

Table 1. Jordan: Quantitative Performance Criteria and Indicative Targets  
Under the Extended Arrangement, 2000

	End June 1/	End September	End December
	(Cumulative flows from January 1, in millions of Jordanian dinars)		
Performance criteria			
Net international reserves of the CBJ 2/	315	299	258
Net domestic assets of the CBJ 3/	-348	-325	-262
Net bank claims on the general budgetary government 4/5/6/7/8/	-310	-283	-235
Spending out of privatization proceeds	10	20	27
	(In millions of U.S. dollars)		
Outstanding stock of government and government-guaranteed short-term external debt	25	25	25
Contraction of new nonconcessional medium- and long-term public and publicly-guaranteed external debt	250	350	450
<i>Of which</i> : with maturity of up to and including five years	150	150	150
	(Cumulative flows from January 1, in millions of Jordanian dinars)		
Indicative targets			
Budget deficit after grants	57	73	121
Domestic budgetary revenue	744	1,150	1,621
Memorandum items:			
Programmed total net privatization proceeds	410	410	410
<i>Of which</i> : from abroad	358	358	358
Programmed sum of foreign grants and net external financing of the budget (excluding project loans)	90	159	210
<i>Of which</i> : foreign grants	126	211	270
Programmed net domestic nonbank financing of government	-15	-15	-15
Maximum upward adjustment to net bank claims on the general budgetary government	15	15	15
Maximum reduction (reflecting excess of foreign grants) in the downward adjustment to net bank claims on the general budgetary government	20	30	40

Source: Quarterly macroeconomic program.

1/ End-June targets are indicative.

2/ These floors will be adjusted upward (downward) by the amount that the ceilings on net bank claims on the general budgetary government are adjusted downward (upward) due to an excess (shortfall) in the sum of foreign grants, net external financing of the budget (excluding project loans), and privatization proceeds from abroad (net of the direct foreign costs of privatization).

3/ These ceilings will be adjusted downward (upward) by the amount that the floor on net international reserves are adjusted upward (downward) due to an excess (shortfall) in the sum of foreign grants, net external financing of the budget (excluding project loans), and privatization proceeds from abroad (net of the direct foreign costs of privatization).

4/ These ceilings will be adjusted upward by the extent to which the sum of foreign grants, net external financing of the budget (excluding project loans), and privatization proceeds (net of direct costs of privatization) falls short of the levels specified above. The maximum upward adjustment will not exceed the amount specified above.

5/ These ceilings will be adjusted downward by the extent to which the sum of foreign grants, net external financing of the budget (excluding project loans) and privatization proceeds (net of direct costs of privatization) exceeds the levels specified above. The downward adjustment will be reduced by the extent to which foreign grants exceed the amounts specified above, up to the maximum specified above.

6/ These ceilings will be adjusted downward (upward) by the extent to which net domestic nonbank financing of government exceeds (falls short of) the amounts specified above.

7/ These ceilings will be adjusted upward by the extent to which the government assumes in 2000 domestic bank debt of the Water Authority of Jordan.

8/ These ceilings will be adjusted downward by the extent to which spending out of privatization proceeds falls short of the levels specified above.

Table 2. Jordan: Structural Performance Criteria and Benchmarks  
Under the Extended Arrangement <sup>1</sup>

Actions	Status	Timing
<b><i>Fiscal Reforms</i></b>		
Government adoption of a strategy for relating domestic prices of petroleum products to petroleum import prices	Benchmark	By end-November
Presentation to Cabinet of a strategy for the reform of the public pension system	Benchmark	By end-December
Submission to parliament of amendments to the income tax law with the purpose specified in paragraph 17	Performance criterion	By end-December
Submission to parliament of a budget for 2001 incorporating the implementation of the VAT	Performance criterion	By end-December
<b><i>Financial Sector Reforms</i></b>		
Introduction of a new regulation defining commercial banks' maximum foreign currency exposure relative to their capital	Benchmark	By end-September
Cumulative gross issuance of government securities in 2000		
<b>Treasury bills</b>	<b>Treasury bonds</b>	
JD 304 million	JD 40 million	Benchmark
JD 474 million	JD 80 million	Benchmark
JD 644 million		Benchmark
Submission to parliament of amendments to the Public Debt Law	Benchmark	By end-December
<b><i>Public Enterprise Restructuring and Privatization</i></b>		
Sale of RJ duty free subsidiary	Benchmark	By end-July
Sale of RJ flight training subsidiary	Benchmark	By end-September
Sale of RJ catering, engine overhaul, and aircraft maintenance subsidiaries	Benchmark	By end-December
Selection of IPP	Benchmark	By end-July
Implementation of power purchase agreement between CEGCO and NEPCO	Benchmark	By end-March 2001

<sup>1</sup> Structural performance criteria and additional benchmarks for 2001 will be established in the context of the third program review.