

Table 1. Chad: Quantitative Performance Criteria and Benchmarks for  
the First Year Under the Poverty Reduction and Growth Facility  
January 1-December 31, 2000 1/

	Cumulative Changes from January 1, 2000							
	End-March 2000		End-June 2000		End-Sep. 2000		End-Dec. 2000	
	Orig. Perf. Crit.	Est.	Bench.	Rev. Bench.	Perf. Crit.	Rev. Perf. Crit.	Bench.	Rev. Bench.
<b>Quantitative performance criteria and benchmarks</b>								
Ceiling on net banking system claims on the central government (excluding IMF resources) 2/	6.36	1.79	9.19	5.52	5.91	8.92	-3.43	8.16
Floor on current primary budget balance 3/	-3.58	-1.15	-0.96	-1.87	-0.09	-0.73	7.25	4.39
Floor on net reduction of domestic payment arrears of the central government 4/	-2.00	0.80	-5.50	-7.41	-5.50	-11.30	-9.00	-14.80
Nonaccumulation of external payment arrears of the central government (cumulative since Jan. 1, 2000) 5/ 6/	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Ceiling on new nonconcessional foreign borrowing of more than one year contracted or guaranteed by the central government (cumulative) 5/ 7/	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Ceiling on net change in short-term external borrowing with a maturity of less than one year, except normal trade financing (cumulative) 5/	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Indicative benchmarks and monitors of program 8/</b>								
Total revenue (excluding grants) 9/	16.6	17.4	42.8	33.7	64.2	55.9	95.8	88.5
Total current noninterest spending	20.2	18.5	43.8	35.6	71.8	64.2	99.6	95.2
<i>Of which</i> : on education	0.7	0.3	1.8	0.8	2.7	2.4	4.0	4.0
on health	0.8	0.2	2.0	0.8	3.0	2.6	4.4	4.4
Total wage spending by the central government (including military)	12.3	12.1	25.3	24.3	38.0	37.0	50.6	49.8
<b>Adjustors</b>								
Balance of payments assistance	3.1	0.0	5.1	6.7	12.0	8.7	14.0	13.4
<i>Of which</i> : adjustment lending (excl. IMF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
adjustment grants	3.1	0.0	5.1	6.7	12.0	8.7	14.0	13.4
debt relief	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Sources: Chadian authorities; Bank of Central African States (BEAC); and staff estimates and projections.

1/ The targets for end-september 2000 will constitute performance criteria of the program.

2/ The targets will be adjusted (i) upward for a shortfall in balance of payments assistance (as identified in the adjustors and excluding projected lending and grants) up to an amount equivalent to 75 percent of the shortfall; (ii) downward to the full extent of any excess of balance of payments assistance over projected amounts; and (iii) downward to take account of a lower repayment of domestic arrears than foreseen under the program for the corresponding period.

3/ Defined as total revenue less grants, minus current primary spending (current spending, less demobilization and reinsertion outlays, electoral and other one-off outlays, and interest).

4/ The target for the reduction of domestic payments arrears will be adjusted downward to the full extent of any difference between projected and actual receipts from privatization.

5/ Monitored on a continuous basis.

6/ Excluding external payments arrears incurred pending debt rescheduling.

7/ In millions of U.S. dollars. Nonconcessional loans defined as loans with a grant element of less than 35 percent, using discount rates based on the commercial interest reference rates (CIRRs). An exception will be made for a nonconcessional IBRD loan in an amount of US\$35 million contracted by the government of Chad in the context of the Chad-Cameroon Pipeline Project.

8/ These indicators will not constitute performance criteria of the program.

9/ Net of reimbursements under the system of treasury checks.

Table 2. Chad: Structural Performance Criteria and Benchmarks  
For the First Year Under the Poverty Reduction and Growth Facility  
January 1-December 31, 2000.

	Date	Status
<b>Prior actions</b>		
Adopt in the Council of Ministers an overall strategy for the liberalization over the medium term of the cotton sector and launch a public information campaign on the objectives and steps of the reform, including the confirmed disengagement of the government, according to a fixed timetable.	January 2000	Done
Make operational the Judicial Reform Commission, comprising the private sector, civil society and the public sector, so that it can review existing commercial legislation and propose measures for rationalizing and modernizing it.	January 2000	Done
Put in place a debt reorganization structure of <i>cantonnement</i> for the water and electricity company (STEE).	January 2000	Done
Adopt the restructuring plan for the cotton company (COTONTCHAD) .	July 2000	
Harmonize the files of the civil service ministry and the payroll files.	End-September 2000*	
Education: establish an action plan to create and implement a monitoring mechanism to compare commitments and actual spending in the education sector.	End-September 2000*	
<b>Structural performance criteria</b>		
Nominate a controller general for cotton company (COTONTCHAD).	End-March 2000*	Expected for end-September 2000
Implement a monthly cash-flow plan at the treasury based on a system of analysis and projection of the cash flow.	End-March 2000*	Completed on April 10, 2000
Complete study of periodicity of data and of the statistics actually produced by the statistical apparatus.	End-March 2000*	Done
<b>Structural benchmarks</b>		
Examine the possibility of adopting an automatic adjustment mechanism for retail petroleum prices.	End-March 2000	Done
Complete the study of the separation of COTONTCHAD's oil and soap manufacturing activities and launch tender for bids for privatization .	End-June 2000	
Finalize proposals for reforming the statutes and application texts of the civil service, and submit these to the government.	End-June 2000	
Rural development: adapt and launch training programs in agricultural, herding, and fishing techniques.	End-June 2000	
Evaluate the financial implications of the implementation of the decentralized administrative structure.	End-September 2000	
Health: establish an action plan for transferring the responsibility for basic health care services and maintenance of health centers to the prefectural hospitals and the health districts.	End-December 2000	

\* Signifies a structural performance criterion under the program.