	1 310	4 083	35 631	778	5 243	3 127	9 148	2 086	25,67
	42 692	-74 574	10 378	34 725	-23 612	44 990	39 693	73 002	39 708	152 403	-7 901	
31	12 917	14 151	20 189	3 808	624	5 650	411	1 135	1 309	2 855	280	50,53
31,1	12 917	14 287	20 256	3 808	624	5 650	411	1 135	1 317	2 863	280	50,67
31,2	0	136	67	0	0	0	0	0	8	8	0	0
311	12 742	2 520	7 741	847	-18	4 850	118	1 135	1 155	2 408	126	49,65
311,1	12 742	2 656	7 808	847	-18	4 850	118	1 135	1 163	2 416	126	49,81
311,2	0	136	67	0	0	0	0	0	8	8	0	0
314	175	11 631	12 448	2 961	642	800	293	0	154	447	154	55,88
314,1	175	11 631	12 448	2 961	642	800	293	0	154	447	154	55,88
314,2	0	0	0	0	0	0	0	0	0	0	0	0
	29 775	-88 725	-9 811	30 917	-24 236	39 340	39 282	71 867	38 399	149 548	-8 181	
Financing (33-32)	-29 775	88 725	9 811	-30 917	24 236	-39 340	-39 282	-71 867	-38 399	-149 548	8 181	
32	29 775	-88 725	-9 811	30 917	-24 236	39 340	39 282	71 867	38 399	149 548	-8 181	380,14
321	29 775	-88 725	-9 811	30 917	-24 236	39 340	39 282	71 867	38 399	149 548	-8 181	380,14
322	0	0	0	0	0	0	0	0	0	0	0	0
33	0	0	0	0	0	0	0	0	0	0	0	0
331	0	0	0	0	0	0	0	0	0	0	0	0
332	0	0	0	0	0	0	0	0	0	0	0	0

Source: Ministry of Finance

TABLE 11: THE CROATIAN MOTORWAYS Ltd. TRANSACTIONS

	(000 HRK)	2005	2006	2007	I - III 2007	IV - VI 2007	VII - IX 2007	X - XII 2007
1	REVENUE (11+12+13+14)	2 547 003	2 721 483	4 391 205	554 476	729 978	981 840	2 124 911
11	Taxes	1 380 753	0	0	0	0	0	0
1142	Excises	1 380 753	0	0	0	0	0	0
12	Social security contributions	0	0	0	0	0	0	0
13	Grants (131+132+133)	0	1 450 358	3 015 869	316 773	374 169	450 041	1 874 886
131	From foreign governments	0	0	0	0	0	0	0
132	From international organizations	0	0	0	0	0	0	0
133	From other general government units (1331+1332)	0	1 450 358	3 015 869	316 773	374 169	450 041	1 874 886
1331	Current	0	0	0	0	0	0	0
1332	Capital	0	1 450 358	3 015 869	316 773	374 169	450 041	1 874 886
14	Other revenue	1 166 250	1 271 125	1 375 336	237 703	355 809	531 799	250 025
2	EXPENSE (21+22+24+25+26+27+28)	1 088 687	1 574 490	1 982 632	343 052	514 269	343 805	781 506
21	Compensation of employees (211+212)	289 866	320 097	354 412	82 595	83 694	98 706	89 417
211	Wages and salaries	250 374	276 180	305 329	71 317	72 044	84 598	77 370
212	Social contributions	39 492	43 917	49 083	11 278	11 650	14 108	12 047
22	Use of goods and services	314 534	301 452	326 437	63 067	100 011	82 947	80 412
24	Interest	445 185	589 173	787 824	116 150	280 254	74 985	316 435
25	Subsidies	0	0	0	0	0	0	0
26	Grants	3 610	301 777	474 244	68 562	48 620	82 062	275 000
27	Social benefits	0	0	0	0	0	0	0
28	Other expense	35 492	61 991	39 715	12 678	1 690	5 105	20 242
	Net-gross operating balance (1-2)	1 458 316	1 146 993	2 408 573	211 424	215 709	638 035	1 343 405
31	Net acquisition of nonfinancial assets (31.1 - 31.2)	3 942 727	2 949 761	3 369 269	582 659	823 712	1 003 657	959 241
31.1	Acquisition of nonfinancial assets (311,1+312,1+313,1+314,1)	3 942 727	3 249 761	3 386 216	595 911	823 712	1 003 657	962 936
31.2	Disposal of nonfinancial assets (311,2+312,2+313,2+314,2)	0	300 000	16 947	13 252	0	0	3 695
311	Fixed assets (311,1-311,2-311,3)	3 825 950	2 748 525	3 240 471	548 763	787 927	915 816	987 965
311,1	Acquisitions: fixed assets	3 825 950	3 048 525	3 257 418	562 015	787 927	915 816	991 660
311,2	Disposals: fixed assets	0	300 000	16 947	13 252	0	0	3 695
314	Nonproduced assets (314,1-314,2-314,3-314,4)	116 777	201 236	128 798	33 896	35 785	87 841	-28 724
314,1	Acquisitions: nonproduced assets	116 777	201 236	128 798	33 896	35 785	87 841	-28 724
314,2	Disposals: nonproduced assets	0	0	0	0	0	0	0
	Net lending - borrowing (1-2-31)	-2 484 411	-1 802 768	-960 696	-371 235	-608 003	-365 622	384 164
	Financing (33-32)	2 484 411	1 802 768	960 696	371 235	608 003	365 622	-384 164
32	Net acquisition of financial assets (321+322)	-42 758	248 366	289 126	-234 657	101 490	-43 950	466 243
321	Domestic	-42 758	248 366	289 126	-234 657	101 490	-43 950	466 243
322	Foreign	0	0	0	0	0	0	0
33	Net incurrence of liabilities (331-332)	2 441 653	2 051 134	1 249 822	136 578	709 493	321 672	82 079
331	Domestic	1 698 272	1 758 422	-87 997	220 507	221 496	0	-530 000
332	Foreign	743 381	292 712	1 337 819	-83 929	487 997	321 672	612 079

Source: Ministry of Finance

TABLE 12: THE CROATIAN ROADS Ltd. TRANSACTIONS

	2005	2006	2007	VII - IX 2007	X - XII 2007	New Plan 2008	I - III 2008	IV - VI 2008	VII - IX 2008	I - IX 2008	IX 2008	I - IX New Plan 2008
(000 HRK)												
1 REVENUE (11+12+13+14)	1 474 714	1 804 019	2 110 381	558 460	703 262	1 751 663	355 152	385 706	460 277	1 201 135	156 831	68,57
11 Taxes	1 380 732	0	0	0	0	0	0	0	0	0	0	0
1142 Excises	1 380 732	0	0	0	0	0	0	0	0	0	0	0
12 Social security contributions	0	0	0	0	0	0	0	0	0	0	0	0
13 Grants (131+132+133)	0	1 739 270	1 990 435	532 658	664 611	1 584 332	320 719	370 506	451 190	1 142 415	153 807	72,11
131 From foreign governments	0	0	0	0	0	0	0	0	0	0	0	0
132 From international organizations	0	0	0	0	0	0	0	0	0	0	0	0
133 From other general government units (1331+1332)	0	1 739 270	1 990 435	532 658	664 611	1 584 332	320 719	370 506	451 190	1 142 415	153 807	72,11
1331 Current	0	0	0	0	0	0	0	0	0	0	0	0
1332 Capital	0	1 739 270	1 990 435	532 658	664 611	1 584 332	320 719	370 506	451 190	1 142 415	153 807	72,11
14 Other revenue	93 982	64 749	119 946	25 802	38 651	167 331	34 433	15 200	9 087	58 720	3 024	35,09
2 EXPENSE (21+22+24+25+26+27+28)	1 062 405	1 226 934	1 243 399	347 133	417 523	1 564 518	217 392	369 337	438 753	1 025 482	171 058	65,55
21 Compensation of employees (211+212)	61 054	70 786	78 005	22 252	19 699	93 738	19 975	20 451	24 083	64 509	6 805	68,82
211 Wages and salaries	52 452	60 787	67 035	19 057	17 013	80 624	17 205	17 535	20 628	55 368	5 830	68,67
212 Social contributions	8 602	9 999	10 970	3 195	2 686	13 114	2 770	2 916	3 455	9 141	975	69,70
22 Use of goods and services	726 456	850 772	819 311	260 528	243 724	1 060 530	153 427	240 319	328 772	722 518	128 679	68,13
24 Interest	16 060	43 374	85 641	5 460	46 662	136 930	10 789	45 232	11 029	67 050	9 884	48,97
25 Subsidies	0	0	0	0	0	0	0	0	0	0	0	0
26 Grants	0	0	7 607	2 801	3 506	5 000	1 244	0	1 571	2 815	1 571	56,30
27 Social benefits	0	0	0	0	0	0	0	0	0	0	0	0
28 Other expense	258 835	262 002	252 835	56 092	103 932	268 320	31 957	63 335	73 298	168 590	24 119	62,83
Net-gross operating balance (1-2)	412 309	577 085	866 982	211 327	285 739	187 145	137 760	16 369	21 524	175 653	-14 227	
31 Net acquisition of nonfinancial assets (31,1 - 31,2)	923 171	1 350 834	1 603 747	713 392	358 545	1 627 559	161 552	343 352	256 461	761 365	57 860	46,78
31,1 Acquisition of nonfinancial assets (311,1+312,1+313,1+314,1)	926 359	1 351 622	1 604 733	713 722	358 776	1 627 559	161 721	343 595	256 632	761 948	57 911	46,82
31,2 Disposal of nonfinancial assets (311,2+312,2+313,2+314,2)	3 188	788	986	330	231	0	169	243	171	583	51	
311 Fixed assets (311,1-311,2-311,3)	833 817	1 227 447	1 416 639	679 761	308 174	1 395 559	126 198	305 467	193 481	625 146	44 087	44,80
311,1 Acquisitions: fixed assets	837 005	1 228 235	1 417 625	680 091	308 405	1 395 559	126 367	305 710	193 652	625 729	44 138	44,84
311,2 Disposals: fixed assets	3 188	788	986	330	231	0	169	243	171	583	51	
314 Nonproduced assets (314,1-314,2-314,3-314,4)	89 354	123 387	187 108	33 631	50 371	232 000	35 354	37 885	62 980	136 219	13 773	58,72
314,1 Acquisitions: nonproduced assets	89 354	123 387	187 108	33 631	50 371	232 000	35 354	37 885	62 980	136 219	13 773	58,72
314,2 Disposals: nonproduced assets	0	0	0	0	0	0	0	0	0	0	0	0
Net lending - borrowing (1-2-31)	-510 862	-773 749	-736 765	-502 065	-72 806	-1 440 414	-23 792	-326 983	-234 937	-585 712	-72 087	
Financing (33-32)	510 862	773 749	736 765	502 065	72 806	1 440 414	23 792	326 983	234 937	585 712	72 087	
32 Net acquisition of financial assets (321+322)	50 297	-29 083	-45 061	98 966	-6 870	0	25 170	107 461	66 456	199 087	-23 744	
321 Domestic	50 297	-29 083	-45 061	98 966	-6 870	0	25 170	107 461	66 456	199 087	-23 744	
322 Foreign	0	0	0	0	0	0	0	0	0	0	0	
33 Net incurrence of liabilities (331+332)	561 159	744 666	691 704	601 031	65 936	1 440 414	48 962	434 444	301 393	784 799	48 343	54,48
331 Domestic	302 376	471 685	523 681	491 270	39 444	1 149 100	-23 338	362 000	230 193	568 855	-22 857	49,50
332 Foreign	258 783	272 981	168 023	109 761	26 492	291 314	72 300	72 444	71 200	215 944	71 200	74,13

Source: Ministry of Finance

TABLE 13: THE STATE AGENCY FOR DEPOSIT INSURANCE AND BANKS REHABILITATION TRANSACTIONS

(000 HRK)	2005	2006	2007	VII - IX 2007	X - XII 2007	New Plan 2008	I - III 2008	IV - VI 2008	VII - IX 2008	I - IX 2008	I - IX 2008 New Plan 2008
1 REVENUE (11+12+13+14)	367 438	409 581	391 441	98 018	101 945	777 930	91 414	178 955	106 522	376 891	48,45
11 Taxes	0	0	0	0	0	0	0	0	0	0	0
12 Social security contributions	0	0	0	0	0	0	0	0	0	0	0
13 Grants (131+132+133)	0	0	0	0	0	0	0	0	0	0	0
131 From foreign governments	0	0	0	0	0	0	0	0	0	0	0
132 From international organizations	0	0	0	0	0	0	0	0	0	0	0
133 From other general government units (1331+1332)	0	0	0	0	0	0	0	0	0	0	0
1331 Current	0	0	0	0	0	0	0	0	0	0	0
1332 Capital	0	0	0	0	0	0	0	0	0	0	0
14 Other revenue	367 438	409 581	391 441	98 018	101 945	777 930	91 414	178 955	106 522	376 891	48,45
2 EXPENSE (21+22+24+25+26+27+28)	182 993	27 354	47 820	6 820	4 602	226 473	16 534	9 217	12 215	37 966	16,76
21 Compensation of employees (211+212)	5 621	5 713	6 076	1 699	1 678	7 870	1 741	1 576	2 029	5 346	67,93
211 Wages and salaries	4 821	4 896	5 208	1 461	1 437	6 770	1 492	1 348	1 745	4 585	67,73
212 Social contributions	800	817	868	238	241	1 100	249	228	284	761	69,18
22 Use of goods and services	21 092	12 472	20 359	1 896	1 952	13 733	1 174	5 563	1 628	8 365	60,91
24 Interest	121 940	239	345	12	13	2 110	0	54	0	54	2,56
25 Subsidies	0	0	0	0	0	0	0	0	0	0	0
26 Grants	0	0	0	0	0	0	0	0	0	0	0
27 Social benefits	1 511	1 357	523	14	205	2 000	12	347	230	589	104
28 Other expense	32 829	7 573	20 517	3 199	754	200 760	13 607	1 677	8 328	23 612	11,76
Net-gross operating balance (1-2)	184 445	382 227	343 621	91 198	97 343	551 457	74 880	169 738	94 307	338 925	330
31 Net acquisition of nonfinancial assets (31,1 - 31,2)	14 131	493	-18 959	961	4	11 830	4 138	-881	4	3 261	3
31,1 Acquisition of nonfinancial assets (311,1+312,1+313,1+314,1)	14 232	565	1 202	1 022	4	35 080	25 000	59	4	25 063	3
31,2 Disposal of nonfinancial assets (311,2+312,2+313,2+314,2)	101	72	20 161	61	0	23 250	20 862	940	0	21 802	0
311 Fixed assets (311,1-311,2-311,3)	11 115	493	-18 959	961	4	33 630	25 000	59	4	25 063	3
311,1 Acquisitions: fixed assets	11 216	565	1 202	1 022	4	35 080	25 000	59	4	25 063	3
311,2 Disposals: fixed assets	101	72	20 161	61	0	1 450	0	0	0	0	0
Net lending - borrowing (1-2-31)	170 314	381 734	362 580	90 237	97 339	539 627	70 742	170 619	94 303	335 664	327
Financing (33-32)	-170 314	-381 734	-362 580	-90 237	-97 339	-539 627	-70 742	-170 619	-94 303	-335 664	-327
32 Net acquisition of financial assets (321+322)	-349 252	381 734	362 580	90 237	97 339	539 627	70 742	170 619	94 303	335 664	62,20
321 Domestic	-349 252	381 734	362 580	90 237	97 339	539 627	70 742	170 619	94 303	335 664	62,20
322 Foreign	0	0	0	0	0	0	0	0	0	0	0
33 Net incurrence of liabilities (331+332)	-519 566	0	0	0	0	0	0	0	0	0	0
331 Domestic	-519 566	0	0	0	0	0	0	0	0	0	0
332 Foreign	0	0	0	0	0	0	0	0	0	0	0

TABLE 14: THE CROATIAN PRIVATIZATION FUND TRANSACTIONS

(000 HRK)	2005	2006	2007	VII - IX 2007	X - XII 2007	New Plan 2008	I - III 2008	IV - VI 2008	VII - IX 2008	I - IX 2008	IX 2008	I - IX New Plan 2008
1	237 044	65 871	58 324	7 760	28 281	35 810	15 879	15 302	13 627	44 808	1 756	125,13
11	Taxes	0	0	0	0	0	0	0	0	0	0	0
12	Social security contributions	0	0	0	0	0	0	0	0	0	0	0
13	Grants (131+132+133)	0	0	0	0	0	0	0	0	0	0	0
131	From foreign governments	0	0	0	0	0	0	0	0	0	0	0
132	From international organizations	0	0	0	0	0	0	0	0	0	0	0
133	From other general government units (1331+1332)	0	0	0	0	0	0	0	0	0	0	0
1331	Current	0	0	0	0	0	0	0	0	0	0	0
1332	Capital	0	0	0	0	0	0	0	0	0	0	0
14	Other revenue	237 044	65 871	7 760	28 281	35 810	15 879	15 302	13 627	44 808	1 756	125,13
2	EXPENSE (21+22+24+25+26+27+28)	182 119	78 375	88 241	19 708	108 359	17 679	22 358	22 794	62 831	9 397	57,98
21	Compensation of employees (211+212)	35 996	31 920	36 285	8 769	42 708	8 335	8 252	8 797	25 384	2 733	59,44
211	Wages and salaries	31 273	27 508	31 233	7 634	35 496	7 169	7 076	7 667	21 912	2 440	61,73
212	Social contributions	4 723	4 412	5 052	1 135	7 212	1 166	1 176	1 130	3 472	293	48,14
22	Use of goods and services	33 545	30 039	34 173	6 794	35 916	5 753	4 272	4 903	14 928	2 399	41,56
24	Interest	0	16 416	17 783	4 145	29 735	3 591	9 834	9 094	22 519	4 265	75,73
25	Subsidies	0	0	0	0	0	0	0	0	0	0	0
26	Grants	0	0	0	0	0	0	0	0	0	0	0
27	Social benefits	0	0	0	0	0	0	0	0	0	0	0
28	Other expense	112 578	0	0	0	0	0	0	0	0	0	0
	Net-gross operating balance (1-2)	54 925	-12 504	-29 917	-11 948	-72 549	-1 800	-7 056	-9 167	-18 023	-7 641	
31	Net acquisition of nonfinancial assets (31,1 - 31,2)	-40 272	-51 175	-23 514	-2 354	-51 878	-3 364	-3 987	-133 913	-141 264	2 144	
31,1	Acquisition of nonfinancial assets (311,1+312,1+313,1+314,1)	2 061	2 907	3 553	20	4 542	209	94	1 543	1 846	0	40,64
31,2	Disposal of nonfinancial assets (311,2+312,2+313,2+314,2)	42 333	54 082	27 067	2 374	56 420	3 573	4 081	135 456	143 110	-2 144	253,65
311	Fixed assets (311,1-311,2-311,3)	-40 272	-51 175	-23 514	-2 354	-51 878	-3 364	-3 987	-6 853	-6 853	-858	
311,1	Acquisitions: fixed assets	2 061	2 907	3 553	20	4 542	209	94	1 543	1 846	0	40,64
311,2	Disposals: fixed assets	42 333	54 082	27 067	2 374	56 420	3 573	4 081	1 045	8 699	858	15,42
	Net lending - borrowing (1-2-31)	95 197	38 671	-6 403	-9 594	-20 671	1 564	-3 069	124 746	123 241	-9 785	
	Financing (33-32)	-95 197	-38 671	6 403	9 594	20 671	-1 564	3 069	-124 746	-123 241	9 785	
32	Net acquisition of financial assets (321+322)	100 403	-87 682	82 691	14 947	-113 200	-2 359	81 234	93 193	172 068	-14 169	
321	Domestic	100 403	-87 682	82 691	14 947	-113 200	-2 359	81 234	93 193	172 068	-14 169	
322	Foreign	0	0	0	0	0	0	0	0	0	0	
33	Net incurrence of liabilities (331+332)	5 206	-126 353	89 094	24 541	-92 529	-3 923	84 303	-31 553	48 827	-4 384	
331	Domestic	5 206	-126 353	106 055	32 078	-74 273	-3 923	93 097	-27 169	62 005	0	
332	Foreign	0	0	-16 961	-7 537	-18 256	0	-8 794	-4 384	-13 178	-4 384	

Source: Ministry of Finance

TABLE 15: CONSOLIDATED CENTRAL GOVERNMENT BY ECONOMIC CATEGORY

	2005	2006	2007	VII - IX 2007	X - XII 2007	New Plan 2008	I - III 2008	IV - VI 2008	VII - IX 2008	I - IX 2008	IX 2008	I - IX 2008 New Plan 2008
(000 HRK)												
1	92 642 473	100 392 605	113 386 165	30 248 790	29 451 838	122 407 733	28 161 464	31 220 077	30 800 890	90 182 431	9 802 137	73,67
11	53 449 049	58 469 091	64 234 530	17 074 213	15 856 315	71 053 542	16 311 874	18 499 283	18 473 470	53 284 627	5 655 445	74,99
111	7 057 112	8 515 615	10 589 083	2 392 630	2 278 441	11 895 270	2 844 005	4 076 998	2 657 500	9 578 502	911 667	80,52
113	375 501	482 331	578 621	136 652	179 334	621 400	134 646	167 308	141 035	442 989	51 562	71,29
114	44 084 487	47 546 223	51 099 930	14 045 023	12 885 177	56 459 429	12 825 819	13 697 491	15 066 035	41 589 345	4 507 529	73,66
1141	32 399 952	35 091 381	37 916 509	10 264 706	9 588 648	42 927 883	10 033 686	10 436 530	11 196 539	31 666 755	3 303 985	73,77
11411	32 243 372	34 931 750	37 747 987	10 221 678	9 547 734	42 571 585	9 992 316	10 391 176	11 155 970	31 539 461	3 290 322	73,77
11412	156 580	159 631	168 522	43 027	40 915	176 298	41 370	45 355	40 569	127 293	13 662	72,20
1142	10 939 144	11 564 709	12 168 666	3 518 737	2 991 506	12 403 391	2 555 576	2 986 446	3 583 394	9 125 416	1 121 417	73,57
115	1 562 930	1 588 456	1 641 478	426 464	427 459	1 818 893	431 769	479 029	538 393	1 449 192	158 326	79,67
116	369 019	336 466	325 418	73 444	85 903	258 549	75 635	78 457	70 508	224 600	26 361	86,87
12	31 301 340	33 877 148	37 203 486	9 612 662	9 546 298	41 370 661	9 766 187	10 022 663	10 338 788	30 127 639	3 446 190	72,82
13	27 505	194 484	481 173	111 368	256 401	1 057 861	99 444	146 577	127 137	373 157	36 253	35,27
14	7 864 579	7 851 883	11 466 977	3 450 547	3 792 823	8 925 669	1 983 958	2 551 554	1 861 494	6 397 007	664 249	71,67
2	92 332 140	98 751 408	109 074 989	27 488 323	30 907 163	120 684 581	26 477 112	28 691 004	29 559 791	84 727 907	9 870 361	70,21
21	24 300 115	25 512 962	28 154 625	7 273 230	7 211 725	30 229 529	7 200 416	7 380 967	7 747 685	22 329 068	2 528 736	73,87
211	20 665 832	21 699 724	23 761 684	5 993 532	6 144 614	25 691 437	6 096 004	6 245 179	6 590 442	18 931 625	2 140 470	73,69
212	3 634 283	3 813 238	4 392 941	1 279 698	1 067 111	4 538 093	1 104 412	1 135 789	1 157 243	3 397 444	388 266	74,87
22	7 100 232	9 193 481	10 517 315	2 576 207	3 566 210	12 056 397	1 789 095	2 621 100	2 838 601	7 248 796	934 932	60,12
24	5 004 650	5 397 046	5 461 240	1 193 676	1 197 383	5 167 224	1 773 979	1 052 435	1 109 118	3 935 531	406 414	76,16
25	5 253 933	5 684 592	6 510 563	1 567 358	2 018 327	7 576 190	1 884 543	1 696 555	1 545 775	5 126 872	676 904	67,67
26	2 804 760	2 838 842	3 539 882	753 167	1 552 170	4 437 987	535 210	984 515	918 466	4 238 191	273 606	54,94
27	41 930 232	44 192 851	48 176 512	12 723 388	12 486 069	52 210 820	11 996 345	12 787 184	13 268 391	38 051 919	4 332 355	72,88
28	5 938 219	5 931 633	6 714 852	1 401 298	2 875 278	9 006 435	1 297 525	2 168 249	2 131 756	5 597 530	717 414	62,15
	310 333	1 641 197	4 311 176	2 760 467	-1 455 325	1 723 152	1 684 352	2 529 073	1 241 098	5 454 523	-68 224	
3	310 333	1 641 197	4 311 176	2 760 467	-1 455 325	1 723 152	1 684 352	2 529 073	1 241 098	5 454 523	-68 224	
31	6 699 416	6 108 627	7 810 956	2 515 187	2 849 878	5 411 208	301 020	955 021	1 039 965	2 296 007	406 438	42,43
311	6 439 709	5 788 654	7 526 800	2 359 281	2 761 540	4 896 118	278 622	860 801	1 042 249	2 181 672	378 547	44,56
312	0	-80 226	-161 383	-1 900	16 197	119 200	499	-1 206	13 380	12 672	7 500	10,63
313	7 220	7 826	9 620	1 387	2 562	6 158	1 651	2 852	1 336	5 839	0	94,82
314	252 487	392 374	435 919	156 419	69 579	389 732	20 248	92 575	-17 000	95 824	20 391	24,59
	-6 389 083	-4 467 430	-3 499 780	245 280	-4 305 203	-3 688 056	1 383 332	1 574 052	201 133	3 158 517	-474 662	
	6 389 083	4 467 430	3 499 780	-245 280	4 305 203	3 688 056	-1 383 332	-1 574 052	-201 133	-3 158 517	474 662	
32	1 609 760	-2 576 689	-2 939 156	785 250	-4 941 507	601 789	1 971 844	1 079 307	-110 193	2 940 958	-465 016	488,70
321	1 614 616	-2 593 370	-2 957 192	785 250	-4 951 509	589 328	1 971 844	1 072 193	-110 193	2 933 844	-465 016	497,83
322	-4 857	16 681	18 036	0	10 003	12 461	0	7 115	0	7 115	0	57,10
323	0	0	0	0	0	0	0	0	0	0	0	0
33	7 998 843	1 890 741	560 624	539 970	-636 304	4 289 845	588 512	-494 745	-311 326	-217 559	9 646	
331	12 041 678	5 282 792	2 017 095	2 218 831	-1 287 397	5 169 429	1 049 525	67 558	-17 050	1 100 033	-75 934	21,28
332	-4 042 835	-3 392 051	-1 456 471	-1 678 860	651 093	-879 584	-461 013	-562 303	-294 276	-1 317 592	85 580	

Source: Ministry of Finance

TABLE 16: CONSOLIDATED CENTRAL GOVERNMENT ACCORDING TO GOVERNMENT LEVEL

(000 HRK)	2005	2006	2007	VII - IX 2007	X - XII 2007	New Plan 2008	I - III 2008	IV - VI 2008	VII - IX 2008	I - IX 2008	IX 2008	I - IX 2008 New Plan 2008
1												
REVENUE (A+B)	92 642 473	100 392 605	113 386 165	30 248 790	29 451 838	122 407 733	28 161 464	31 220 077	30 800 890	90 182 431	9 802 137	73,67
A) Budgetary Central Government	85 653 010	95 234 057	108 296 963	28 736 430	28 002 138	118 051 097	27 344 504	30 224 837	29 778 052	87 347 393	9 447 287	73,99
B) Extrabudgetary Users (1+...+9)	6 989 463	5 158 548	5 089 202	1 512 360	1 449 700	4 356 636	816 960	995 240	1 022 838	2 835 038	354 850	65,07
1. Croatian Institute for Pension Insurance	38 010	293 485	-	-	-	-	-	-	-	-	-	-
2. Croatian Health Insurance Institute	863 868	848 683	-	-	-	-	-	-	-	-	-	-
3. Croatian Employment Service	18 855	18 363	-	-	-	-	-	-	-	-	-	-
4. Croatian Waters	1 227 794	1 526 851	2 041 209	549 528	643 513	2 008 099	413 406	514 540	569 585	1 497 531	229 059	74,57
5. Environment Protection Fund	214 737	659 840	1 102 946	299 453	387 285	1 367 466	261 828	271 243	324 017	857 088	111 192	62,68
6. Croatian motorways Ltd.	2 547 003	1 271 125	1 375 336	531 799	250 025	-	-	-	-	-	-	-
7. Croatian roads Ltd.	1 474 714	64 749	119 946	25 802	38 651	167 331	34 433	15 200	9 087	58 720	3 024	35,09
8. State Agency for Deposit Insurance and Bank Rehabilitation	367 438	409 581	391 441	98 018	101 945	777 930	91 414	178 955	106 522	376 891	9 819	48,45
9. Croatian Privatization Fund	237 044	65 871	58 324	7 760	28 281	35 810	15 879	15 302	13 627	44 808	1 756	125,13
2												
EXPENSE (A+B)	92 332 140	98 751 408	109 074 989	27 488 323	30 907 163	120 684 581	26 477 112	28 691 004	29 559 791	84 727 907	9 870 361	70,21
A) Budgetary Central Government	86 715 598	91 979 693	103 004 916	26 036 641	28 713 763	115 257 139	25 750 365	27 516 790	28 218 401	81 485 556	9 317 660	70,70
B) Extrabudgetary Users (1+...+9)	5 616 542	6 771 715	6 070 073	1 451 682	2 193 400	5 427 442	726 747	1 174 214	1 341 390	3 242 351	552 701	59,74
1. Croatian Institute for Pension Insurance	382 162	565 857	-	-	-	-	-	-	-	-	-	-
2. Croatian Health Insurance Institute	914 345	931 628	-	-	-	-	-	-	-	-	-	-
3. Croatian Employment Service	145 931	155 002	-	-	-	-	-	-	-	-	-	-
4. Croatian Waters	1 489 465	1 779 088	2 099 001	554 351	833 198	2 207 730	253 007	575 261	583 319	1 411 587	243 664	63,94
5. Environment Protection Fund	172 045	734 764	1 083 268	264 728	401 597	1 322 476	222 135	198 041	284 309	704 485	119 093	53,27
6. Croatian motorways Ltd.	1 085 077	1 272 713	1 509 844	261 743	507 962	-	-	-	-	-	-	-
7. Croatian roads Ltd.	1 062 405	1 226 934	1 241 899	344 332	420 124	1 562 404	217 392	369 337	438 753	1 025 482	171 058	65,63
8. State Agency for Deposit Insurance and Bank Rehabilitation	182 993	27 354	47 820	6 820	4 602	226 473	16 534	9 217	12 215	37 966	9 489	16,76
9. Croatian Privatization Fund	182 119	78 375	88 241	19 708	25 917	108 359	17 679	22 358	22 794	62 831	9 397	57,98
NET-GROSS OPERATING BALANCE (1-2)	310 333	1 641 197	4 311 176	2 760 467	-1 455 325	1 723 152	1 684 352	2 529 073	1 241 098	5 454 523	-68 224	
3												
CHANGE IN NET WORTH: TRANSACTIONS (31+32-33)	310 333	1 641 197	4 311 176	2 760 467	-1 455 325	1 723 152	1 684 352	2 529 073	1 241 098	5 454 523	-68 224	
31												
NET ACQUISITION OF NONFINANCIAL ASSETS	6 699 416	6 108 627	7 810 956	2 515 187	2 949 878	5 411 208	301 020	955 021	1 039 965	2 296 007	406 438	42,43
Acquisition (A+B)	7 024 180	6 836 371	8 378 646	2 583 580	2 874 325	5 849 880	392 283	1 029 695	1 247 110	2 669 088	427 507	45,63
A) Budgetary Central Government	1 828 818	1 908 482	3 043 906	785 850	1 495 267	3 887 915	192 875	651 196	913 811	1 757 882	331 768	45,21
B) Extrabudgetary users	5 195 362	4 927 889	5 334 740	1 797 730	1 479 058	1 961 966	199 408	378 499	333 299	911 206	95 739	46,44
Disposals (A+B)	324 763	727 744	567 689	68 392	124 447	438 673	91 263	74 674	207 145	373 082	21 068	85,05
A) Budgetary Central Government	275 149	352 690	498 685	65 591	107 479	357 403	66 593	69 392	70 627	206 612	23 156	57,81
B) Extrabudgetary users	49 614	375 054	69 004	2 801	16 968	81 270	24 670	5 282	136 518	166 470	-2 088	204,84
NET LENDING-BORROWING (1-2-31)	-6 389 083	-4 467 430	-3 499 780	245 280	-4 305 203	-3 688 056	1 383 332	1 574 052	201 133	3 158 517	-474 662	
TRANSACTIONS IN FINANCIAL ASSETS AND LIABILITIES (FINANCING) (33-32)	6 389 083	4 467 430	3 499 780	-245 280	4 305 203	-3 688 056	-1 383 332	-1 574 052	-201 133	-3 158 517	474 662	
32												
NET ACQUISITION OF FINANCIAL ASSETS (321+322+323)	1 609 760	-2 576 689	-2 939 156	785 250	-4 941 507	601 789	1 971 844	1 079 307	-110 193	2 940 958	-465 016	488,70
Domestic (A+B)	1 614 616	-2 593 370	-2 957 192	785 250	-4 951 509	589 328	1 971 844	1 072 193	-110 193	2 933 844	-465 016	497,83
A) Budgetary Central Government	1 747 681	-3 063 855	-3 752 817	574 909	-5 562 941	102 061	1 695 519	659 353	-442 218	1 912 654	-374 588	1 874,03
B) Extrabudgetary users	-133 065	470 485	795 625	210 341	611 432	487 267	276 325	412 840	332 025	1 021 190	-90 428	209,58
Foreign (A+B)	-4 857	16 681	18 036	0	10 003	12 461	0	7 115	0	7 115	0	57,10
A) Budgetary Central Government	-4 857	16 681	18 036	0	10 003	12 461	0	7 115	0	7 115	0	57,10
B) Extrabudgetary users	0	0	0	0	0	0	0	0	0	0	0	0
Monetary gold and SDRs	0	0	0	0	0	0	0	0	0	0	0	0
33												
NET INCURRENCE OF LIABILITIES (331+332)	7 998 843	1 890 741	560 624	539 970	-636 304	4 289 845	588 512	-494 745	-311 326	-217 559	9 646	
Domestic (A+B)	12 041 678	5 282 792	2 017 095	2 218 831	-1 287 397	5 169 429	1 049 525	67 558	-17 050	1 100 033	-75 934	21,28
A) Budgetary Central Government	10 591 560	3 166 260	1 477 615	1 717 456	-924 979	4 206 602	1 085 784	-341 966	-201 048	542 770	-37 121	12,90
B) Extrabudgetary users	1 450 118	2 116 532	539 480	501 375	-362 418	962 827	-36 259	409 524	183 998	557 263	-38 813	57,88
Foreign (A+B)	-4 042 835	-3 392 051	-1 456 471	-1 678 860	651 093	-879 584	-461 013	-562 303	-294 276	-1 317 592	85 580	
A) Budgetary Central Government	-5 080 612	-3 943 248	-2 980 166	-2 116 367	2 010	-1 286 142	-525 927	-645 558	-379 927	-1 551 412	9 437	
B) Extrabudgetary users	1 037 777	551 197	1 523 695	437 507	649 083	406 558	64 914	83 255	85 651	233 820	76 143	57,51

MEASURES OF CONSOLIDATED CENTRAL GOVERNMENT DEFICIT/SURPLUS

TABLE 16A: OPERATING BALANCE AND PRIMARY OPERATING BALANCE (000 HRK)

	Revenues (1)	Expenditures (2)	Operating balance	Interest payments (24)	Primary operating balance
	(1)	(2)	(3) 1-2	(4)	(5) 3+4
IX 2006	8 474 254	7 939 879	534 375	334 411	868 786
X	8 868 501	8 378 504	489 997	252 828	742 825
XI	8 916 620	8 338 893	577 726	416 064	993 790
XII	9 124 246	10 668 653	-1 544 407	540 062	-1 004 345
I-XII 2006	100 392 605	98 751 408	1 641 197	5 397 046	7 038 244
I 2007	8 548 380	7 851 090	697 291	396 552	1 093 843
II	8 143 345	8 698 195	-554 850	681 410	126 560
III	8 076 530	8 811 925	-735 395	733 361	-2 034
IV	10 701 221	8 659 319	2 041 902	388 441	2 430 344
V	9 219 592	8 271 994	947 597	349 269	1 296 866
VI	8 996 470	8 386 981	609 489	521 147	1 130 635
VII	9 855 201	8 734 931	1 120 270	444 946	1 565 216
VIII	10 259 795	9 581 029	678 766	355 011	1 033 777
IX	10 133 794	9 172 363	961 431	393 719	1 355 150
X	9 679 740	9 358 249	321 492	262 727	584 218
XI	9 538 870	10 088 816	-549 946	421 506	-128 440
XII	10 233 228	11 460 099	-1 226 871	513 150	-713 721
I-XII 2007	113 386 165	109 074 989	4 311 176	5 461 240	9 772 415
I 2008	10 060 978	7 986 792	2 074 186	296 016	2 370 202
II	9 254 815	9 293 869	-39 054	1 220 357	1 181 303
III	8 845 671	9 196 451	-350 779	257 605	-93 174
IV	12 033 981	9 676 633	2 357 348	500 857	2 858 204
V	9 777 124	9 503 933	273 192	466 762	739 954
VI	9 408 972	9 510 439	-101 466	84 816	-16 650
VII	11 690 868	10 612 274	1 078 594	303 806	1 382 400
VIII	9 307 884	9 077 156	230 728	398 899	629 626
IX	9 802 137	9 870 361	-68 224	406 414	338 190
I-IX 2008	90 182 431	84 727 907	5 454 523	3 935 531	9 390 055

MEASURES OF CONSOLIDATED CENTRAL GOVERNMENT DEFICIT / SURPLUS

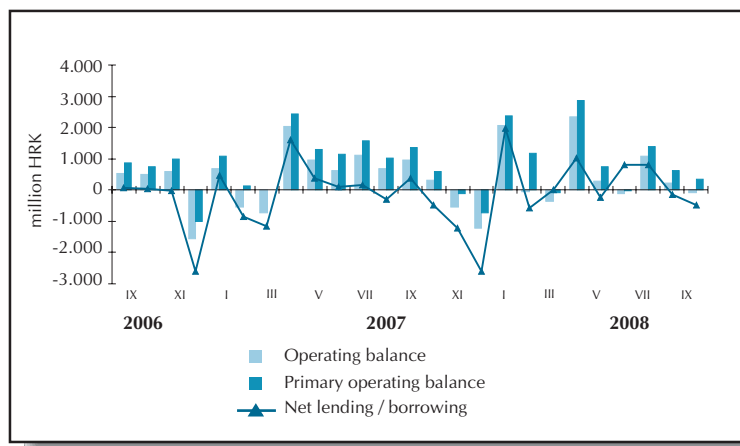


TABLE 16B: NET LENDING / BORROWING (000 HRK)

	Operating balance	Net nonfinancial assets (31)	Net lending/ borrowing*	Financing (33-32)	Net financial assets (32)	Net incurrence of liabilities (33)
	(1)	(2)	(3) 1-2	(4) 6-5	(5)	(6)
IX 2006	534 375	459 196	75 179	-75 179	-92 149	-167 328
X	489 997	442 099	47 899	-47 899	264 848	216 949
XI	577 726	586 128	-8 402	8 402	500 484	508 885
XII	-1 544 407	1 061 793	-2 606 200	2 606 200	-3 355 598	-749 398
I-XII 2006	1 641 197	6 108 627	-4 467 430	4 467 430	-2 576 689	1 890 741
I 2007	697 291	215 838	481 453	-481 453	-71 368	-552 820
II	-554 850	283 183	-838 033	838 033	974 618	1 812 651
III	-735 395	412 273	-1 147 668	1 147 668	-755 024	392 644
IV	2 041 902	450 395	1 591 507	-1 591 507	1 267 803	-323 705
V	947 597	564 038	383 559	-383 559	-4 981	-388 540
VI	609 489	520 164	89 325	-89 325	-193 947	-283 272
VII	1 120 270	957 309	162 961	-162 961	-546 525	-709 487
VIII	678 766	967 228	-288 462	288 462	771 378	1 059 840
IX	961 431	590 651	370 780	-370 780	560 398	189 618
X	321 492	800 093	-478 601	478 601	-1 175 365	-696 763
XI	-549 946	676 815	-1 226 761	1 226 761	-1 277 773	-51 012
XII	-1 226 871	1 372 970	-2 599 841	2 599 841	-2 488 370	111 471
I-XII 2007	4 311 176	7 810 956	-3 499 780	3 499 780	-2 939 156	560 624
I 2008	2 074 186	111 405	1 962 781	-1 962 781	1 163 596	-799 184
II	-39 054	118 935	-157 989	282 834	131 461	414 295
III	-350 779	70 680	-421 459	296 614	676 787	973 401
IV	2 357 348	361 430	1 995 918	-1 679 102	1 326 194	-352 908
V	273 192	280 640	-7 449	70 020	-278 016	-207 997
VI	-101 466	312 951	-414 417	35 030	31 130	66 160
VII	1 078 594	263 804	814 791	-814 791	1 055 427	240 636
VIII	230 728	369 723	-138 996	138 996	-700 603	-561 608
IX	-68 224	406 438	-474 662	474 662	-465 016	9 646
I-IX 2008	5 454 523	2 296 007	3 158 517	-3 158 517	2 940 958	-217 559

* Deficit according to GFS 2001 methodology

TABLE 18: CONSOLIDATED GENERAL GOVERNMENT BY ECONOMIC CATEGORY

(000 HRK)	2005	2006	2007	VII - IX 2007	X - XII 2007	New Plan 2008	I - III 2008	IV - VI 2008	VII - IX 2008	I - IX 2008	I - IX New Plan 2008
1 REVENUE (11+12+13+14)	103 100 941	112 293 777	126 716 000	33 535 581	33 266 489	136 844 887	31 795 139	35 030 281	33 835 790	100 661 210	73.56
11 Taxes (111+113+114+115+116)	60 521 399	66 768 246	73 392 426	19 353 848	18 474 464	81 041 360	18 757 173	20 841 576	20 956 352	60 555 101	74.72
111 Taxes of income, profits and capital gains	13 396 910	15 972 291	18 762 496	4 419 044	4 517 805	20 774 870	5 129 480	6 209 823	4 846 355	16 185 657	77.91
113 Taxes on property	763 635	961 823	1 155 212	282 630	356 557	1 293 310	258 169	319 456	274 592	852 217	65.89
114 Taxes on goods and services (1141+1142+1144+1145+1146)	44 414 503	47 894 481	51 491 441	14 147 811	13 083 230	56 878 472	12 858 216	13 750 436	15 223 177	41 831 829	73.55
1141 General taxes on goods and services (11411+11412)	32 446 853	35 143 439	37 972 061	10 282 209	9 603 550	42 986 214	10 044 798	10 449 332	11 215 638	31 709 767	73.77
11411 Value-added taxes	32 243 372	34 931 750	37 747 987	10 221 678	9 547 734	42 751 585	9 992 316	10 391 176	11 155 970	31 539 461	73.77
11412 Sales taxes	203 481	211 690	224 074	60 531	55 816	234 628	52 482	58 156	59 668	170 306	72.59
1142 Excises	10 939 144	11 564 709	12 168 666	3 518 737	2 991 506	12 403 391	2 555 576	2 986 446	3 583 394	9 125 416	73.57
115 Taxes on international trade and transactions	1 562 930	1 588 456	1 641 478	426 464	427 459	1 818 893	431 769	479 029	538 393	1 449 192	79.67
116 Other taxes	383 421	351 194	341 800	77 899	89 414	275 815	79 539	82 833	73 835	236 207	85.64
12 Social contributions	31 301 340	33 877 148	37 203 486	9 612 662	9 546 298	41 370 661	9 766 187	10 022 663	10 338 788	30 127 639	72.82
13 Grants	28 149	200 133	446 066	88 616	241 120	972 955	92 902	145 411	125 724	364 037	37.42
14 Other revenue	11 250 053	11 448 251	15 674 022	4 480 455	5 004 607	13 459 912	3 178 876	4 020 631	2 414 925	9 614 433	71.43
2 EXPENSE (21+22+24+25+26+27+28)	100 510 748	107 721 681	118 770 467	29 720 870	33 752 952	131 485 094	29 296 394	31 645 110	32 032 162	92 973 666	70.71
21 Compensation of employees (211+212)	26 679 700	28 208 213	31 112 370	7 983 233	7 998 271	33 511 524	8 066 630	8 364 323	8 375 099	24 806 052	74.02
211 Wages and salaries	22 731 437	24 035 667	26 334 260	6 603 705	6 838 200	28 551 670	6 844 901	7 104 890	7 132 755	21 082 546	73.84
212 Social contributions	3 948 263	4 172 546	4 778 110	1 379 527	1 160 071	4 959 853	1 221 730	1 259 434	1 242 344	3 723 507	75.07
22 Use of goods and services	10 876 095	13 302 369	15 196 188	3 634 382	5 135 818	17 306 815	3 028 468	3 844 837	3 835 793	10 709 097	61.88
24 Interest	5 102 697	5 468 595	5 554 489	1 218 918	1 223 930	5 286 440	1 938 169	1 406 676	698 750	4 043 595	76.49
25 Subsidies	6 000 064	6 561 952	7 504 354	1 818 284	2 293 271	8 705 621	2 188 099	1 979 350	1 856 899	6 024 348	69.20
26 Grants	1 390 464	1 466 029	1 701 861	322 536	796 863	2 389 580	251 939	516 388	503 499	1 271 825	53.22
27 Social benefits	42 468 952	44 828 003	48 730 687	12 831 187	12 658 916	52 807 178	12 154 455	12 976 332	13 385 385	38 516 171	72.94
28 Other expense	7 992 776	7 886 521	8 970 517	1 912 331	3 645 884	11 477 936	1 668 635	2 557 205	3 376 737	7 602 577	66.24
NET-GROSS OPERATING BALANCE (1-2)	2 590 193	4 572 096	7 945 534	3 814 711	-486 463	5 359 793	2 498 745	3 385 171	1 803 629	7 687 544	
3 CHANGE IN NET WORTH: TRANSACTIONS (31+32-33)	2 590 193	4 572 096	7 945 534	3 814 711	-486 463	5 359 793	2 498 745	3 385 171	1 803 629	7 687 544	
31 NET ACQUISITION OF NONFINANCIAL ASSETS (311+312+313+314)	9 059 706	9 082 941	11 014 957	3 224 977	3 911 622	9 198 830	1 544 768	2 410 515	142 169	4 097 451	44.54
311 Fixed assets	8 900 043	8 751 828	10 908 538	3 131 121	3 907 246	8 843 540	1 491 162	2 272 078	272 926	4 036 167	45.64
312 Inventories	0	-80 226	-161 383	-1 900	16 197	119 200	499	-1 206	13 380	12 672	10.63
313 Valuables	7 429	8 262	9 817	1 397	2 703	6 358	1 684	2 924	1 423	6 031	94.86
314 Nonproduced assets	152 234	403 078	257 984	94 359	-14 524	229 732	51 422	136 719	-145 561	42 581	18.53
NET LENDING-BORROWING (1-2-31)	-6 469 514	-4 510 845	-3 069 423	589 734	-4 398 085	-3 839 036	953 978	974 656	1 661 460	3 590 093	
TRANSACTIONS IN FINANCIAL ASSETS AND LIABILITIES (FINANCING) (33-32)	6 469 514	4 510 845	3 069 423	-589 734	4 398 085	3 839 037	-953 978	-974 656	-1 661 460	-3 590 093	
32 NET ACQUISITION OF FINANCIAL ASSETS (321+322+323)	1 305 876	-2 629 878	-2 403 067	1 075 517	-4 864 791	637 399	1 621 551	983 323	670 282	3 275 156	513.83
321 Domestic	1 310 733	-2 646 559	-2 421 102	1 075 517	-4 874 793	624 938	1 621 551	976 209	670 282	3 268 041	522.94
322 Foreign	-4 857	16 681	18 036	0	10 003	12 461	0	7 115	0	7 115	57.10
323 Monetary gold and SDRs	0	0	0	0	0	0	0	0	0	0	0
33 NET INCURANCE OF LIABILITIES (331+332)	7 775 390	1 880 967	666 357	485 783	-466 706	4 476 435	667 573	8 667	-991 178	-314 938	18.89
331 Domestic	11 911 231	5 363 615	2 147 511	2 170 736	-1 111 168	5 401 019	966 433	69 391	-15 680	1 020 144	18.89
332 Foreign	-4 135 841	-3 482 648	-1 481 155	-1 684 953	644 462	-924 584	-298 859	-60 724	-975 498	-1 335 081	

Source: Ministry of Finance

TABLE 19: CONSOLIDATED GENERAL GOVERNMENT ACCORDING TO GOVERNMENT LEVEL

(000 HRK)	2005	2006	2007	VII - IX 2007	X - XII 2007	New Plan 2008	I - III 2008	IV - VI 2008	VII - IX 2008	I - IX 2008	I - IX New Plan 2008
1											
REVENUE (A+B+C)	103 100 941	112 293 777	126 716 000	33 535 581	33 266 489	136 844 887	31 586 173	34 720 298	34 354 739	100 661 210	73,56
A) Budgetary Central Government	85 653 010	95 234 057	108 296 963	28 736 430	28 002 138	118 051 097	27 344 504	30 224 837	29 778 052	87 347 393	73,99
B) Extrabudgetary Users (1+...+9)	6 989 463	5 158 548	5 040 018	1 485 649	1 427 227	4 254 837	808 681	993 443	1 021 129	2 823 253	66,35
1. Croatian Institute for Pension Insurance	38 010	293 485	-	-	-	-	-	-	-	-	-
2. Croatian Health Insurance Institute	863 868	848 683	-	-	-	-	-	-	-	-	-
3. Croatian Employment Service	18 855	18 363	-	-	-	-	-	-	-	-	-
4. Croatian Waters	1 227 794	1 526 851	1 992 025	522 817	621 040	1 906 300	405 127	512 743	567 876	1 485 746	77,94
5. Environment Protection Fund	214 737	659 840	1 102 946	299 453	387 285	1 367 466	261 828	271 243	324 017	857 088	62,68
6. Croatian motorways Ltd.	2 547 003	1 271 125	1 375 336	531 799	250 025	-	-	-	-	-	0,00
7. Croatian roads Ltd.	1 474 714	64 749	119 946	25 802	38 651	777 331	91 414	178 955	106 522	376 691	35,09
8. State Agency for Deposit Insurance and Bank Rehabilitation	367 438	409 581	391 441	98 018	101 945	167 930	31 414	178 552	13 627	44 808	125,13
9. Croatian Privatization Fund	237 044	65 871	58 324	7 760	28 281	35 810	15 879	15 302	13 627	44 808	125,13
C) Budgetary Local Government	10 458 468	11 901 172	13 379 017	3 313 502	3 837 124	14 538 953	3 432 988	3 502 018	3 555 559	10 490 565	72,15
EXPENSE (A+B+C)	100 510 748	107 721 681	118 770 467	29 720 870	33 752 952	131 485 094	29 340 483	31 539 978	32 093 205	92 973 666	70,71
A) Budgetary Central Government	85 239 872	90 525 330	100 936 318	25 597 679	27 765 544	113 085 993	25 444 048	27 016 439	27 727 851	80 188 338	70,91
B) Extrabudgetary Users (1+...+9)	5 556 950	6 726 778	6 015 102	1 436 230	2 160 423	5 286 748	713 217	1 162 454	1 329 350	3 205 021	60,62
1. Croatian Institute for Pension Insurance	382 162	565 857	-	-	-	-	-	-	-	-	-
2. Croatian Health Insurance Institute	914 345	931 628	-	-	-	-	-	-	-	-	-
3. Croatian Employment Service	145 931	155 002	-	-	-	-	-	-	-	-	-
4. Croatian Waters	1 489 465	1 773 976	2 086 600	552 584	823 023	2 191 879	251 959	573 908	580 884	1 406 751	64,18
5. Environment Protection Fund	112 453	694 939	1 047 292	251 043	385 389	1 200 519	210 897	187 634	276 275	674 806	56,21
6. Croatian motorways Ltd.	1 085 077	1 272 713	1 509 357	1 509 357	507 475	-	-	-	-	-	0,00
7. Croatian roads Ltd.	1 062 405	1 226 934	1 235 974	344 332	414 017	1 559 518	216 148	369 337	437 182	1 022 667	65,58
8. State Agency for Deposit Insurance and Bank Rehabilitation	182 993	27 354	47 820	6 820	22 473	16 534	16 534	9 217	12 215	37 966	16,76
9. Croatian Privatization Fund	182 119	78 375	88 241	19 708	25 917	108 359	17 679	22 358	22 794	62 831	57,98
C) Budgetary Local Government	9 713 927	10 469 573	11 819 047	2 686 961	3 826 985	13 112 353	3 183 218	3 361 086	3 036 004	9 580 307	73,06
NET-GROSS OPERATING BALANCE (1-2)	2 590 193	4 572 096	7 945 534	3 814 711	-486 463	5 359 793	2 245 690	3 180 320	2 261 534	7 687 544	
CHANGE IN NET WORTH: TRANSACTIONS	2 590 193	4 572 096	7 945 534	3 814 711	-486 463	5 359 793	2 245 690	3 180 320	2 261 535	7 687 544	
3											
31											
NET ACQUISITION OF NONFINANCIAL ASSETS	9 059 706	9 082 941	11 014 957	3 224 977	3 911 622	9 198 830	724 341	1 671 934	1 701 177	4 097 451	44,54
Acquisition (A+B+C)	9 924 477	10 350 251	12 319 441	3 482 498	4 332 785	10 368 528	1 199 656	1 891 379	2 030 329	5 121 364	49,39
A) Budgetary Central Government	1 828 818	1 908 482	3 043 906	785 850	1 495 267	3 887 915	192 875	651 196	913 811	1 757 882	45,21
B) Extrabudgetary users	5 195 362	4 927 889	5 334 740	1 797 730	1 479 058	1 961 966	199 408	333 299	333 299	911 206	46,44
C) Budgetary Local Government	2 900 297	3 513 880	3 940 795	898 918	1 358 459	4 518 647	807 375	861 685	729 219	2 452 276	54,27
Disposals (A+B+C)	864 771	1 267 310	1 304 484	255 521	421 163	1 169 698	475 312	219 446	329 153	1 023 913	87,54
A) Budgetary Central Government	275 149	352 690	498 685	65 591	107 479	357 403	66 593	69 392	70 627	206 612	57,81
B) Extrabudgetary users	49 614	375 054	69 004	2 801	16 968	81 270	24 670	5 282	136 518	166 470	204,84
C) Budgetary Local Government	540 007	539 565	736 795	189 129	296 716	731 025	384 052	144 772	122 008	650 832	89,03
NET LENDING-BORROWING (1-2-31)	-6 469 514	-4 510 845	-3 069 423	-589 734	-4 398 085	-3 839 036	-1 521 350	-1 508 386	-560 358	-3 590 093	
TRANSACTIONS IN FINANCIAL ASSETS AND LIABILITIES (FINANCING) (33-32)	6 469 514	4 510 845	3 069 423	-589 734	-4 398 085	-3 839 037	-1 521 350	-1 508 386	-560 358	-3 590 093	
NET ACQUISITION OF FINANCIAL ASSETS (321+322+323)	1 305 876	-2 629 878	-2 403 067	1 075 517	-4 864 791	637 399	2 020 490	1 010 841	243 825	3 275 156	513,83
Domestic (A+B+C)	1 310 733	-2 646 559	-2 421 102	1 075 517	-4 874 793	624 938	2 020 490	1 003 727	243 825	3 268 041	522,94
A) Budgetary Central Government	1 747 681	-3 063 913	-3 752 817	574 909	-5 562 941	102 051	1 695 519	659 353	-442 218	1 912 654	1 874,21
B) Extrabudgetary users	-303 883	-53 131	795 625	210 341	611 432	487 267	276 325	412 840	332 025	1 021 190	209,58
C) Budgetary Local Government	-4 857	16 681	18 036	0	10 003	12 461	0	-68 466	354 018	334 198	938,23
Foreign (A+B+C)	-4 857	16 681	18 036	0	10 003	12 461	0	7 115	0	7 115	57,10
A) Budgetary Central Government	0	0	0	0	0	0	0	0	0	0	0
B) Extrabudgetary users	0	0	0	0	0	0	0	0	0	0	0
C) Budgetary Local Government	0	0	0	0	0	0	0	0	0	0	0
Monetary gold and SDRs	0	0	0	0	0	0	0	0	0	0	0
NET INCURRENCE OF LIABILITIES (331+332)	7 775 390	1 880 967	666 357	485 783	-466 706	4 476 435	499 140	-497 545	-316 533	-314 938	
Domestic (A+B+C)	11 911 231	5 363 615	2 147 511	2 170 736	-1 111 168	5 401 019	966 433	69 391	-15 680	1 020 144	18,89
A) Budgetary Central Government	10 591 560	3 166 260	1 477 615	1 717 456	-924 979	4 206 602	1 085 784	-341 966	-201 048	542 770	12,90
B) Extrabudgetary users	1 450 118	2 116 532	539 480	501 375	-362 418	962 827	-36 259	409 524	183 998	557 263	57,88
C) Budgetary Local Government	-130 447	80 823	130 416	-48 095	176 229	231 590	-83 093	1 833	1 370	-79 890	
Foreign (A+B+C)	-4 135 841	-3 482 648	-1 481 155	-1 684 953	644 462	-924 584	-467 292	-566 936	-300 853	-1 335 081	
A) Budgetary Central Government	-5 080 612	-3 943 248	-2 980 166	-2 116 367	2 010	-1 286 142	-525 927	-645 558	-379 927	-1 551 412	
B) Extrabudgetary users	1 037 777	551 197	1 523 695	437 507	649 083	406 558	64 914	83 255	85 651	233 820	
C) Budgetary Local Government	-93 006	-90 597	-24 684	-6 093	-6 631	-45 000	-6 279	-4 633	-6 577	-17 489	

Source: Ministry of Finance

TABLE 20: GENERAL GOVERNMENT DEBT STOCK

	31.12.2002 [§]	31.12.2003 [§]	31.12.2004 [§]	31.12.2005 [§]	31.12.2006 [§]	31.12.2007 [§]	31.3.2008 [§]	30.6.2008 [§]	31.7.2008 [§]	31.8.2008 [§]	30.9.2008 [§]	
	mil. HRK	% GDP	mil. HRK	% GDP	mil. HRK	% GDP	mil. HRK	% GDP	mil. HRK	% GDP	mil. HRK	% GDP
A. Foreign debt (A1+A2+A3)	40 240,4	22,2	45 676,4	23,0	50 240,7	23,4	45 363,6	19,6	41 660,5	16,6	39 638,8	14,4
1. Central Government foreign debt	37 432,1	20,7	41 041,9	20,7	42 231,2	19,6	36 414,5	15,7	32 556,6	13,0	29 405,3	10,7
2. Foreign debt of Extrabudgetary users	2 585,1	1,4	4 285,6	2,2	7 747,0	3,6	8 749,8	3,8	8 938,2	3,6	10 186,0	3,7
3. Local Government foreign debt	223,3	0,1	348,9	0,2	262,5	0,1	199,2	0,1	165,7	0,1	47,5	0,0
B. Domestic debt (B1+B2+B3)	32 214,0	17,8	35 545,3	17,9	42 554,4	19,8	55 821,6	24,1	60 549,0	24,2	64 410,8	23,4
1. Central Government domestic debt	23 320,0	12,9	28 160,8	14,2	37 223,7	17,3	50 559,5	21,9	54 216,7	21,6	56 506,5	20,5
2. Domestic debt of Extrabudgetary users	7 659,1	4,2	6 247,5	3,1	3 911,2	1,8	3 935,0	1,7	5 168,2	2,1	6 332,6	2,3
3. Local Government domestic debt	1 234,8	0,7	1 137,0	0,6	1 419,6	0,7	1 327,1	0,6	1 164,1	0,5	1 571,7	0,6
C. General Government total debt (C1+C2+C3)	72 454,4	40,0	81 221,6	40,9	92 795,2	43,2	101 185,2	43,7	102 209,5	40,8	104 049,6	37,8
1. Central Government total debt (A1+B1)	60 752,1	33,5	69 202,7	34,9	79 454,9	37,0	86 974,1	37,6	86 773,3	34,6	85 911,8	31,2
2. Total debt of Extrabudgetary users (A2+B2)	10 244,2	5,7	10 533,1	5,3	11 658,2	5,4	12 684,8	5,5	14 106,4	5,6	16 518,6	6,0
3. Local Government total debt (A3+B3)	1 458,1	0,8	1 485,9	0,7	1 682,1	0,8	1 526,3	0,7	1 329,8	0,5	1 619,3	0,6
Total guarantees of the Republic of Croatia	16 079,2	8,9	15 419,2	7,8	12 262,3	5,7	12 455,1	5,4	14 188,2	5,7	17 418,6	6,3
Foreign guarantees	8 655,3	4,8	8 622,7	4,3	7 710,4	3,6	7 186,7	3,1	6 935,9	2,8	9 550,9	3,5
Domestic guarantees	7 423,8	4,1	6 796,5	3,4	4 551,9	2,1	5 268,5	2,3	7 252,3	2,9	7 867,8	2,9
Total debt of HBOR	3 824,8	2,1	4 925,3	2,5	5 841,5	2,7	7 139,4	3,1	7 686,3	3,1	9 662,4	3,5
Foreign debt of HBOR	3 382,5	1,9	4 597,3	2,3	5 459,3	2,5	6 605,1	2,9	7 338,8	2,9	9 471,7	3,4
Domestic debt of HBOR	442,3	0,2	328,1	0,2	382,2	0,2	534,2	0,2	347,5	0,1	190,7	0,1

Source: Ministry of Finance, CBS for GDP

PUBLIC DEBT AT THE END OF SEPTEMBER 2008

The total public debt of the Republic of Croatia amounted to HRK 122.2 billion at the end of September 2008, thus reaching 40.0 percent of the expected GDP for the year 2008. In comparison with August 2008, public debt was increased by HRK 403.9 million. Total general government debt amounted to HRK 104.1 billion (85.2 percent of total public debt) while total guarantees amounted to HRK 18.1 billion (the remaining 14.8 percent of total public debt).

Total general government debt recorded a increase of HRK 379.2 million in September 2008 compared to the previous month's stock. The foreign component of total general government debt recorded a monthly rise of HRK 378.6 million due to an increase of the foreign debt of extrabudgetary users. The domestic component of total general government debt recorded an increase compared to the previous month's stock in the amount of HRK 600 thousands as a result of a rise of the domestic debt of extrabudgetary users.

According to government level, the largest part of public debt refers to central government (HRK 84.3 billion), the debt of extrabudgetary users amounted to HRK 18 billion and the debt of local government to HRK 1.7 billion. Central government kept the trend of more pronounced domestic borrowing; 67.8 percent of total central government debt was created by domestic borrowing, while 61.8 percent of extrabudgetary users' debt resulted from foreign borrowing.

Total guarantees issued by the Republic of Croatia stood at the level of 6.0 percent of GDP and went up by HRK 24.7 million in comparison with the previous month as a result of an increase of domestic guarantees. Foreign guarantees account for 56.6 percent of total guarantees of the Republic of Croatia.

Total debt of HBOR amounted to HRK 10.4 billion in September 2008 and recorded an increase of HRK 400 million compared to August 2008 as a result of an increase in foreign component of the debt. Total debt of HBOR was almost entirely (98.5 percent) created by foreign borrowings.

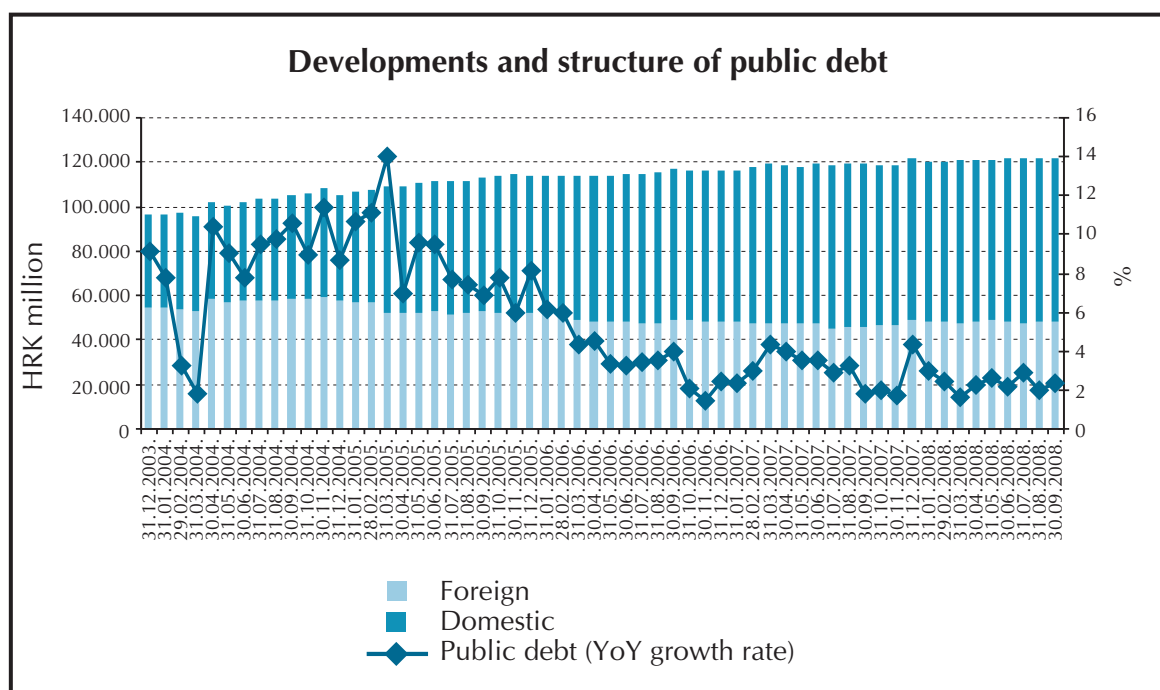


TABLE 21: CONSOLIDATED CENTRAL GOVERNMENT DOMESTIC DEBT
DOMESTIC DEBT STOCK IN 000 (30 SEPTEMBER 2008)

Debt item:	Currency	Stock	Stock / HRK:	Maturity:	Interest rate:
Big Bonds - Series I	HRK	2 179 752	2 179 752	2011	5,00%
Big Bonds - Series II	EUR	32 301	229 587	2011	7,20%
Big Bonds - Series III	EUR	35 143	249 788	2012	7,20%
Bonds - Series 02 D-08	EUR	200 000	1 421 548	2008	6,875%
Bonds - Series 03 D-12	EUR	500 000	3 553 871	2012	6,875%
Bonds - Series 05 D-14	EUR	650 000	4 620 032	2014	5,50%
Bonds - Series 07 D-19	EUR	500 000	3 553 871	2019	5,375%
Bonds - Series 08 D-10	HRK	3 000 000	3 000 000	2010	6,75%
Bonds - Series 09 D-15	EUR	350 000	2 487 709	2015	4,25%
Bonds - Series 10 D-15	HRK	5 500 000	5 500 000	2015	5,25%
Bonds - Series 11 D-13	HRK	4 000 000	4 000 000	2013	4,50%
Bonds - Series 12 D-17	HRK	5 500 000	5 500 000	2017	4,75%
BRA Bonds II	EUR	13 407	95 295	2012	5,00%
BRA Bonds III	EUR	36 441	259 010	2012	7,20%
BRA Bonds IV	EUR	18 352	130 444	2012	5,00%
BRA Bonds V-B	EUR	14 759	104 900	2008	7,00%
Syndicated FX loan I	EUR	500 000	3 553 871	2010	5,65%
Syndicated FX loan II	EUR	532 004	3 781 346	2010	5,98%
Medium and long term debt			44 221 023		
Treasury Bills	HRK	10 906 000	10 906 000		
Other short-term debt	HRK	100 000	100 000		
Short-term debt			11 006 000		
Total debt			55 227 023		

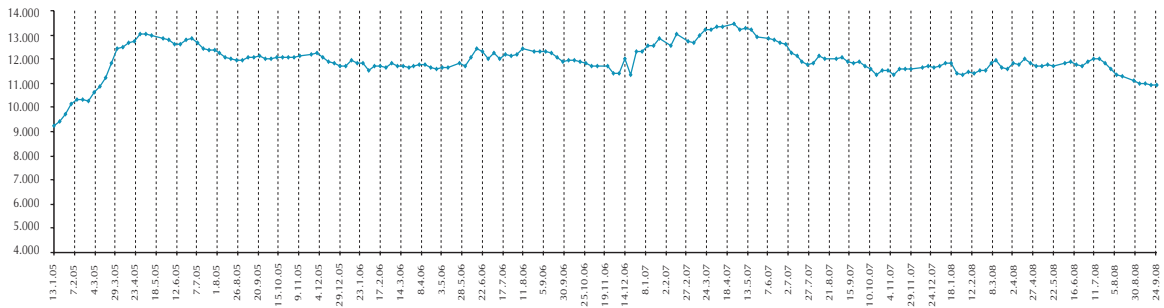
Source: Ministry of Finance

TABLE 22: RESULTS OF TREASURY BILL'S AUCTIONS HELD BY THE MINISTRY OF FINANCE

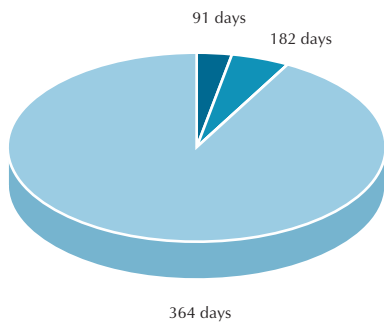
(000 HRK) Day of Auction	91 days			182 days			364 days					
	Size (HRK)	Total bids received (HRK)	Weighted average of the bids received (HRK) / Yielding (%)	Uniform price allocation per 100 HRK (HRK) / Yielding (%)	Size (HRK)	Total bids received (HRK)	Weighted average of the bids received (HRK) / Yielding (%)	Uniform price allocation per 100 HRK (HRK) / Yielding (%)	Size (HRK)	Total bids received (HRK)	Weighted average of the bids received (HRK) / Yielding (%)	Uniform price allocation per 100 HRK (HRK) / Yielding (%)
2.10.2007.	10 000	10 000	99,123/ 3,55%	99,123 / 3,55%	10 000	10 000	98,092 / 3,90%	98,092 / 3,90%	350 000	415 000	96,027 / 4,15%	95,705 / 4,50%
9.10.2007.	10 000	10 000	99,110/ 3,60%	99,110 / 3,60%	10 000	10 000	97,954 / 4,19%	98,068 / 3,95%	255 000	255 000	95,721 / 4,48%	95,705 / 4,50%
16.10.2007.	5 000	5 000	99,098/ 3,65%	99,098 / 3,65%	5 000	25 000	98,033 / 4,02%	98,092 / 3,90%	288 000	333 000	95,743 / 4,46%	95,705 / 4,50%
23.10.2007.	55 000	60 000	99,107/ 3,61%	99,098 / 3,65%	50 000	105 000	98,120 / 3,84%	98,116 / 3,85%	530 000	620 000	95,749 / 4,45%	95,705 / 4,50%
30.10.2007.	55 000	60 000	99,107/ 3,61%	99,098 / 3,65%	100 000	110 000	98,116 / 3,85%	98,116 / 3,85%	261 000	536 000	95,633 / 4,58%	95,705 / 4,50%
6.11.2007.	50 000	50 000	99,110/ 3,60%	99,110 / 3,60%	7 000	7 000	98,116 / 3,85%	98,116 / 3,85%	76 000	76 000	95,497 / 4,73%	95,477 / 4,75%
13.11.2007.	50 000	60 000	99,098/ 3,65%	99,110 / 3,60%	50 000	60 000	98,092 / 3,90%	98,116 / 3,85%	172 000	247 000	95,494 / 4,73%	95,523 / 4,70%
20.11.2007.	10 000	10 000	99,098/ 3,65%	99,110 / 3,60%	10 000	10 000	98,164 / 3,75%	98,164 / 3,75%	222 000	232 000	95,494 / 4,73%	95,341 / 4,90%
27.11.2007.	150 000	150 000	99,110/ 3,60%	99,110 / 3,60%	150 000	150 000	98,164 / 3,75%	98,164 / 3,75%	10 000	22 000	95,231 / 5,02%	95,342 / 4,90%
11.12.2007.	50 000	50 000	99,110/ 3,60%	99,110 / 3,60%	50 000	50 000	98,164 / 3,75%	98,164 / 3,75%	422 000	562 000	95,270 / 4,98%	95,251 / 5,00%
18.12.2007.	10 000	10 000	99,074/ 3,75%	99,074 / 3,75%	10 000	10 000	98,068 / 3,95%	98,068 / 3,95%	358 000	398 000	95,227 / 5,03%	95,160 / 5,10%
2.1.2008.	10 000	10 000	99,098/ 3,65%	99,098 / 3,65%	10 000	10 000	98,068 / 3,95%	98,068 / 3,95%	330 000	332 000	95,203 / 5,05%	95,160 / 5,10%
8.1.2008.	10 000	10 000	99,098/ 3,65%	99,098 / 3,65%	10 000	10 000	98,068 / 3,95%	98,068 / 3,95%	464 000	484 000	95,264 / 4,99%	95,160 / 5,10%
22.1.2008.	150 000	150 000	99,074/ 3,75%	99,074 / 3,75%	150 000	150 000	98,164 / 3,75%	98,164 / 3,75%	12 000	12 000	95,213 / 5,04%	95,205 / 5,05%
5.2.2008.	100 000	100 000	99,074/ 3,75%	99,074 / 3,75%	100 000	100 000	98,164 / 3,75%	98,164 / 3,75%	24 000	45 000	94,883 / 5,41%	95,251 / 5,00%
12.2.2008.	25 000	25 000	99,074/ 3,75%	99,074 / 3,75%	25 000	25 000	98,164 / 3,75%	98,164 / 3,75%	134 000	154 000	95,098 / 5,17%	94,800 / 5,50%
19.2.2008.	25 000	25 000	99,074/ 3,75%	99,074 / 3,75%	25 000	25 000	98,164 / 3,75%	98,164 / 3,75%	105 000	105 000	94,800 / 5,50%	94,800 / 5,50%
4.3.2008.	25 000	25 000	99,013/ 4,00%	99,013 / 4,00%	100 000	100 000	97,805 / 4,50%	97,805 / 4,50%	219 000	229 000	94,720 / 5,59%	94,711 / 5,60%
11.3.2008.	55 000	105 000	99,013/ 4,00%	99,013 / 4,00%	100 000	200 000	97,782 / 4,55%	97,805 / 4,50%	465 000	775 000	94,602 / 5,72%	94,711 / 5,60%
18.3.2008.	55 000	55 000	99,017/ 3,98%	99,013 / 4,00%	50 000	50 000	97,758 / 4,60%	97,758 / 4,60%	129 000	129 000	94,755 / 5,55%	94,711 / 5,60%
25.3.2008.	100 000	120 000	98,888/ 4,51%	98,888 / 4,10%	50 000	50 000	97,758 / 4,60%	97,758 / 4,60%	262 000	262 000	94,720 / 5,59%	94,711 / 5,60%
1.4.2008.	100 000	100 000	98,972/ 4,17%	98,988 / 4,10%	50 000	50 000	97,758 / 4,60%	97,758 / 4,60%	425 000	475 000	94,713 / 5,60%	94,711 / 5,60%
8.4.2008.	50 000	50 000	98,988/ 4,10%	98,988 / 4,10%	50 000	50 000	97,758 / 4,60%	97,758 / 4,60%	265 000	285 000	94,732 / 5,58%	94,711 / 5,60%
15.4.2008.	50 000	50 000	98,988/ 4,10%	98,988 / 4,10%	50 000	50 000	97,758 / 4,60%	97,758 / 4,60%	257 000	277 000	94,705 / 5,61%	94,711 / 5,60%
22.4.2008.	50 000	50 000	98,988/ 4,10%	98,988 / 4,10%	50 000	50 000	97,758 / 4,60%	97,758 / 4,60%	156 000	156 000	94,718 / 5,59%	94,711 / 5,60%
6.5.2008.	50 000	50 000	98,988/ 4,10%	98,988 / 4,10%	200 000	200 000	97,663 / 4,80%	97,567 / 5,00%	374 000	374 000	94,717 / 5,59%	94,711 / 5,60%
13.5.2008.	100 000	100 000	98,925/ 4,36%	98,988 / 4,10%	60 000	60 000	97,575 / 4,98%	97,567 / 5,00%	67 000	67 000	94,746 / 5,56%	94,711 / 5,60%
3.6.2008.	100 000	300 000	98,925/ 4,36%	98,988 / 4,10%	10 000	10 000	97,591 / 4,95%	97,591 / 4,95%	601 000	892 000	94,711 / 5,60%	94,711 / 5,60%
10.6.2008.	100 000	150 000	98,956/ 4,23%	98,988 / 4,10%	40 000	40 000	97,567 / 5,00%	97,567 / 5,00%	408 000	408 000	94,752 / 5,55%	94,711 / 5,60%
1.7.2008.	20 000	20 000	98,891/ 4,50%	98,891 / 4,50%	50 000	50 000	97,473 / 5,20%	97,473 / 5,20%	189 000	189 000	94,807 / 5,49%	94,711 / 5,60%
8.7.2008.	50 000	50 000	98,817/ 4,80%	98,817 / 4,80%	25 000	25 000	97,453 / 5,24%	97,425 / 5,30%	102 000	122 000	94,729 / 5,58%	94,683 / 5,63%
15.7.2008.	50 000	50 000	98,817/ 4,80%	98,817 / 4,80%	5 000	5 000	97,473 / 5,20%	97,473 / 5,20%	187 000	187 000	94,717 / 5,59%	94,711 / 5,60%
22.7.2008.	50 000	50 000	98,817/ 4,80%	98,817 / 4,80%	5 000	5 000	97,473 / 5,20%	97,473 / 5,20%	215 000	215 000	94,717 / 5,59%	94,711 / 5,60%
29.7.2008.	50 000	50 000	98,769/ 5,00%	98,769 / 5,00%	55 000	55 000	97,425 / 5,30%	97,425 / 5,30%	165 000	165 000	94,757 / 5,55%	94,711 / 5,60%
6.8.2008.	10 000	10 000	98,769/ 5,00%	98,769 / 5,00%	5 000	5 000	97,425 / 5,30%	97,425 / 5,30%	328 000	328 000	94,719 / 5,59%	94,711 / 5,60%
26.8.2008.	10 000	10 000	98,769/ 5,00%	98,769 / 5,00%	5 000	5 000	97,496 / 5,15%	97,496 / 5,15%	178 000	213 000	94,576 / 5,75%	94,577 / 5,75%
2.9.2008.	205 000	207 000	98,775/ 4,97%	98,769 / 5,00%	5 000	5 000	97,434 / 5,28%	97,434 / 5,28%	246 000	286 000	94,537 / 5,79%	94,532 / 5,80%
9.9.2008.	10 000	10 000	98,769/ 5,00%	98,769 / 5,00%	10 000	12 000	97,520 / 5,10%	97,520 / 5,10%	272 000	437 000	94,505 / 5,83%	94,532 / 5,80%
16.9.2008.	50 000	50 000	98,769/ 5,00%	98,769 / 5,00%	5 000	5 000	97,473 / 5,20%	97,473 / 5,20%	190 000	230 000	94,509 / 5,83%	94,532 / 5,80%
23.9.2008.	50 000	50 000	98,769/ 5,00%	98,769 / 5,00%	5 000	5 000	97,473 / 5,20%	97,473 / 5,20%	283 000	283 000	94,530 / 5,80%	94,354 / 6,00%
30.9.2008.	50 000	50 000	98,769/ 5,00%	98,769 / 5,00%	5 000	5 000	97,473 / 5,20%	97,473 / 5,20%	5 000	5 000	93,912 / 6,50%	

Source: Ministry of Finance

T-Bill's Outstanding Debt

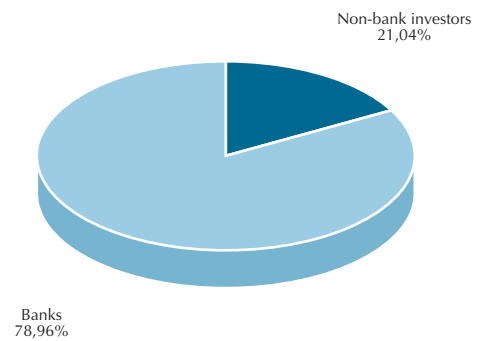


Structure of outstanding T-Bill's on 30 September 2008



Structure of bids accepted according to buyers

T-Bill's Auctions



Annual yield on T-Bills

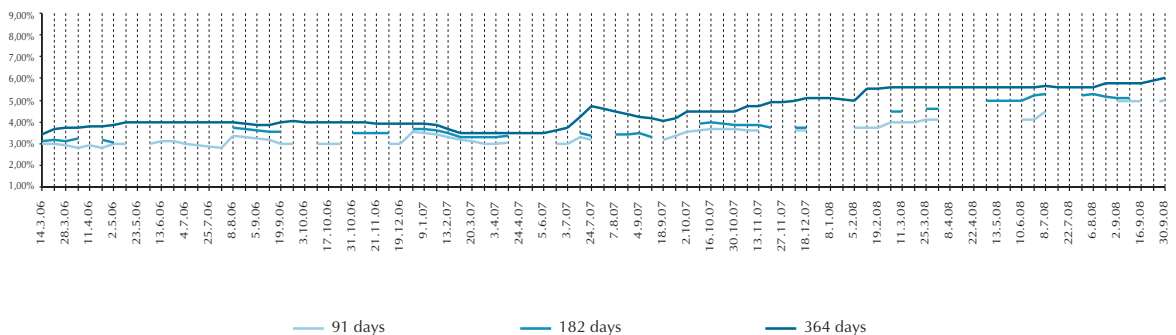


TABLE 23: BALANCE SHEET OF PUBLIC ENTERPRISES

	Croatian Railways		HEP		Croatian forests		Jadrolinija		Croatian Postal Service		Narodne novine		INA		Ploypout	
	31.12.07	31.12.06	31.12.07	31.12.06	31.12.07	31.12.06	31.12.07	31.12.06	31.12.07	31.12.06	31.12.07	31.12.06	31.12.07	31.12.06	31.12.07	31.12.06
ASSETS																
1. Claims on unpaid share equity	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2. Non-current assets	12 495 014	11 683 443	28 047 709	26 577 627	1 343 379	1 216 127	894 158	840 298	884 121	906 986	196 821	190 666	16 384 664	14 371 036	112 044	116 786
2.1. Intangible assets	25 728	25 019	413 921	307 039	19 807	9 193	0	1	4 443	5 250	8 483	3 607	654 903	678 246	947	3 787
2.2. Tangible assets	11 456 689	10 762 885	25 844 115	24 411 755	1 286 964	1 168 026	889 847	835 986	475 865	513 653	170 030	165 975	12 623 167	11 464 579	104 500	107 868
2.3. Financial assets	923 976	795 270	1 702 499	1 777 697	35 906	38 206	4 311	4 311	369 391	351 553	15 002	17 402	2 557 738	1 512 830	6 597	5 131
2.4. Long term receivables	88 621	100 269	87 174	81 136	702	702	0	0	34 422	36 530	3 306	3 682	548 856	715 381	0	0
3. Current assets	1 790 554	1 462 803	3 022 473	2 758 020	766 145	663 407	110 590	119 075	473 187	412 162	246 768	223 311	6 448 551	5 714 185	30 448	19 503
3.1. Inventories	971 385	917 029	1 091 662	962 590	121 983	117 240	21 264	21 083	27 775	24 345	35 951	41 435	2 580 695	2 367 241	4 094	4 236
3.2. Receivables	512 049	413 984	1 515 754	1 568 233	510 107	480 392	75 805	79 245	177 568	180 234	61 828	65 961	3 382 137	2 960 356	9 162	8 341
3.3. Financial assets	16 604	15 855	250 335	72 421	108 090	45 930	55	137	133 700	120 532	141 420	106 112	186 666	160 088	13 561	3 589
3.4. Cash and cash equivalents	290 516	115 935	164 722	154 776	25 965	19 845	13 466	18 610	134 144	87 051	7 569	9 803	299 053	226 500	3 631	3 337
4. Prepayments and accrued income	12 458	0	0	0	611	534	13 778	15 403	32 590	220	842	855	150 991	208 133	244	44
5. Loss above the value of equity	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
6. TOTAL ASSETS	14 298 026	13 146 246	31 070 182	29 335 647	2 110 135	1 880 068	1 018 526	974 776	1 389 898	1 319 368	444 431	414 832	22 984 206	20 293 354	142 736	136 333
7. Off balance sheet assets	5 189 446	5 214 336	2 496 300	2 371 640	37 468 232	35 716 186	0	0	106 858	128 274	3 151	3 792	11 706 263	13 039 289	11 392	11 435
EQUITY AND LIABILITIES																
1. Equity and reserves	6 692 638	4 155 714	18 135 177	18 151 118	1 268 354	1 203 439	488 441	575 081	996 091	982 564	350 708	331 762	12 591 678	11 569 326	106 951	91 079
1.1. Paid-up share equity	5 277 080	4 087 433	19 792 159	19 792 159	1 171 670	1 171 670	209 054	209 054	878 827	878 827	204 792	204 792	9 000 000	9 000 000	111 546	111 546
1.2. Share premium	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1.3. Revaluation reserve	0	0	-2 035 736	-2 031 587	0	0	62 964	64 713	13 565	1 281	12 193	14 508	229 442	66 561	1 896	0
1.4. Reserves	1 324 206	2 799	227 618	205 938	0	0	188 610	275 834	77 925	76 256	109 264	96 257	1 951 886	1 951 886	0	0
1.5.1. Retained earnings	65 482	50 215	125 130	0	31 769	2 405	25 480	21 996	24 531	24 531	3 197	0	420 045	0	2 464	2 465
1.5.2. Retained losses brought forward	0	0	0	57 270	0	0	0	0	0	0	0	0	0	0	0	0
1.6.1. Profit for the year	25 870	15 267	26 006	241 878	64 915	29 364	2 333	3 484	1 243	1 669	21 262	16 205	990 305	669 484	7 008	20 489
1.6.2. Loss for the year	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	2 443
2. Long term provisions	0	0	511 317	967 834	215 689	104 855	2 117	2 117	138 703	85 798	17 759	4 235	1 395 580	1 171 529	1 490	856
3. Non-current liabilities	3 149 335	3 827 754	8 601 941	7 533 393	178 925	107 700	287 656	259 671	21 990	23 457	1 475	1 550	3 131 693	1 523 242	2 131	2 405
4. Current liabilities	1 410 135	1 293 280	3 821 747	2 683 302	442 675	458 603	138 233	136 797	188 043	175 159	66 777	69 126	5 735 028	5 766 361	7 495	13 152
5. Accruals and deferred income	3 045 918	3 869 498	0	0	4 492	5 471	102 079	1 110	45 071	52 390	7 712	8 159	130 227	262 896	24 669	28 841
6. TOTAL EQUITY AND LIABILITIES	14 298 026	13 146 246	31 070 182	29 335 647	2 110 135	1 880 068	1 018 526	974 776	1 389 898	1 319 368	444 431	414 832	22 984 206	20 293 354	142 736	136 333
7. Off balance sheet liabilities	5 189 446	5 214 336	2 496 300	2 371 640	37 468 232	35 716 186	0	0	106 858	128 274	3 151	3 792	11 706 263	13 039 289	11 392	11 435

*preliminary data

TABLE 24: PROFIT AND LOSS STATEMENT OF PUBLIC ENTERPRISES

	Croatian Railways		HEP		Croatian forests		Jadrolinija		Croatian Postal Service		Narodne novine		INA		Ploput	
	I.-XII. 07	I.-XII. 06	I.-XII. 07	I.-XII. 06	I.-XII. 07	I.-XII. 06	I.-XII. 07	I.-XII. 06	I.-XII. 07	I.-XII. 06	I.-XII. 07	I.-XII. 06	I.-XII. 07	I.-XII. 06	I.-XII. 07	I.-XII. 06
Operational income	3 686 905	3 625 567	10 815 498	10 247 257	2 136 896	2 295 763	819 345	776 718	1 509 095	1 482 033	23 393 867	21 845 287	410 682	474 256	77 073	59 483
Domestic sales income	653 092	634 863	9 226 330	8 934 769	1 496 903	1 398 959	359 655	351 304	1 441 243	1 404 448	14 975 083	14 352 248	372 167	459 551	15 329	10 374
Exports income	744 356	670 098	593 319	763 370	1 47 368	111 361	141 805	135 524	28 352	16 074	7 675 427	6 973 838	84	128	50 754	42 330
Subsidies and donations	1 818 700	2 122 203	0	0	307	325	317 879	288 913	8 101	13 644	0	0	25	0	3 394	2 661
Own costs capitalised	4 342	14 344	186 125	144 452	401 429	683 040	0	0	793	621	12 610	25 797	4 767	4 936	663	989
Other operating income	466 415	184 059	809 724	404 666	90 889	102 078	6	977	30 606	47 246	730 747	493 404	33 639	9 641	6 933	3 129
Operational costs	3 483 242	3 578 902	10 610 691	9 846 609	2 114 220	2 308 555	826 730	765 769	1 648 295	1 564 342	22 300 248	21 099 219	389 188	454 047	67 806	60 848
Material costs	1 255 186	1 358 715	6 400 311	5 398 090	687 509	681 436	462 949	432 404	1 648 295	1 564 342	17 961 895	17 179 516	257 486	324 669	12 130	10 934
Staff costs	1 401 124	1 364 189	1 645 229	1 575 249	1 003 709	911 018	192 762	181 466	290 420	246 094	1 639 078	1 519 521	70 963	74 359	33 018	31 702
Depreciation and amortisation	255 911	424 359	1 592 366	1 781 069	98 226	96 545	77 594	62 311	59 236	61 726	1 091 061	763 549	17 619	18 360	8 405	8 465
Current assets adjustments	97 285	19 553	126 617	158 015	21 412	39 646	0	515	1 640	1 996	329 844	471 006	8 180	10 344	3 247	32
Provisions for charges and risks	0	0	22 086	53 002	55 500	49 696	0	0	61 128	76 395	70 064	5 778	14 116	592	1 490	0
Other operational costs	473 736	412 086	825 077	882 255	265 061	511 258	93 425	89 073	1 44 860	1 43 332	1 190 379	1 277 130	20 795	24 220	9 516	9 715
Financial income	24 345	11 855	97 930	104 394	19 099	27 449	4 416	5 204	169 300	91 784	627 796	507 813	9 659	4 584	992	611
Financial expense	202 058	224 676	195 745	186 922	14 307	11 901	18 904	16 919	28 857	7 806	520 986	410 120	537	552	2 568	1 689
Income on ordinary activities	3 711 250	3 637 422	10 913 428	10 351 651	2 155 995	2 323 212	823 761	781 922	1 678 395	1 573 817	24 021 663	22 353 100	420 341	478 840	78 065	60 094
Expenses on ordinary activities	3 685 300	3 803 578	10 806 436	10 033 531	2 128 527	2 320 456	845 634	782 688	1 677 152	1 572 148	22 821 234	21 509 339	389 725	454 599	70 374	62 537
Profit on ordinary activities	25 950	0	106 992	318 120	27 468	2 756	0	0	1 243	1 669	1 200 429	843 761	30 616	24 241	7 691	0
Loss on ordinary activities	0	166 156	0	0	0	0	21 873	766	0	0	0	0	0	0	0	2 443
Income on non-ordinary activities	0	233 682	0	0	80 260	58 274	30 351	8 266	0	0	0	0	5 845	3 947	0	0
Expenses on ordinary activities	0	52 259	0	0	36 470	31 666	4 305	2 786	0	0	0	0	8 049	5 474	0	0
Profit on non-ordinary activities	0	181 423	0	0	43 790	26 608	26 046	5 480	0	0	0	0	2 204	1 527	0	0
Loss on non-ordinary activities	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total income	3 711 250	3 871 104	10 913 428	10 351 651	2 236 255	2 381 486	854 112	790 188	1 678 395	1 573 817	24 021 663	22 353 100	426 186	482 787	78 065	60 094
Total expenses	3 685 300	3 855 837	10 806 436	10 033 531	2 164 997	2 352 122	849 939	785 474	1 677 152	1 572 148	22 821 234	21 509 339	397 774	460 073	70 374	62 537
Profit before taxes	25 950	15 267	106 992	318 120	71 258	29 364	4 173	4 714	1 243	1 669	1 200 429	843 761	28 412	22 714	7 691	0
Loss before taxes	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	2 443
Profit tax	80	0	15 101	109 779	6 343	0	1 840	1 230	0	0	210 124	174 277	7 150	6 509	683	0
Other taxes	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Profit after taxes	25 870	15 267	91 891	208 341	64 915	29 364	2 333	3 484	1 243	1 669	990 305	669 484	21 262	16 205	7 008	0
Loss after taxes	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	2 443
Profit on net monetary position	0	0	0	33 537	0	0	0	0	0	0	0	0	0	0	0	0
Loss on net monetary position	0	0	65 885	0	0	0	0	0	0	0	0	0	0	0	0	0
PROFIT FOR THE YEAR	25 870	15 267	26 006	241 878	64 915	29 364	2 333	3 484	1 243	1 669	990 305	669 484	21 262	16 205	7 008	0
LOSS FOR THE YEAR	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	2 443

TABLE 25: TRADE PAYABLES AND TRADE RECEIVABLES OF PUBLIC ENTERPRISES

	Croatian Railways		HEP		Croatian forests		Jadrolinija		Croatian Postal Service		Narodne novine		Ployput		Croatia osiguranje		
	31.12.07	31.12.06	31.12.07	31.12.06	31.12.07	31.12.06	31.12.07	31.12.06	31.12.07	31.12.06	31.12.07	31.12.06	31.12.07	31.12.06	31.12.07	31.12.06	
(000 HRK)																	
1. TRADE PAYABLES	382 276	301 062	1 562 212	1 047 883	117 533	161 922	104 465	110 357	37 991	36 397	42 712	49 156	1 023	1 918	69 500	100 105	
1.1. Overdue trade payables	133 934	103 575	582 836	119 282	29 052	50 435	83 572	88 286	6 736	4 352	2 956	12 607	405	652	69 500	93 906	
2. AMOUNTS PAYABLE IN RESPECT TO INVESTMENTS	377 496	299 310	1 017 617	663 125	25 065	30 217	3 740	1 039	4 312	5 362	3 129	234	1 012	103	959	674	
3. TOTAL AMOUNTS PAYABLE (1.+2.)	759 772	600 372	2 579 829	1 711 008	142 598	192 139	108 205	111 396	42 303	41 759	45 841	49 390	2 035	2 021	70 459	100 779	
3.1. Overdue total amounts payable	222 032	214 702	896 109	134 895	34 102	55 985	86 564	89 117	6 789	4 422	3 012	12 831	742	702	70 459	100 779	
domestic	206 272	213 799	803 500	111 039	34 102	55 985	80 520	83 605	6 267	3 710	2 891	12 831	742	702	65 641	94 580	
foreign	15 760	903	92 609	23 856	0	0	6 044	5 512	522	712	121	0	0	0	4 818	6 199	
4. PAYABLES TO THE BUDGET BENEFICIARIES	0	0	0	0	0	0	39	0	844	740	852	654	9	123	22 963	26 182	
4.1. Overdue payables to the budget beneficiaries	0	0	0	0	0	0	39	0	97	26	0	17	9	123	841	2 426	
5. TRADE RECEIVABLES	315 968	196 731	1 227 288	1 323 312	391 708	367 773	17 970	19 024	157 886	153 502	89 549	113 150	7 461	7 028	551 717	602 016	
5.1. Overdue trade receivables	215 815	188 409	976 410	1 088 086	275 212	256 805	16 173	17 122	28 674	44 022	48 115	67 694	5 228	6 466	487 032	592 473	
domestic buyers	201 305	183 020	976 410	1 088 086	261 033	246 945	13 344	13 000	25 186	41 646	47 979	67 687	634	1 337	467 315	559 909	
foreign buyers	14 510	5 389	0	0	14 179	9 860	2 829	4 122	3 488	2 376	136	7	4 594	5 129	19 717	32 564	
6. RECEIVABLES FROM THE BUDGET BENEFICIARIES	0	0	80 816	90 273	2 431	1 423	9 915	11 966	34 922	46 890	20 675	33 828	0	0	441	2 714	
6.1. Overdue receivables from the budget beneficiaries	0	0	32 876	45 139	1 102	1 347	9 915	11 966	2 465	9 480	7 244	17 480	0	0	315	1 513	

*preliminary data

NOTES ON METHODOLOGY

CROLEI Index

Based on the so-called leading indicators, the Economic Institute in Zagreb and the Ministry of Finance compile the **CROLEI (CROatian Leading Economic Indicator)**, a composite forecast index created in accordance with the methodology of the National Bureau of Economic Research in the United States. The index predicts standard economic cycles as well as economic growth cycles in Croatia using the industrial production volume index as the reference series. In November of 2007, a thorough revision of the system of indicators, methodological procedures and CROLEI index itself took place.

The new revised index combines seven best-performing leading indicators, whose average prognostic power has increased significantly compared to the previous index, with an average prediction time of eight months in relation to the referent series. The revised index includes three components of the previous prognostic measure indicating the reliability of the method of indicators. According to the standards of the method, this represents a very stable and highly significant relation between the indicator and the referent series, which greatly helps the overall economic activity forecasting. The seven leading indicators included in the calculation of the new CROLEI index are: unemployment benefits beneficiaries, retail trade turnover, producers' price indices in the EU-25, unconsolidated budget revenues, total cash of participants in the payment system, loans to households and cash market interest rate on kuna credits not indexed to foreign currency.

In addition to CROLEI, the diffusive index is compiled as well and it is compatible with CROLEI. Its trend efficiently predicts changes in the trend of the economy.

General note for the tables from 2 to 19:

The data are on the cash basis.

Table 2: Budgetary Central Government Revenues

(**Budgetary Central Government** according to the GFS 2001 methodology is equivalent to the **State Budget** in terms of the Budget Act ("Official Gazette" 96/2003).)

Budgetary Central Government revenue (1), according to the International Monetary Fund's GFS 2001 methodology (Government Finance Statistics), is an increase in net worth resulting from a financial transaction in relation to Government. According to this methodology, Budgetary Central Government revenues are composed of main categories as follows: taxes (11), social contributions (12), grants (13) and other revenue (14).

Taxes (11) are compulsory transfers to the Government sector, composed of following categories:

- *Taxes on income, profits and capital gains (111)* are attributed either to individuals (1111) who pay income tax or to corporations and other enterprises (1112) that pay profit tax. In cases when the information needed to determine to which of the mentioned categories taxes should be attributed is not available, the taxes are treated as not allocable (1113).
- *Taxes on payroll and workforce (112)* consist of taxes that are collected from employers or self-employed persons, either as a proportion of payroll size or as a fixed amount per person, and are not earmarked for social security schemes. Since this category doesn't exist in the tax system of the Republic of Croatia, it is not published in the report on Budgetary Central Government Revenues.
- *Taxes on property (113)* include taxes on the use, ownership or transfer of wealth. According to GFS 2001 methodology, it encompasses recurrent taxes on immovable property (1131), recurrent taxes on estate, inheritance and gifts (1133) as well as taxes on financial and capital transactions (1134). In the report on Budgetary Central Government Revenues, this category consists only of taxes on property.
- *Taxes on goods and services (114)* include all taxes levied on the production, extraction, sale, transfer, leasing or delivery of goods and rendering of services. Taxes on goods and services include: general taxes on goods and services (1141) that are divided into value added tax (11411), sales tax (11412) and turnover and other general taxes on goods and services (11413); excises (1142); profits on fiscal monopolies (1143); taxes on specific services (1144); taxes on use of goods and on permission to use goods or perform activities (1145); and other taxes on goods and services (1146). Taxes on specific services (1144) include all taxes levied on payments for specific services, such as taxes on transport charges, insurance premiums, banking services, entertainment and advertising charges. Taxes on use of goods and on permission to use goods or perform activities (1145) include various business and professional licences.
- *Taxes on international trade and transactions (115)* include customs and other import duties collected on goods entering the country or services delivered by non-residents to residents. This item also includes taxes on exports, profits on export or import monopolies, exchange profits, exchange taxes and other taxes on international trade and transactions.
- *Other taxes (116)* cover revenue from taxes levied predominantly on bases other than those described under previous tax headings. It also includes revenue from unidentified taxes that can't be classified in one of the mentioned tax categories.

Social contributions (12), within the tax system of the Republic of Croatia, encompass relevant contributions to social security schemes (121), which are classified according to source of contribution as follows:

- *Employee contributions (1211)* are either paid directly by employees or are deducted from employees' wages and salaries and transferred on their behalf by the employer.
- *Employer contributions (1212)* are paid directly by employers on behalf of their employees.
- *Self-employed or non-employed contributions (1213)* are paid by contributors who are not employees.
- *Unallocable contributions (1214)* are those contributions whose source cannot be determined (For 2002, most data in the table falls into this category because at the time the same contributions were paid partly by the employee and partly by the employer and it was impossible to separate the two).

Grants (13) are non-compulsory current or capital transfers received by a government unit from other general government units, foreign governments or international organization.

Other revenues (14) are composed of property income (141), sales of goods and services (142), fines, penalties and forfeits (143), voluntary transfers other than grants (144) and miscellaneous and unidentified revenue (145).

Property income (141) includes a variety of forms of revenue that government units earn from financial and/or nonproduced assets that they own: interest (1411), dividends (1412), withdrawals from income of quasi-corporations (1413), property income from insurance policyholders (1414) and rent (1415), which is property income received from the lease of land and other naturally occurring assets. Revenues from sales of goods and services (142) refer to sales by market establishments (1421) owned by government which carry out only a single productive activity or the principal productive activity accounts for most of the value added; then administrative fees (1422) and incidental sales by non-market establishments (1423).

Voluntary transfers other than grants (144) include gifts and voluntary donations from individuals, private non-profit institutions, nongovernmental foundations, corporations and any other source other than governments and international organizations.

As of 1st of July 2001, Budgetary Central Government revenues include pension insurance contributions, which were, prior to that revenue of the Croatian Institute for Pension Insurance. Also, as of 1st of January 2002, health insurance contributions and employment contributions, which were prior to that revenues of the Croatian Employment Service and the Croatian Health Insurance Institute, are included in the Budgetary Central Government. All mentioned revenues are classified according to the GFS 2001 methodology.

By the end of 2001, two new extra-budgetary funds were founded: the Regional Development Fund as well as the Development and Employment Fund. They took over some of the Budgetary Central Government activities as well as the receipts from privatisation of public enterprises. As of 1st of January 2003, these funds have been included in the coverage of the Budgetary Central Government.

Since 2007 all the transactions of the Croatian Institute for Pension Insurance, the Croatian Health Insurance Institute and the Croatian Employment Service) have been included in the Budgetary Central Government.

Table 3: Budgetary Central Government Expense

Budgetary Central Government Expense (2) is, according to the International Monetary Fund's GFS 2001 (Government Finance Statistics) methodology, a decrease in net worth resulting from a financial transaction in relation to Government. According to this methodology, Budgetary Central Government expenses are composed of the following main categories: compensation of employees (21), use of goods and services (22), consumption of fixed capital (23), interest (24), subsidies (25), grants (26), social benefits (27) and other expense (28).

Compensation of employees (21) is the total remuneration, in cash or in kind, payable to a government employee. It includes both wages and salaries (211) and social contributions (212) made on behalf of employees to social insurance schemes.

Use of goods and services (22) represents the total value of goods and services purchased by government sector for use in a production process or acquired for resale less the net change in inventories of those goods and services.

Consumption of fixed capital (23) is the decline during the course of an accounting period in the value of fixed assets, as a result of physical deterioration, normal obsolescence or normal accidental damage. Namely, consumption of fixed capital is not included in budgetary reports because such data are still not available for the report purposes, according to the GFS 2001 methodology.

Interest (24) is an expense resulting from a government unit borrowing funds from another unit. Total interest payable is subdivided into interest payable to non-residents (241), interest payable to residents other than general government (242) and interest payable to other general government units (243).

Subsidies (25) are current non-repayable payments that government makes to enterprises based on the level of their production activities or the quantities or values of goods or services they produce, sell, export or import. Subsidies also include transfers to public corporations and quasi-corporations aimed to compensate for losses arising from pricing policies that reflect deliberate government economic and social policy by charging prices that are lower than the average cost of production. Subsidies are classified by recipient type: whether it is a public financial/nonfinancial enterprise (251) or private financial/nonfinancial enterprise (252).

Grants (26) are non-compulsory current or capital transfers, in cash or kind, classified by type of recipients: grants to foreign government (261), grants to international organizations (262) and grants to other general government units (263).

Social benefits (27) are defined as current transfers, classified according the type of scheme governing their payment:

- *Social security benefits (271)* are social benefits payable to households by social security schemes. Typical social security benefits in cash include sickness and invalidity benefits, maternity allowances, children's or family allowances, unemployment benefits, retirement and survivors' pensions. In-kind benefits from insurance include goods and services acquired on the market for the household, or reimbursement for household expenses for that purpose. Medical or dental treatments, surgery, hospital accommodation, pharmaceutical products, home care and similar goods and services fall into this category.
- *Social assistance benefits (272)* are transfers payable to households and aimed to cover the same needs as social insurance benefits but that are not subject to social insurance schemes. Social assistance benefits may be paid in cases when no social insurance scheme exists to cover the circumstances in question, when households do not participate in existing social insurance schemes, or when social insurance benefits are inadequate to meet particular needs. In the Republic of Croatia, a larger part of this category refers to child allowances, various aids to families and households, disabled persons, etc. Grants in kind include co-financing of transportation costs, home care, accommodation, food and other similar goods and services.
- *Employer social benefits (273)* are social benefits payable by government to their employees similar to social insurance schemes. In the Republic of Croatia, a major part of this category relates to severance payments.

Other expense (28) is subdivided into two main categories:

- *Property expense other than interest (281)* may take the form of dividends (as distributions of profits by public corporations to their shareholders or owners), withdrawals from income of quasi-corporations, property income from insurance policyholders or rent (as the expense related to the lease of land, subsoil assets and other nonproduced naturally occurring assets). Rent of land is the most important in this category.
- *Miscellaneous expense (282)* includes a number of current or capital transfers such as: current transfers to non-profit institutions, payments of compensation for injuries or damages caused by natural disasters or caused by general government units, scholarship, purchases of goods and services from market producers that are distributed directly to households for consumption (except social benefits), capital grants to enterprises and non-profit institutions serving households for the acquisition of nonfinancial assets or coverage of accumulated losses, capital grants to households for construction and reconstruction purposes, etc.

As of 1st of July 2001, Budgetary Central Government expense includes the expense for domestic pensions, which was prior to that expense of the Croatian Institute for Pension Insurance.

As of 1st of January 2002, Budgetary Central Government expense includes the expense originating from employment rights as well as expense based on health insurance, which were prior to that expenses of the Croatian Employment Service and Croatian Health Insurance Institute respectively.

As of 1st of January 2004, Budgetary Central Government expense includes the expense for foreign pensions, which was prior to that expense of the Croatian Institute for Pension Insurance.

All mentioned expenses are classified according to the GFS 2001 methodology.

As of 1st of January 2003, the coverage of the Budgetary Central Government is expanded by classifying the Regional Development Fund and the Development and Employment Fund as budget users, which were prior to that classified as extrabudgetary funds.

Since 2007 social security funds (Croatian Institute for Pension Insurance, Croatian Health Insurance Institute and Croatian Employment Service) have been included in the coverage of Budgetary Central Government.

Table 4: Transactions in Nonfinancial Assets of Budgetary Central Government

Nonfinancial assets (31) usually occur as outputs from a production process, as natural resources or as a creation of society. Depending on that, nonfinancial assets are classified as produced and nonproduced nonfinancial assets. According to GFS 2001 methodology, all assets, including nonfinancial assets, as well as liabilities are observed from several aspects using different classifications identified by different codes. Those classifications are then further subdivided in groups according to categories of assets/liabilities which are identical among classifications. Namely, GFS 2001 observes assets and liabilities from the aspects of: transactions (classification 3); gains/losses from holdings of assets and liabilities (classification 4); other flows in assets/liabilities (classification 5); and stocks (classification 6). Currently, not all the data needed to produce classifications 4, 5 and 6 are available in the Republic of Croatia. As a result, the reports include only data on transactions (code 31 for nonfinancial assets). In this sense, the following definitions and codes should be acknowledged.

Produced nonfinancial assets are composed of following components, according to GFS 2001:

- *Fixed assets (311)* represent produced assets that are used repeatedly or continuously in the production process for more than one year. Fixed assets are composed of three main categories:
 - buildings and structures (3111), which by the existing chart of account also includes the subgroup of construction objects;
 - machinery and equipment (3112), which by existing chart of accounts also includes the subgroup of transportation machinery as well as the subgroup of books, artworks and other art values;
 - other fixed assets (3113), which also includes cultivated assets (animal stock, plantations) as well as nonmaterial produced assets (investment in computer programs, science works etc.)
- *Inventories (312)* represent goods and services held by producers for sale, use in production or other use at a later date. Inventories are classified as strategic stocks (which include goods held for strategic and emergency purposes, goods held within organizations acting as market regulators as well as goods of special national interest) and other inventories (which consist of materials and supplies used in production process, work in progress, finished goods and goods for resale). Usually, those transactions appear with a small share in the budget.
- *Valuables (313)* are produced goods of considerable value that are acquired and held over time primarily as stores of value and not for purposes of production or consumption (precious stones, paintings, sculptures etc.).

Nonproduced nonfinancial assets (314) consist of tangible, naturally occurring assets over which ownership rights are enforced, and intangible nonproduced assets (3144) which are of social origin (patents, leasing contracts, goodwill etc.). Naturally occurring assets include land (3141), subsoil assets (3142) and other naturally occurring assets (3143), e.g. electro-magnetic frequencies.

All transactions that increase the value of a certain fixed asset are called **acquisitions**, while transactions that reduce the value of a certain category are called **disposals**. In order to record separately acquisitions and disposals, additional sub-codes are added after the code's decimal point (comma): number 1 to denote acquisitions and number 2 to denote disposals.

For example, the construction of a school building or a hospital is treated as an acquisition of fixed assets, i.e. buildings and structures (3111,1), while sales of public flats are denoted as sales of fixed assets (3111,2). Similarly, purchases of cars and computer equipment are treated as acquisitions of fixed assets, namely under machinery and equipment (3112,1) while sales of the same are denoted as sales of fixed assets (3112,2). As an exception according to the GFS 2001 methodology, inventories are presented only as net changes resulting from transactions and not as gross values for acquisitions and disposals.

Table 5: Transactions in Financial Assets of Budgetary Central Government

Financial assets (32) consist of financial claims, monetary gold and special drawing rights (SDR).

Financial claims are defined as financial assets which entitles one unit (creditor) to receive one or more payments from another unit (debtor) according to the terms of the agreement. Claims can figure as claims on other units, domestic (321) or foreign (322). The classification of financial assets is primarily based upon the degree of liquidity and legal characteristics of the instruments that describe the underlying creditor-debtor relationships: currency and deposits, securities other than shares, loans, shares and other equity, insurance technical reserves, financial derivatives and other accounts receivable.

Monetary gold and SDRs are not financial claims, which mean that they are not the liability of any other unit. They do, however, provide economic benefits by serving as a store of value and they are used as a means of payment to settle financial claims and finance other types of transactions. As a result, they are, by convention, treated as financial assets.

All transactions that increase a unit's holdings of assets are labelled as **acquisitions** and all transactions that decrease a unit's holdings of assets are labelled as **disposals**. According to GFS 2001, it is customary to present only net acquisition of financial assets but here the data is presented through acquisitions and disposal due to transparency. The same coding system described in nonfinancial assets is also used for financial assets. For example, government loans to domestic units should be classified as acquisition of financial assets (3214,1) and their repayment by domestic units to government should be classified as disposal of financial assets (3214,2). Also, privatisation is a typical example of transactions in financial assets. Namely, sales of domestic public enterprise shares (privatisation) should be recorded as disposals of shares and other equity (3215,2) and purchase of some enterprise shares by government should be recorded as acquisitions of shares and other equity (3215,1).

Table 6: Transactions in Liabilities of Budgetary Central Government

Upon the creation of a financial claim of the creditor, the debtor, as the counterpart of the financial asset, simultaneously incurs a **liability (33)** of equal value. As well as transactions in financial assets, transactions in liabilities are defined as domestic (331) or foreign liabilities (332). The classification of liabilities is primarily based upon the degree of liquidity and legal characteristic of the instruments that describe the underlying creditor-debtor relationships: currency and deposits, securities other than shares, loans, shares and other equity (only of public corporations so they don't appear in the budget), insurance technical reserves, financial derivatives and other accounts receivable.

Transactions that increase the level of liabilities are referred to as **incurrence** of liabilities, while transactions that decrease the level of liabilities are referred to as **repayment**. As in the case of financial assets and due to transparency, the reports present gross repayments (denoted by number 1) and incurrence (denoted by number 2). For example, bonds issued by government in the foreign financial market are classified as foreign incurrence of securities other than shares (3323,2), and their redemptions should be recorded as repayment of securities other than shares (3323,1). Also, when the government borrows from domestic units, this transaction should be recorded as incurrence of loans (3314,2) and their redemption should be recorded as repayment of loans (3314,1). The only exception are repayments of short-term loans and the amortization of short-term securities performed within the same year that are, according to Article 77, point (3) of the Budget Accounting and Chart of Accounts Ordinance ("Official Gazette" 27/2005 and 127/2007), presented as net value, hence as a reduction in incurrence rather than as a repayment.

The result of net transactions in liabilities (33) and net transactions in financial assets (32) is defined as financing.

Table 7: Transactions in financial assets and liabilities, by sectors

Table 7 represents a summary of transactions in financial assets and liabilities by sector. Data for Budgetary Central Government, Extrabudgetary funds and Consolidated Central Government is published monthly, while data for Local Government and Consolidated General Government is published quarterly.

Table 8-8B

According to the GFS 2001 methodology, the Statement of Budgetary Central Government Operations details data on transactions in revenues (1), transactions in expenses (2), net transactions of nonfinancial assets (31), net transactions of financial assets (32) and net transactions of liabilities (33).

Operating balance is equal to revenue (1) minus expense (2).

Operating balance represents a measure of total cost of public goods and services. Positive operating balance increases net worth of the public sector indicating an excess of resources which are direct result of current operations and which can be used to acquire assets and/or to reduce liabilities. On the other hand, negative operating balance indicates a shortage of resources which is the result of current operations and, which reduces net worth and thus results as an increase in liabilities and/or sales of assets. Hence, operating balance is the indicator of sustainability of current government operations, but it is not necessarily an indicator of sustainability of future government operations. Value of operating balance is close to current deficit/surplus as defined according to GFS 1986. **Net operating balance** equals revenue (1) minus expense (2). The **gross operating balance** equals revenue (1) minus expense (2) other than consumption of fixed capital (23). In Croatia, the gross and net operating balance is the same due to the lack of data on consumption of fixed capital.

Primary operating balance is equal to operating balance (revenue minus expense) augmented by interest expense and serves as an indicator of current fiscal policy considering that it does not include interest expense and hence excludes effects of past deficits and accumulated public debt from the balance.

Net lending/borrowing is equal to operating balance minus net acquisition of nonfinancial assets. Net lending/borrowing is also equal to net acquisition of financial assets minus net incurrence of liabilities or in other words, the amount of net lending/borrowing is financed with the difference between the net incurrence of liabilities and net acquisition of financial assets. This measure can serve as an indicator of financial effect of government operations to the rest of the economy: positive net lending/borrowing implies that the government is placing financial assets to domestic sectors or abroad, while negative net lending/borrowing implies an incurrence of liabilities from domestic sectors or abroad by the government.

Tables 9-14

According to Article 3 of the Budget Act ("Official Gazette" 96/2003), extrabudgetary users are extrabudgetary funds, enterprises and other legal entities in which the central or local government has decisive management control. An extrabudgetary fund is an extrabudgetary user; a legal entity created by law and financed by specific contributions and other revenues.

The Croatian Institute for Pension Insurance, Croatian Health Insurance Institute, Croatian Employment Service and the public enterprise "Croatian Waters" have been classified as extrabudgetary funds since 1994. By the end of 2001 two more funds were created, namely the Development and Employment Fund and the Regional Development Fund, which took over some of the Budgetary Central Government activities resulting in an expansion of the coverage of extrabudgetary funds since the 1st of January 2002. As of the 1st of January 2003, these funds ceased being extrabudgetary funds and have been included in the coverage of the Budgetary Central Government as budgetary funds/users.

As of the 1st of July 2001, revenues from pension insurance contributions and expenses for pensions have been transferred from the Croatian Institute for Pension Insurance to Budgetary Central Government. The largest share of pension payments (domestic pensions) was paid directly through the State Treasury, while the remaining payments were performed through the Croatian Institute for Pension Insurance.

As of the 1st of January 2002, revenues from contributions and expenses for settlement of particular obligations of the Croatian Health Insurance Institute and Croatian Employment Service have been transferred to the Budgetary Central Government (through the State Treasury system). Currently, contributions for pension insurance amount to 20 percent of the salary (persons that participate in the second pillar of the pension insurance system pay 15 percent for the first pillar plus 5 percent for the second pillar). Contributions paid by employers include special contributions for the insurance against work injuries and professional diseases in the amount of 0.5 percent on salaries, health insurance contributions amounting 15 percent on salaries as well as employment contributions in the amount of 1.7 percent on salaries.

In April of 2001, two new state-owned legal entities were created, namely the Croatian Motorways and Croatian Roads. These entities took over the functions of the former Croatian Road Authority. Data on these entities as well as data on the State Agency for Deposit Insurance and Bank Rehabilitation and the Croatian Privatization Fund was presented in the reports of 2002 according to the requirements of the IMF methodology. Since 2003, they have become part of the official coverage of Consolidated Central Government, which is used in the process of budget creation.

Since the 1st of January 2004, the coverage of extrabudgetary funds also includes the Environment Protection Fund. Further, since the 1st of May 2004, payments of foreign pensions were performed directly through the State Treasury and no longer by transfer to the Croatian Institute for Pension Insurance. As of the 1st of January 2007, all the transactions of the Croatian Institute for Pension Insurance, the Croatian Health Insurance Institute and the Croatian Employment Service have been included in the Budgetary Central Government.

Tables 9-14 detail data on revenue and expense according to the economic classification as well as transactions in nonfinancial assets, financial assets and liabilities for each extrabudgetary user.

With the budget 2008 revision (July 2008), in order to align with the European statistical methodology ESA 95, the Croatian Motorways has been classified into the public non-financial corporations subsector and its transactions are not recorded within the general government sector any more. Regarding this, the data for the year 2008 have been recalculated and presented in that way as of N° 154. The said change, besides the changes in the extrabudgetary users' tables, implies also the recalculation in the tables 3, 8, 15, 16, 16A, 16B, 18 and 19.

Table 15: Consolidated Central Government by Economic Category

The Consolidated Central Government according to GFS 2001 methodology is equivalent to the Consolidated Central Government Budget as defined by the Budget Act (Consolidated State Budget and financial plans of extrabudgetary users).

The Consolidated Central Government Budget results from the consolidation of financial transactions between the State Budget and extrabudgetary users, as well as between the extrabudgetary users themselves.

Table 15 presents the Consolidated Central Government's revenue and expense as well as the transactions in nonfinancial assets, financial assets and liabilities according to the economic classification.

Table 16: Consolidated Central Government According to Government Level

Table 16 gives summary of revenue, expense, transactions in nonfinancial assets, financial assets and liabilities for each of the component of the Consolidated Central Government, namely the Budgetary Central Government and extrabudgetary users (disaggregated).

Table 16A-16B

Operating balance is equal to revenue (1) minus expense (2).

Operating balance represents a measure of total cost of public goods and services. Positive operating balance increases net worth of the public sector indicating an excess of resources which are direct result of current operations and which can be used to acquire assets and/or to reduce liabilities. On the other hand, negative operating balance indicates a shortage of resources which is the result of current operations and, which reduces net worth and thus results as an increase in liabilities and/or sales of assets. Hence, operating balance is the indicator of sustainability of current government operations, but it is not necessarily an indicator of sustainability of future government operations. Value of operating balance is close to current deficit/surplus as defined according to GFS 1986. **Net operating balance** equals revenue (1) minus expense (2). The **gross operating balance** equals revenue (1) minus expense (2) other than consumption of fixed capital (23). In Croatia, the gross and net operating balance is the same due to the lack of data on consumption of fixed capital.

Primary operating balance is equal to operating balance (revenue minus expense) augmented by interest expense and serves as an indicator of current fiscal policy considering that it does not include interest expense and hence excludes effects of past deficits and accumulated public debt from the balance.

Net lending/borrowing is equal to operating balance minus net acquisition of nonfinancial assets. Net lending/borrowing is also equal to net acquisition of financial assets minus net incurrence of liabilities or in other words, the amount of net lending/borrowing is financed with the difference between the net incurrence of liabilities and net acquisition of financial assets. This measure can serve as an indicator of financial effect of government operations to the rest of the economy: positive net lending/borrowing implies that the government is placing financial assets to domestic sectors or abroad, while negative net lending/borrowing implies an incurrence of liabilities from domestic sectors or abroad by the government.

Table 17: Local Government Transactions (the largest 53 units)

Table 17 details data on revenue and expense of local governments (53 largest units that include counties, the City of Zagreb and other 32 cities, which make up to 70-80 percent of total transactions and which are in this sense observed since 2001) according to economic category as well as data on transactions in nonfinancial assets, financial assets and liabilities. Table 20 is published quarterly according to financial reports of the Financial Agency (FINA).

According to the Law on Financing of Local Governments ("Official Gazette" 117/93, 69/97, 33/00, 127/00, 59/01, 107/01, 117/01, 150/02, 147/03, 132/06, 26/07 and 73/08) local governments acquire revenue from own sources, through mutual taxes and through grants from state and county budgets.

Counties own sources of revenues are as follow: income from own assets, county taxes (inheritance and gift tax, motor vehicle tax, seafaring and freshwater vessel tax, gaming machine tax), monetary fines, confiscated assets and other revenue as stipulated by special legislation.

The own sources of revenues of municipalities and cities are: income from own assets, municipal taxes (consumption tax, vacation houses tax, public land use tax, tax on uncultivated agricultural land, tax on unused entrepreneurial real estate, tax on unused construction land, tax on company name), monetary fines, administrative fees, residence fees, utility charges, charges for the use of public municipal or urban land and other revenue as stipulated by special legislation. Beside this, cities and municipalities can impose surtax to income tax as an additional revenue source (up to 10 percent in municipalities, up to 12 percent in cities below 30,000 inhabitants, up to 15 percent in cities with the population above 30,000 and up to 30 percent in the City of Zagreb).

Mutual taxes of Budgetary Central Government and local and regional self-government units are: property sales tax (the share of municipalities and cities is 60 percent and that of the Budgetary Central Government 40 percent), personal income tax (municipalities and cities receive 55 percent increased by share of decentralised functions, counties 15.5 percent also increased by share of decentralised functions, the share of grants for adjustment for decentralized functions is 17.5 percent and the share for decentralised functions is 12 percent. The City of Zagreb receives 70.5 percent of personal income tax increased by share for decentralised functions. For those municipalities and cities on islands that reach an agreement on mutual financing of a capital project concerning island development, the share of personal income tax increases by 17.5 percent. Municipalities and cities located in the Areas of Special State Concern or in the Mountain Areas, the share of personal income tax amount to 90 percent.

The part of personal income tax revenue which is allotted from Budgetary Central Government to local governments on the basis of decentralized functions is treated as grant from other general government units according to GFS 2001 methodology.

Table 18: Consolidated General Government by Economic Category

Table 18 details data by economic category on revenue and expense as well as data on transactions in nonfinancial assets, financial assets and liabilities of the Consolidated General Government and it is published quarterly.

In terms of the Budget Act, the **Consolidated Budget of Republic of Croatia** represents the Consolidated Central Government and Consolidated Local Governments Budget. In terms of the GFS 2001 methodology it relates to Consolidated General Government.

The Consolidated General Government is the result of the consolidation of transactions on all government levels and among them - Budgetary Central Government, Extrabudgetary Users and Local Government Budgets (the largest 53 units).

Table 19: Consolidated General Government by government level

Table 19 details data on aggregate amounts of revenue, expense, transactions in nonfinancial and financial assets as well as transactions in liabilities for each component of the Consolidated General Government: Budgetary Central Government, Extrabudgetary Users and Local Government Budgets (the largest 53 units). It is published quarterly and for further methodology notes see explanation for table 18.

Table 20: General Government debt stock

This table presents foreign and domestic debt of the Central Government including agencies (HAC, HC, DAB and HFP), Extrabudgetary funds and Local Government. In compliance with Stand-by Arrangement, debt data also includes guarantees of Republic of Croatia (domestic and foreign) and the debt of Croatian Bank for Reconstruction and Development (HBOR). According to the Budget Act (Official Gazette no. 96/2003), public debt is defined as the debt of the Consolidated Budget of the Republic of Croatia plus issued total guarantees.

In December of 2003, debt of HAC, HC, DAB and HFP was classified from Central Government sector to Extra-budgetary funds sector.

The International Monetary Fund and the World Bank introduced a new international reporting standard on external debt in 2004. The new standard is based on recommendations derived from the new External Debt Statistics - Guide for Compilers and Users and is accepted by countries members of the Special Data Dissemination Standard - SDDS. Since Croatia is member the SDDS, the Ministry of Finance started compiling external debt data according to the new standard since the beginning of 2005. Data in line with the new standard is available since the no. 115 of the Monthly Statistical Review.

Table 21: Consolidated Central Government Domestic Debt

Frozen Foreign Exchange Deposits - at the end of 1991 and based on a directive of the Croatian Government ("Official Gazette" 71/91, 3/92, 12/92, 71/92, 103/93), the foreign exchange deposits of citizens in banks operating in the Republic of Croatia as of the 27th of April 1991 were converted into public debt of the Republic of Croatia. The deposits were augmented by the corresponding interest rate payments in 1991. The claims amounting DEM 5.034 billion were substituted by bonds of the Republic of Croatia repaid in twenty semi-annual instalments beginning as of 30th of June 1995.

Big Bonds were issued in 1991 with a DEM 1,550.09 million nominal value. In 1996 Big Bonds were split into Big Bonds I, Big Bonds II (Riječka banka and Splitska banka), Big Bonds III (Privredna banka) and Big Bonds IV (Privredna banka). Big Bonds IV (Privredna Banka) were redeemed in 2000. In April 2000, the Government replaced the old Big Bonds I, which were not paying interest, with new bonds for economic restructuring (Big Bonds I). The new Big Bonds I mature in 2011 and pay an annual interest rate of 5percent.

Reconstruction Bonds were issued in 1992 and 1993 ("Official Gazette" No. 65/91) in order to collect funds to finance the reconstruction of war-damaged commercial, religious and cultural heritage structures. There were 3 bond issues: the first issue had a value of DEM 50 million and USD 30 million, the second issue was worth CAD 10 million, while the third issue had a value of AUD 25 million.

Bonds - Series D are issued through a syndicate of domestic banks in order to foster the development of domestic capital markets. Bonds Series 01 D-04 were issued in 2001 with a EUR 200 million nominal value, maturing in three years with an annual interest rate of 6.5percent ("Official Gazette" No. 80/2001). Bonds Series 02-D8 were issued in 2001 with a EUR 200 million nominal value, for a seven-year period and 6.875percent annual interest rate ("Official Gazette" No. 112/2001). Bonds Series 03 D-12 were issued in three tranches. The first two issues took place in 2002 with a EUR 300 million nominal value. The third issue took place in January 2003 with a EUR 200 million nominal value. These bonds mature in 2012 and pay an annual interest rate of 6.875percent ("Official Gazette" No. 58/2002, No. 111/2002, No. 14/2003).

BRA Bonds: BRA Bonds I were issued for the rehabilitation of Riječka banka (HRK 552 million, "Official Gazette" Nos. 31/96, 20/98) and Splitska banka (HRK 765 million, "Official Gazette" Nos. 31/96, 22/98). Bonds for the rehabilitation of Privredna banka were issued in the amount of HRK 1,463 million. There were 3 bond issues ("Official Gazette", No. 106/98): BRA Bonds II (PBZ-DEM) were issued in the amount of DEM 84,333.6 million or equivalently HRK 300 million for a 15-year period. BRA Bonds III (PBZ-HRK) were issued in the amount of HRK 744 million for a 15-year period. BRA Bonds IV (PBZ-HRK) were issued in the amount of HRK 419.7 million for a 15-year period. BRA Bonds V were issued during 1998 for the rehabilitation of Dubrovačka banka in an amount of HRK 1,001.5 million for a 10-year period ("Official Gazette", No. 56/98). During 1998, as part of the rehabilitation process of Dubrovačka banka, a large portion of this bonds were redeemed. At the beginning of 1999, a new decision on the rehabilitation and reconstruction of Dubrovačka banka was enacted ("Official Gazette", No. 11/99). The new decision prompted the issue of bonds in the amount of HRK 2,601.8 million, consisting of HRK 1,001.5 million in compliance with the former decision plus the new HRK 1,415.3 million for coverage of potential losses and additional HRK 185 million as recapitalisation of the bank. BRA Bonds V-A were issued as a substitute for the unredeemed portion of the BRA Bonds V, whereas BRA bonds V-B covered the remaining part (HRK 1,600.3 million) according the new decision.

Treasury Bills are short-term securities issued by the Ministry of Finance. The issue price is set at regular auctions, while the planned issue is announced by the Ministry of Finance with the bid invitation. Treasury bills are issued with 91,182, and 364 days maturity.

Deposit Insurance Scheme BRA Bonds are issued by the State Agency for Deposit Insurance and Bank Rehabilitation and are guaranteed by the Government. They are issued in order to foster the development of domestic capital markets and as means of payment for the insured deposits of bankrupted banks. Deposit Insurance Scheme BRA Bonds I were issued in 2000 with a EUR 105 million nominal value, an annual interest rate of 8percent and with a maturity of 3 years. Deposit Insurance Scheme BRA Bonds II were issued in 2000 with a EUR 225 million nominal value, 2005 maturity and 8.375 percent annual interest rate.

Health Institute Bonds were issued by the Croatian Health Insurance Institute and were guaranteed by the Government with the purpose to foster the development of the domestic capital market and to help the restructuring of the health insurance system. These Bonds were issued in 2000 with a nominal value of EUR 222 million and 8.5percent annual interest rate with the maturity in 2004.

Table 22: Results of the Treasury Bills' auctions held by the Ministry of Finance

Treasury Bills are short-term securities issued by the Ministry of Finance. The issue price is set at regular auctions, while the planned issue is announced by the Ministry of Finance with the bid invitation. Treasury bills are issued with 91,182, and 364 days maturity.

Table 21 details the results of the treasury bills' auctions held by the Ministry of Finance, classified by the date of auction and including the following: size, total bids received, weighted average of the bids received (HRK)/yielding (percent), uniform price allocation per 100 HRK/yielding (percent).

Table 23: Balance Sheet of public enterprises

According to Article 13 of the Law on Accountancy (Official Gazette no. 146/2005) the Balance Sheet is a systematic overview of assets, capital and liabilities on a certain date.

Table 23 is based on data retrieved from the Balance Sheet as fundamental financial statement, for nine selected public enterprises owned by the government. Table 23 presents the reduced form of the Balance Sheet for the mentioned enterprises detailing selected entries within assets (claims on unpaid share equity; non-current assets; current assets; prepayments and accrued income; loss above the value of equity) as well as within equity and liabilities (equity and reserves; long term provisions; noncurrent liabilities; current liabilities; accruals and deferred income).

Table 24: Profit and Loss Statement of public enterprises

According to article 13 of the Law on Accountancy (Official Gazette 146/2005) the Profit and Loss Statement is a fundamental financial statement detailing revenues and expenses as well as the financial result achieved in a certain period of time.

Table 24 presents the reduced form of the Profit and Loss Statement with selected entries (operational income; operational costs; financial revenue; financial expense; income on ordinary activities; expenses on ordinary activities; income on non-ordinary activities; expenses on non-ordinary activities; total income; total expenses; profit/loss before tax; profit/loss for the year).

Table 25: Trade payables and trade receivables of public enterprises

Table 25 represents short financial statement "Trade payables and trade receivables" of selected eight public enterprises. Data are collected quarterly within the whole set of reports on public enterprises in which Republic of Croatia holds majority share. Provided data present overdue trade payables and overdue trade receivables of selected public enterprise on a particular day.

Note:

All diagrams shown in text about fiscal sector refer to Budgetary Central Government.

The GFS 2001 Manual is published on the IMF web site under the following address:

<http://www.imf.org/external/pubs/ft/gfs/manual/comp.htm>

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ADVANCE RELEASE CALENDAR

Ministry of Finance Monthly Statistical Review number	Notes	Release			
		January 09	February 09	March 09	April 09
SDDS Data Category		January 09	February 09	March 09	April 09
General Government operations	1)			(12/08)	
Central Government operations	2)	(10/08)	(11/08)	(12/08)	(01/09)
Internal Central Government Debt	3)	(10/08)	(11/08)	(12/08)	(01/09)

- 1) Consolidated state budget, extrabudgetary funds and local government according to GFS 2001
- 2) Consolidated state budget and extrabudgetary funds according to GFS 2001
- 3) Stock of central government domestic debt