

Table 1. Burkina Faso: Quantitative Performance Criteria, Benchmarks and Indicators for the Third Annual Arrangement Under the ESAF, June 30, 1998 - June 30, 1999

|  | <u>Stock</u>     | <u>Cumulative Changes from December of Previous Year</u> |                  |                 |       |              |             |       |
|--|------------------|--|------------------|-----------------|-------|--------------|-------------|-------|
|  | <u>Dec. 1997</u> | 1998   |                  |                 |       |              | 1999        |       |
|  | Actual           | <u>June</u>  | <u>September</u> | <u>December</u> |       | <u>March</u> | <u>June</u> |       |
|  | Est.             | Bench.   | Est.             | Perf. Crit.     | Est.  | Bench.       | Bench.      |       |
| (In billions of CFA francs; cumulative at end of period)         |                  |  |                  |                 |       |              |             |       |
| <b>1. Performance criteria and benchmarks</b>                    |                  |  |                  |                 |       |              |             |       |
| Ceiling on cumulative change in net bank credit to government 1/ | 87.6             | 10.0   | 8.4              | 8.5             | -2.0  | -6.7         | 8.5         | 16.7  |
| Adjusted ceiling for shortfall in external resources             |                  |  |                  |                 |       |              |             |       |
| Ceiling on the cumulative amount of nonconcessional lending      |                  |  |                  |                 |       |              |             |       |
| contracted or guaranteed by the government                       | 0.0              | 0.0  | 0.0              | 0.0             | 0.0   | 0.0          | 0.0         | 0.0   |
| <i>Of which:</i> less than one year's maturity 1/                | 0.0              | 0.0  | 0.0              | 0.0             | 0.0   | 0.0          | 0.0         | 0.0   |
| Cumulative net reduction in domestic payments arrears            | ...              | 0.0  | 2.5              | 2.0             | 3.5   | 6.5          | 5.3         | 5.3   |
| Accumulation of external payments arrears 2/                     | 0.0              | 0.0  | 0.0              | 0.0             | 0.0   | 0.0          | 0.0         | 0.0   |
| <b>2. Indicators</b>   |                  |  |                  |                 |       |              |             |       |
| Government revenue   | 181.5            | 92.1   | 138.0            | 145.6           | 197.5 | 199.4        | 47.6        | 101.1 |
| Expenditure on wages and salaries                                | 67.7             | 37.1   | 58.5             | 55.0            | 71.7  | 72.0         | 18.6        | 40.5  |
| Primary expenditure  | 128.8            | 79.3   | 117.4            | 111.1           | 146.3 | 145.3        | 39.6        | 89.5  |
| <b>3. Adjustment factors 3/</b>                                  |                  |  |                  |                 |       |              |             |       |
| Balance of payments assistance                                   | 19.6             | 4.8  | 21.3             | 7.6             | 30.3  | 36.3         | 4.0         | 6.0   |
| Adjustment lending (excluding IMF)                               | 0.0              | 0.0  | 4.8              | 4.8             | 12.0  | 13.3         | 0.0         | 0.0   |
| Adjustment grants  | 16.8             | 4.8  | 13.7             | 0.0             | 15.5  | 20.2         | 4.0         | 6.0   |
| Debt relief  | 2.8              | 0.0  | 2.8              | 2.8             | 2.8   | 2.8          | 0.0         | 0.0   |

Sources: Burkinabè authorities; and staff estimates and projections.

1/ Excluding normal import-related credits.

2/ To be observed on a continuing basis.

3/ If balance of payments assistance falls short of program projections, the limits on net credit to government will be adjusted upward by the amount of the shortfall up to a maximum of CFAF 7 billion. The ceilings do not include the change in project related deposits nor in deposits of the Social Security Administration. The adjustment factors are cumulative from December 1997.