

التقرير الربعي لأداء الميزانية  
الربع الثالث ١٤٣٩ - ١٤٤٠ هـ  
Budget Performance Report Q3 2018

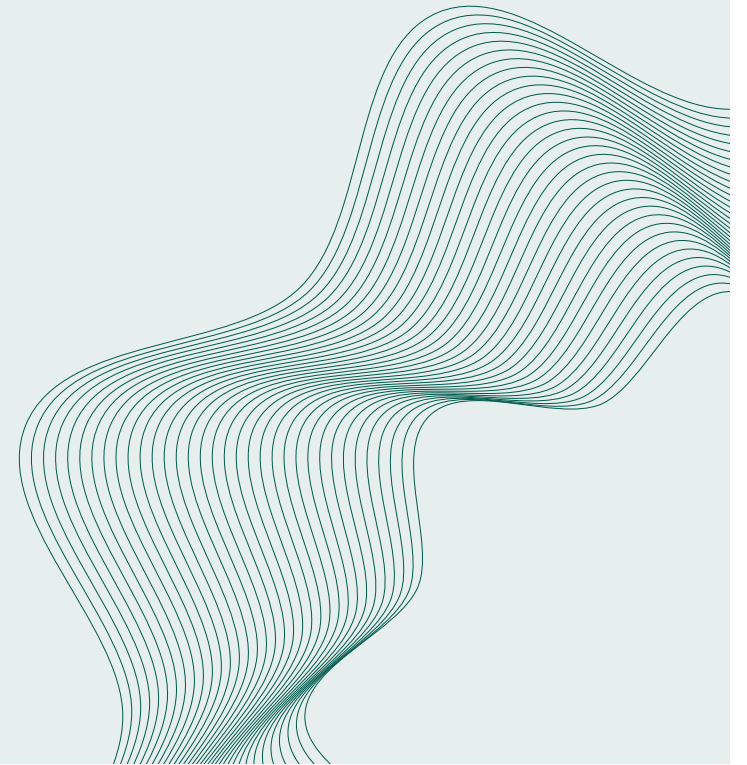
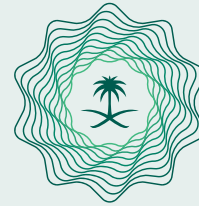


# Quarterly Budget Performance Report Q3 of Fiscal Year 2018 (1439 / 1440 H)

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Budget Performance Report Q3 2018



**01**



**Introduction**





# Introduction

This quarterly report is prepared by the Ministry of Finance. It shows revenues and expenditures during the quarter, in addition to the surplus (or deficit), its funding sources and the public debt. Through the publication of this report, the Ministry of Finance seeks to provide greater transparency on the performance against the budget in accordance with global financial disclosure standards. In addition, accounts are on cash-basis.

The accounts in this report have been classified according to the Government Finance Statistics Manual (GFSM 2014), which is published by the International Monetary Fund (IMF). The glossary attached at the end of this report defines the terms mentioned herein.





# 02



## The Government Budget










# Budget

## The Government Budget for the Fiscal Year 2018

(SAR Million)

Items	Actual for the fiscal year 2017	Budget for the fiscal year 2018
 Oil Revenues	435,900	492,000
 Non-oil Revenues	255,605	291,343
 <b>Total Revenues</b>	<b>691,505</b>	<b>783,343</b>
 <b>Total Expenses</b>	<b>929,997</b>	<b>978,000</b>
 <b>Surplus (Deficit)</b>	<b>(238,492)</b>	<b>(194,657)</b>



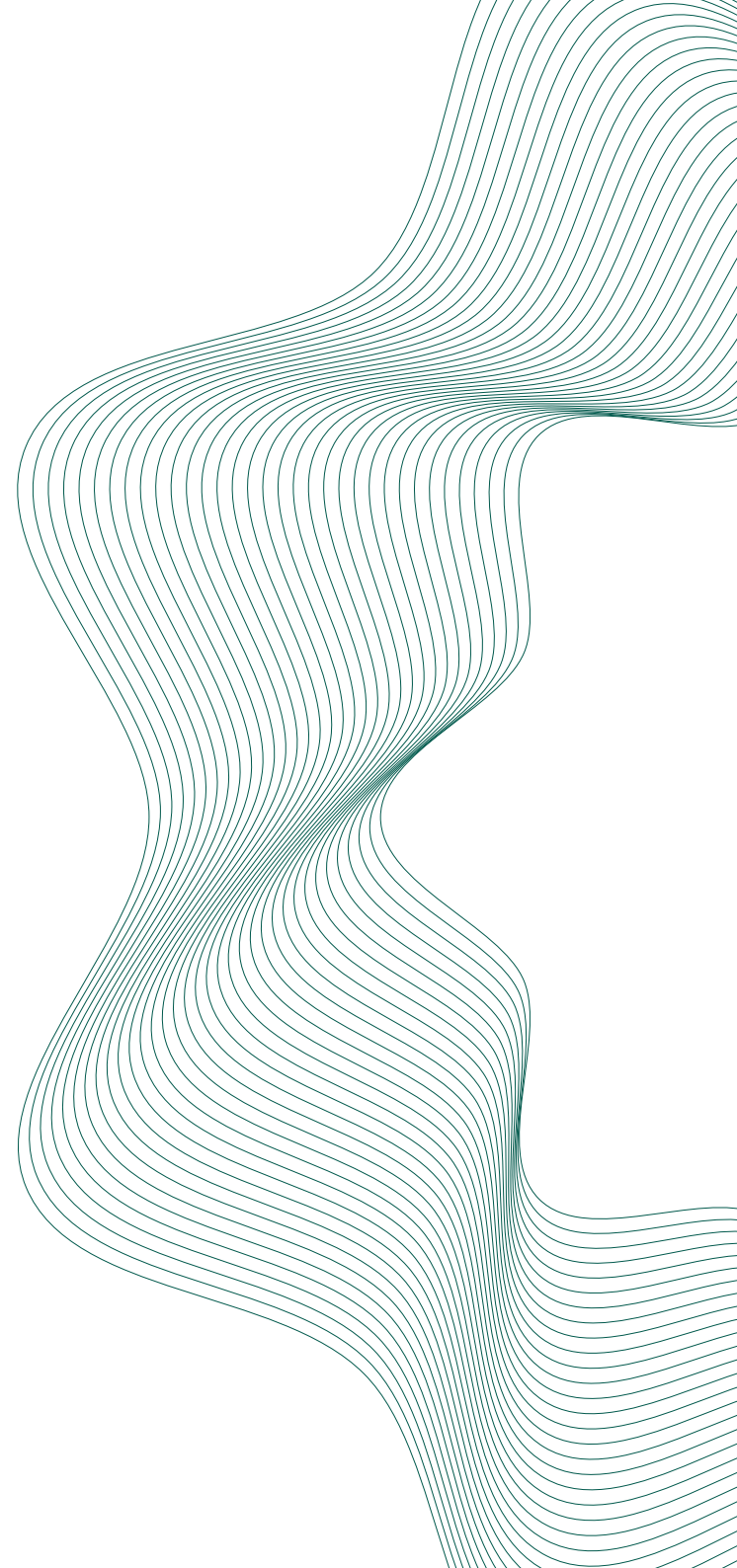
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Budget Performance Report Q3 2018



03



## Executive Summary

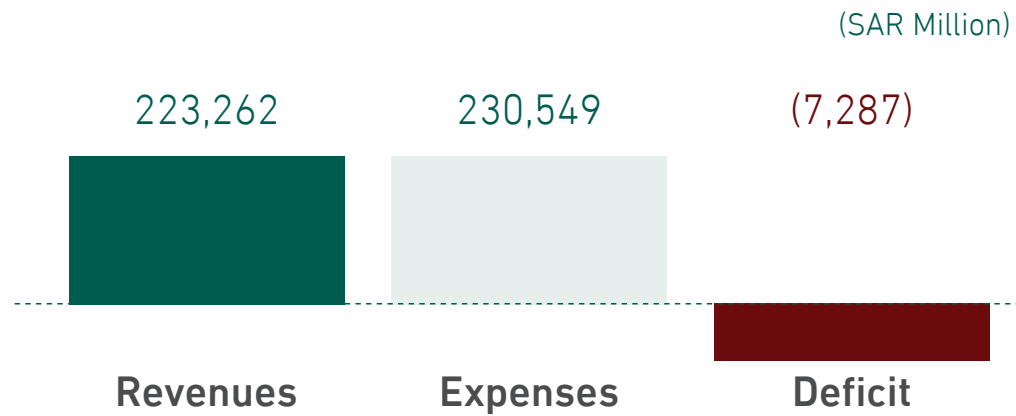






# Executive Summary

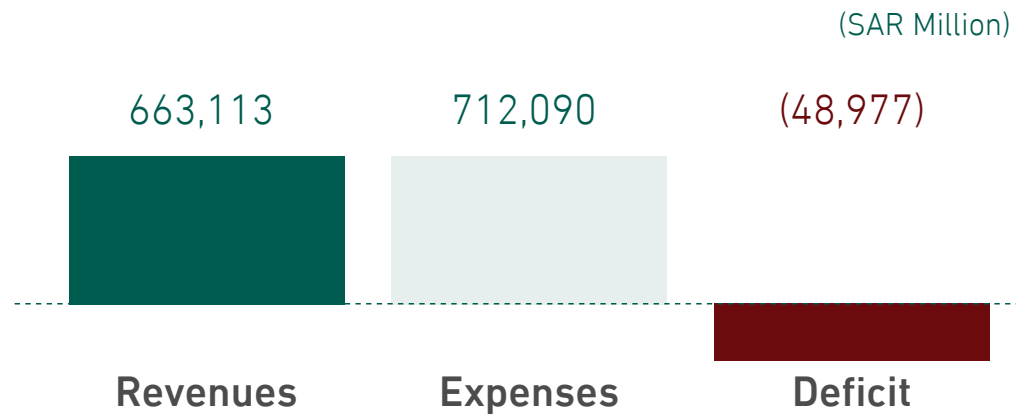
The actual performance for Q3 2018





# Executive Summary

The actual performance until end of Q3 2018





# 04



## Revenues












# Revenues

Actual revenues up to Q3 2018

(SAR Million)

Revenues*	Q1	Q2	Q3	Total
 <b>Oil Revenues</b>	<b>113,947</b>	<b>184,165</b>	<b>153,950</b>	<b>452,062</b>
 Taxes on Income, Profit and Capital Gains (including: Foreign Corporate Income Tax)	2,471	6,648	3,645	12,764
 Taxes on goods and Services (including: oil product fees, excise tax on harmful products and VAT)	22,653	29,744	30,895	83,291
 Taxes on Trade and Transactions (Customs)	3,786	3,413	4,444	11,643
 Other Taxes (including: ZAKAT)	3,161	11,969	3,156	18,286
 Other Revenues	20,245	37,650	27,172	85,067
 <b>Total Non-Oil Revenues</b>	<b>52,316</b>	<b>89,423</b>	<b>69,312</b>	<b>211,051</b>
<b>Total</b>	<b>166,263</b>	<b>273,588</b>	<b>223,262</b>	<b>663,113</b>

\* Definitions in the Annex at the end of the report












# Revenues

Actual revenues for Q3 2018 vs Q3 2017

(SAR Million)

Revenues*	Q3 2017	Q3 2018	Change %
 <b>Oil Revenues</b>	<b>94,323</b>	<b>153,950</b>	<b>63%</b>
 Taxes on Income, Profit and Capital Gains (including: Foreign Corporate Income Tax)	789	3,645	>100%
 Taxes on goods and Services (including: oil product fees, excise tax on harmful products and VAT)	11,725	30,895	>100%
 Taxes on Trade and Transactions (Customs)	6,098	4,444	-27%
 Other Taxes (including: ZAKAT)	1,747	3,156	81%
 Other Revenues	27,458	27,172	-1%
 <b>Total Non-Oil Revenues</b>	<b>47,817</b>	<b>69,312</b>	<b>45%</b>
<b>Total</b>	<b>142,140</b>	<b>223,262</b>	<b>57%</b>

\* Definitions in the Annex at the end of the report












# Revenues

Actual revenues up to the end of Q3 2018  
vs up to the end of Q3 2017

(SAR Million)

Revenues*	up to Q3 2017	up to Q3 2018	Change %
 <b>Oil Revenues</b>	<b>307,316</b>	<b>452,062</b>	<b>47%</b>
 Taxes on Income, Profit and Capital Gains (including: Foreign Corporate Income Tax)	10,021	12,764	27%
 Taxes on goods and Services (including: oil product fees, excise tax on harmful products and VAT)	25,499	83,291	>100%
 Taxes on Trade and Transactions (Customs)	15,575	11,643	-25%
 Other Taxes (including: ZAKAT)	13,900	18,286	32%
 Other Revenues	77,811	85,067	9%
 <b>Total Non-Oil Revenues</b>	<b>142,806</b>	<b>211,051</b>	<b>48%</b>
<b>Total</b>	<b>450,122</b>	<b>663,113</b>	<b>47%</b>

\* Definitions in the Annex at the end of the report





# 05



## Expenses













# Expenses

Actual expenses up to Q3 2018

(SAR Million)

Expenses*	Q1	Q2	Q3	Total
 Compensation of Employees	112,922	130,830	109,752	353,504
 Use of Goods and Services	10,240	43,341	28,580	82,161
 Financing Expenses	4,145	1,524	4,557	10,226
 Subsidies	2,993	4,231	3,566	10,790
 Grants	30	1,625	66	1,720
 Social Benefits	18,782	25,392	19,387	63,562
 Other Expenses	25,521	25,926	28,380	79,827
 Non-Financial Assets (Capital)	25,959	48,080	36,261	110,300
<b>Total</b>	<b>200,592</b>	<b>280,950</b>	<b>230,549</b>	<b>712,090</b>

\* Definitions in the Annex at the end of the report















# Expenses

Actual expenses for Q3 2018 vs Q3 2017

(SAR Million)

Expenses*	Q3 2017	Q3 2018	Change %
 Compensation of Employees	106,619	109,752	3%
 Use of Goods and Services	20,661	28,580	38%
 Financing Expenses	1,152	4,557	>100%
 Subsidies	1,695	3,566	>100%
 Grants	1,182	66	-94%
 Social Benefits	7,522	19,387	>100%
 Other Expenses	17,077	28,380	66%
 Non-Financial Assets (Capital)	34,962	36,261	4%
<b>Total</b>	<b>190,870</b>	<b>230,549</b>	<b>21%</b>

\* Definitions in the Annex at the end of the report













# Total Expenses

Actual Expenses up to the end of Q3 2018  
vs up to the end of Q3 2017

(SAR Million)

Expenses*	Q3 2017	Q3 2018	Change %
 Compensation of Employees	303,492	353,504	16%
 Use of Goods and Services	64,612	82,161	27%
 Financing Expenses	5,421	10,226	89%
 Subsidies	2,876	10,790	>100%
 Grants	2,393	1,720	-28%
 Social Benefits	30,716	63,562	>100%
 Other Expenses	64,771	79,827	23%
 Non-Financial Assets (Capital)	97,299	110,300	13%
<b>Total</b>	<b>571,580</b>	<b>712,090</b>	<b>25%</b>

\* Definitions in the Annex at the end of the report














# Expenses

Approved budget per sector and actual expenses up to the end of Q3 2018 vs up to the end of Q3 2017

(SAR Million)

Sector	Budget	Up to Q3 2018 Expenses	Expenses as % of Total Budget	Up to Q3 2017 Expenses	% change*
 Public Administration	26,202	21,389	82%	18,566	15%
 Military	210,000	165,092	79%	137,985	20%
 Security and Regional Administration	100,764	73,666	73%	67,742	9%
 Municipal Services	53,410	27,448	51%	30,162	-9%
 Education	192,361	145,540	76%	140,426	4%
 Health and Social Development	146,549	120,643	82%	82,578	46%
 Economic Resources	105,309	52,043	49%	24,079	>100%
 Infrastructure and Transportation	54,166	20,295	37%	17,854	14%
 General Items	89,239	85,974	96%	52,188	65%
<b>Total</b>	<b>978,000</b>	<b>712,090</b>	<b>73%</b>	<b>571,580</b>	<b>25%</b>

\* % Change compared to the same period last year





# 06



## Deficit and Financing





# Deficit and Financing

Budget Deficit at end of Q3 2018

(SAR Million)

Items	Q1	Q2	Q3	Total
<b>Deficit</b>	<b>(34,329)</b>	<b>(7,361)</b>	<b>(7,287)</b>	<b>(48,977)</b>
<b>Financing</b>				
From Current Account 2017	828	0	0	828
From Reserves Account	0	0	0	0
From Internal Borrowing	17,902	12,073	0	29,975
From External Borrowing	22,291	0	0	22,291
<b>Total Financing</b>	<b>41,021</b>	<b>12,073</b>	<b>0</b>	<b>53,094</b>

There's an unused debt balance of 56,419 Million SAR which is the difference between total debt issuances (as shown in public debt section) of 108,685 Million SAR and what has been used for financing which amounts of 52,266 Million SAR





**07**



**Public Debt**





# Public Debt

Public Debt up to the end of Q3 2018

(SAR Million)

Debt	Items	Domestic Debt	External Debt
	<b>Beginning of Period Balance</b>		<b>443,253</b>
		259,503	183,750
	Issuances or Borrowing	37,435	71,250
	Repayment of Principal Debt	2,422	0
	Amortization of Government Bonds	0	0
	<b>End of Period Balance</b>	<b>294,516</b>	<b>255,000</b>
		<b>549,516</b>	

There was an issuance of 4.78 SAR billion in September, but received in October. Therefore, this issuance doesn't appear in this report.

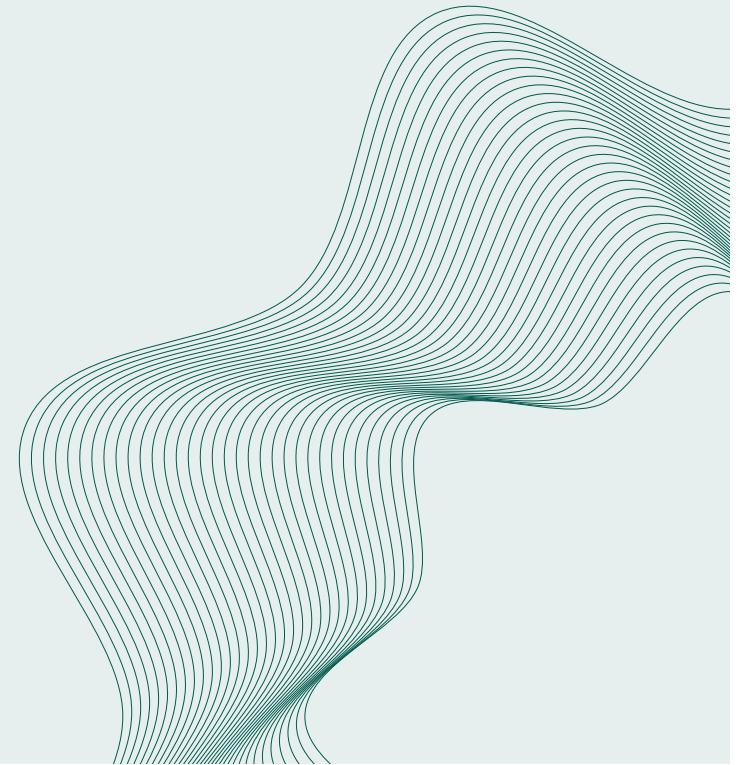
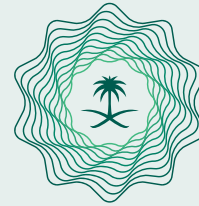


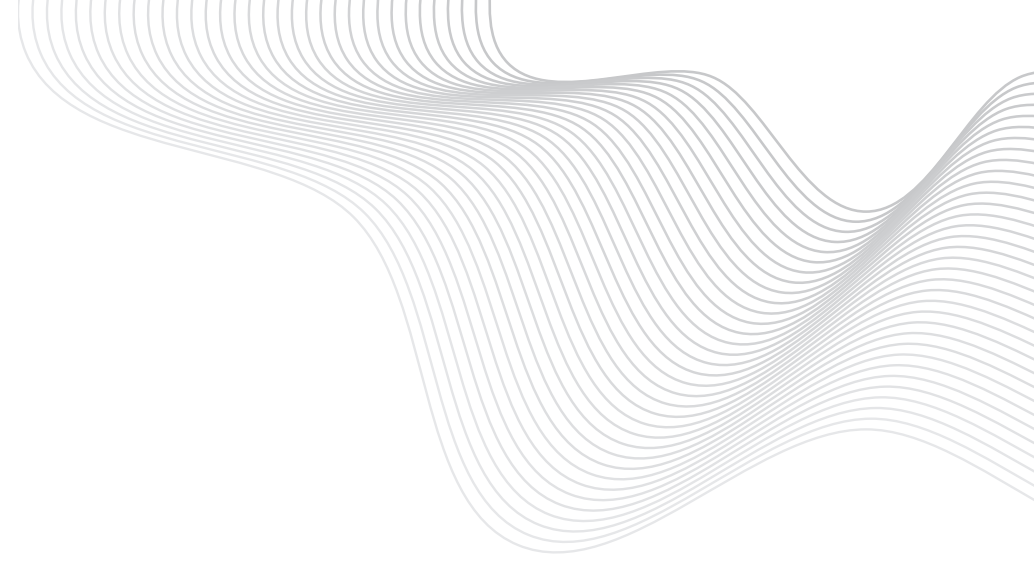
## Appendix on the definition of revenues and expenses as outlined in IMF (GFSM 2014)

Item	Definitions
<b>Taxes on income, profits, and capital gains</b>	Consists of taxes assessed on the actual or presumed incomes of institutional units.
<b>Taxes on goods and services</b>	Commodity or activities taxes and selective taxes (oil products, tobacco, VAT).
<b>Taxes on trade and transactions (Customs)</b>	Taxes that are payable when goods cross the national or customs frontiers of the economic territory, or when transactions in services exchange between residents and non-residents.
<b>Other taxes</b>	Other taxes paid by businesses only (Corporate Zakat) and unclassified taxes
<b>Other revenues</b>	Revenues from other public government units (including Saudi Arabian Monetary Agency and Public Investment Fund) and sales performed by other entities (income from advertising and fees from port services), administrative fees, fines, penalties and confiscations.
<b>Compensation of Employees</b>	Social benefits payable in cash to employees in addition to wages/salaries, which includes social insurance contributions, which is paid by a government unit on behalf of its employees – excluding any compensation for employees related to the formation of capital for personal accounts.
<b>Goods and Services</b>	Total value of goods and services purchased by the general government sector for use in the production process or purchasing for resale, minus the net change in inventories of those goods and services.
<b>Financing Expenses</b>	The amount that the government must pay to the creditor against the principal of the outstanding debt such as treasury bonds, Sukuk, government instruments, loans and accounts receivable.
<b>Subsidies</b>	Current transfers paid by government units to projects either in return of their activities or on the basis of quantities or values of the goods or services being sold, produced or imported. This includes transfers to public companies.
<b>Grants</b>	Non-mandatory transfers in cash or goods paid to other units of the general government or to international organizations.
<b>Social Benefits</b>	On-going transfers to families to meet the needs arising from events such as sickness, unemployment, retirement, housing or family conditions. They could be in cash or goods. Also, it contains the Citizen Account transfers.
<b>Other expenses</b>	All expenses not classified elsewhere (expenditure on property other than interest - taxes - fines - government-imposed sanctions - current transfers to non-profit institutions - capital transfers other than capital grants - non-life insurance premiums and claims)
<b>Non-Financial Assets (Capital)</b>	All economic assets other than financial assets, which implicitly do not represent claims on other units. Most non-financial assets provide benefits either through their use in the production of goods and services or in the form of property income.



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