

Tajikistan: Quantitative Performance Criteria for the Second Review
of the First Annual Program Under the PRGF Arrangement, April-September 2003
(In stocks; unless otherwise indicated)

	2003					
	End-Jun.			End-Sep.		
	Indicative Targets (EBS/03/96)	Adjusted Indicative Targets 1/	Actual	Performance Criteria (EBS/03/96)	Adjusted Performance Criteria 2/	Actual
<i>Performance Criteria:</i>						
(In millions of somoni)						
1. Ceiling on net domestic assets of the NBT	67.9	140.6	119.8	92.5	162.1	128.1
2. Ceiling on net credit of the banking system to general government 3/	-120.4	-46.3	-74.6	-97.4	-23.3	-77.5
3. Ceiling on the cumulative overall fiscal balance of the general government 4/ 5/ (excluding foreign-financed public investment program)	-20.9	-20.9	3.9	-54.4	-54.4	-0.8
4. Ceiling on general government wage, and nonworking pensioners' pension arrears 6/	0.0	0.0	0.0	0.0	0.0	0.0
5. Floor on tax collection of the Ministry of State Revenues and Duties 4/	114.2	114.2	131.0	226.1	226.1	268.8
(In millions of U.S. dollars)						
6. Floor on total net international reserves	35.1	10.8	27.9	28.7	5.5	38.5
7a. Ceiling on the contracting or guaranteeing of short-term non-concessional external debt with original maturity of up to and including one year 7/	0.0	0.0	0.0	0.0	0.0	0.0
7b. Ceiling on the contracting or guaranteeing of medium and long-term nonconcessional external debt with original maturity of more than one year 7/	0.0	0.0	0.0	0.0	0.0	0.0
8. New external payments arrears 6/	0.0	0.0	0.0	0.0	0.0	0.0
(In millions of somoni; unless otherwise specified)						
<i>Indicative targets:</i>						
Ceiling on reserve money	173.1	173.1	203.9	178.6	178.6	243.7
New arrears of budget entities and key state-owned enterprises to Nafrason, Barqui Tajik and Tajikgas	0.0	0.0	14.3
Floor on health and education spending 8/	75.8	75.8	69.4	113.7	113.7	107.8
<i>Memorandum items:</i>						
Disbursements of balance of payment support (in millions of U.S. dollars) 9/	24.7	0.0	0.0	0.0	0.0	0.0
Withdrawal from government project accounts (in millions of somoni)	1.5	0.0	0.0	3.0	3.0	3.0

Sources: Tajik authorities; and Fund staff estimates.

1/ Adjusted for non-disbursement by the World Bank of \$24.7 million. Net domestic assets and net international reserves of the NBT are also adjusted for non-withdrawal from government project accounts.

2/ Adjusted for the non-disbursement of programmed World Bank grant of \$24.7 million. Net international reserves and net domestic assets were also adjusted for the difference between the amount in government project accounts (\$2.4 million) and the amount programmed for end-September 2003 (\$0.9 million).

3/ Excludes deposits related to project financing.

4/ Cumulative from April 1, 2003.

5/ On a cash basis, the ceiling will be adjusted downward by 100 percent for any rescheduled interest payments and for any accumulation of arrears.

6/ A continuous performance criterion.

7/ By the government, NBT or any other agency acting on behalf of the government as defined in the Technical Memorandum.

8/ Cumulative from January 1, 2003.

9/ Disbursement in Q2 2003 were expected from the World Bank.

Tajikistan: Structural Performance Criteria and Benchmarks
for the Second Review of the First Annual Program Under
the PRGF Arrangement, April–September 2003

Measure	Target Date	Status
Structural Performance Criteria		
Prohibit the NBT from issuing directed credits.	Continuous	Met
Prohibit the NBT from making expenditures not related to its core business activities or paying dividends while it has negative net worth.	Continuous	Met
Raise gas tariffs to at least SM 200 per thousand cubic meters.	July 1, 2003	Met
Eliminate all privileged categories of consumers of gas and electricity.	End-September 2003	Not met
Structural Benchmarks		
Complete the restructuring of the NBT in accordance with the plan agreed with Fund staff.	End-September 2003	Implemented with a delay
Finalize the division of Agroinvestbank into two independent corporate entities, one that operates as a non-bank cotton financing institution and one that is a commercial bank.	End-June 2003	Not met

Tajikistan: Quantitative Performance Criteria for the Second Annual Program
Under the PRGF Arrangement, October 2003-September 2004
(In stocks; unless otherwise indicated)

	2003	2004		
	End-Dec. Indicative Target (EBS/03/96)	End-Mar. Performance Criteria	End-Jun. Indicative Targets	End-Sep. Performance Criteria
<i>Performance Criteria:</i>		(In millions of somoni)		
1. Ceiling on net domestic assets of the NBT	117.3	40.7	32.4	14.4
2. Ceiling on net credit of the banking system to general government 1/	-71.5	-162.1	-162.1	-184.0
3. Ceiling on the cumulative overall fiscal balance of the general government 2/ 3/ (excluding foreign-financed public investment program)	-73.8	9.0	7.4	-15.4
4. Ceiling on general government wage, and nonworking pensioners' pension arrears 4/	0.0	0.0	0.0	0.0
5. Floor on tax collection of the Ministry of State Revenues and Duties 2/	349.5	339.2	551.3	753.1
		(In millions of U.S. dollars)		
6. Floor on total net international reserves	22.4	54.4	59.2	73.9
7a. Ceiling on the contracting or guaranteeing of short-term non-concessional external debt with original maturity of up to and including one year 5/	0.0	0.0	0.0	0.0
7b. Ceiling on the contracting or guaranteeing of medium and long-term nonconcessional external debt with original maturity of more than one year 5/	0.0	0.0	0.0	0.0
8. New external payments arrears 4/	0.0	0.0	0.0	0.0
<i>Indicative targets:</i>		(In millions of somoni; unless otherwise specified)		
Ceiling on reserve money	184.6	214.8	222.0	250.8
New arrears of budget entities and key state-owned enterprises to Nafrason, Barqui Tajik and Tajikgas	0.0	0.0	0.0	0.0
Floor on health and education spending 2/	151.6
<i>Memorandum items:</i>				
Disbursements of balance of payment support (in millions of U.S. dollars) 6/	0.0	0.0	0.0	10.0
Withdrawal from government project accounts (in millions of somoni) 2/	2.7	1.9	3.8	5.8

Sources: Tajik authorities; and Fund staff estimates.

1/ Excludes deposits related to project financing.

2/ Targets for end-December 2003 and 2004 are cumulative from October 1, 2003. Targets for overall fiscal balance and tax revenues in EBS03/96 were cumulative from April 1, 2003. The definition of tax revenue for 2004 has been broadened in the TMU to include all tax receipts.

Targets for education and health spending in EBS/03/96 were cumulative from January 1, 2003.

3/ On a cash basis, the ceiling will be adjusted downward by 100 percent for any rescheduled interest payments and for any accumulation of arrears.

4/ A continuous performance criterion.

5/ By the government, NBT or any other agency acting on behalf of the government as defined in the Technical Memorandum.

6/ The projected disbursement in Q3 2004 is expected from the World Bank.

Tajikistan: Prior Actions, Structural Performance Criteria and Benchmarks
for the Second Annual Program Under the PRGF Arrangement,
October 2003–September 2004

Measure	Target Date
Prior Actions	
Eliminate all privileged categories of consumers of gas and electricity.	
Finalize the division of Agroinvestbank into two independent corporate entities, one that operates as a non-bank cotton financing institution and one that is a commercial bank.	
Structural Performance Criteria	
Prohibit the NBT from issuing directed credits.	Continuous
Prohibit the NBT from making expenditures not related to its core business activities or paying dividends while it has negative net worth.	Continuous
Implement quarterly adjustments of all utility tariffs, equivalent to the depreciation in the nominal exchange rate in the previous quarter.	Continuous beginning end-March 2004
Structural Benchmarks	
Install 15,000 gas meters in households from October 1, 2003.	End-March 2004
Cumulatively from October 1, 2003, issue an additional 5,000 land use/share certificates in connection with the privatization of state-owned farms.	End-March 2004
Complete an external audit of the State Financial Control Committee by a reputable international audit company.	End-March 2004
Complete an external audit of Tajikgas by a reputable international audit company.	End-June 2004
Reduce the number of employees in the education sector by 5 percent	End-July 2004