

Table 1. Georgia: Quantitative Performance Criteria and Indicative Targets, 1999-2001 1/

	Stocks		Cumulative change from end-September 2000				
	end-Dec. 1999 Actual	end-Sep. 2000 Prelim.	end-Dec. 2000	end-March 2001	end-June 2001	end-Sept. 2001	end-Dec. 2001
			Performance criteria			Indicative targets	
(In millions of lari)							
1. Quantitative targets 2/							
Floor on general govt. tax revenue (including special funds) 3/	n.a.	n.a.	231.4	458.9	714.7	974.8	1,236.7
Ceiling on cash deficit of the general govt. 4/	n.a.	n.a.	72.3	110.4	152.4	221.1	286.4
Ceiling on domestic expenditure arrears of the general govt.	n.a.	n.a.	0.0	-8.8	-27.2	-50.0	-80.0
Ceiling on net credit of the banking system to the general govt. 3/ 5/ 6/	615.9	663.7	8.2	26.2	30.3	19.0	24.2
Ceiling on net domestic assets of the NBG 5/	754.8	780.2	-4.5	15.0	7.2	-15.8	-22.4
(In millions of U.S. dollars)							
Floor on total net international reserves of the NBG 5/	-223.2	-221.3	7.9	-4.6	7.2	24.8	38.6
Ceiling on contracting or guaranteeing							
1. short-term external debt (less than one year)	n.a.	n.a.	0.0	0.0	0.0	0.0	0.0
2. nonconcessional medium- and long-term external debt							
Maturities above 1 year	n.a.	n.a.	0.0	0.0	0.0	0.0	0.0
<i>Of which:</i> Maturities from 1 to 5 years	n.a.	n.a.	0.0	0.0	0.0	0.0	0.0
(In millions of lari)							
2. Indicative targets							
Reserve money	308.5	337.5	11.2	5.7	21.6	33.7	54.7
Cigarette and petroleum revenues	n.a.	n.a.	49.0	89.3	129.6	169.9	210.2
(In millions of U.S. dollars)							
3. Adjusters							
Net external non-project financing	n.a.	n.a.	7.3	1.2	15.7	39.6	54.1
Privatization	n.a.	n.a.	0.0	0.0	0.0	30.0	30.0
World Bank SAC & ESAC	n.a.	n.a.	32.5	32.5	52.5	52.5	72.5
less: amortization 7/	n.a.	n.a.	25.2	31.3	36.8	42.9	48.4
(In millions of lari)							
External project financing	n.a.	n.a.	39.9	66.4	92.9	119.4	145.9

Sources: Fund staff estimates.

1/ Section 1 of this table lists quantitative performance criteria. Some ceilings and floors are subject to possible adjustment, as indicated in footnotes 4 and 5, based on deviations from projections of external financing, reported in Section 3 of the table. Indicative targets are shown in Section 2. Continuous performance criteria are described in paragraph 53 of the MEFP.

2/ Based upon accounting exchange rates 2 lari/US\$ and 1.35 US\$/SDR.

3/ Special state funds include the Pension, Employment, and Road Funds. Privatization receipts are excluded.

4/ As described in the TMU, the macroeconomic program includes an adjuster for deviations from expected disbursements of external project finance (Section 3). The ceiling for the cash deficit of the general government for the end of a quarter will be adjusted upward (downward) by the full amount of the cumulative excess (shortfall) of external project financing, subject to a cap on cumulative upward adjustment of lari 80 million.

5/ As described in the TMU, the macroeconomic program includes an adjuster for deviations from expected net external non-project financing (Section 3), defined as the sum of all foreign-currency denominated privatization receipts and net disbursements under the World Bank's SAC and ESAC programs, minus government debt amortization payments. The ceilings for net credit of the banking system to the general government and net domestic assets of the NBG will be adjusted upward (downward) by the full amount of the cumulative shortfall (excess) of net external non-project financing, subject to a cap on upward adjustment of lari 65 million for the end-December 2000 ceiling and lari 40 million for the end-quarter ceilings in 2001, while the floor on net international reserves will be shifted downward (upward) by the full amount, subject to a cap on downward adjustment of US\$ 32.5 million.

6/ The stock excludes the recapitalization bond issued by the government to cover NBG losses in 1998.

7/ Amortization reflects principal repayments to bilateral creditors and EBRD after the proposed rescheduling.