

Table 1. Quantitative Performance Criteria and Benchmarks, PRGF Arrangement, 2001 1/
(Cumulative from beginning of calendar year to end of month indicated)

	2001						2002		
	March	June		August		December		March	
	Actual	Benchmark		Performance criterion		Benchmark		Benchmark	
		Prog. 2/	Estimate	Prog. 2/	Estimate	Prog. 2/	Estimate	Prog. 2/	Estimate
(In billions of Cedis)									
Performance Criteria									
Government domestic primary surplus (floor)	551	902		1,095		1515		729	
Net domestic financing of government (ceiling) 3/	363	1,341		857		686		120	
Net domestic assets of the Bank of Ghana (ceiling) 4/ 5/	3,032	3,503		3,090		2057		2,346	
(In millions of U.S. dollars, unless otherwise specified)									
Change in net international reserves of the Bank of Ghana (floor) 6/	-65.0	-138.6		-71.8		132.4		38.0	
New nonconcessional external loans contracted or guaranteed by the government or the Bank of Ghana (greater than or equal to 1 year maturity) (ceiling)	0	0		0		0		0	
Short-term external debt outstanding contracted or guaranteed by the government or the Bank of Ghana (with an initial maturity of less than one year) (ceiling)	40	50		50		50		50	
Stock of government road sector arrears (in billions of cedis) 7/	234	234		190		70		0	
(In billions of Cedis)									
Indicative Benchmarks									
Reserve money	2,230	2,171		2,261		2764		2,620	
Government revenue, excluding grants and divestiture proceeds (floor)	1,500	3,119		4,231		6605		1,992	
(In millions of U.S. dollars, unless otherwise specified)									
<i>Memorandum items:</i>									
Identified program support (loans and grants)	73.6	113.8		263.3		327.4		...	
Divestiture receipts	0	0		0		>50		...	
o/w: in foreign exchange						50		...	
Debt service paid	15	59		80		105		...	

1/ The definitions of line items and terminology is elaborated in the Technical Memorandum of Understanding (TMU).

2/ Before application of adjusters.

3/ Excluding takeover of debt for TOR, ECC, VRA, and GWCL.

4/ Based on fixed exchange rate of 7205 cedi/\$.

5/ Adjusted for cumulative differences between actual and projected amounts of program support, divestiture receipts and debt service paid, with an upside cap of \$50 million, as explained in the TMU.

6/ Adjusted for cumulative differences between actual and projected amounts of program support, divestiture receipts and debt service paid, with a downside cap of -\$50 million, as explained in the TMU.

7/ End-June 2001 figure nets payments made in the second quarter against new arrears arising from unbudgeted commitments in the first quarter.

Table 2. Prior Actions, Structural Performance Criteria and Benchmarks

Prior Actions

1. Submission to Parliament of those supplementary tax measures specified in paragraph 15 requiring parliamentary approval.
2. Implementation of an automatic petroleum price adjustment formula with the properties defined in the Technical Memorandum of Understanding.
3. Cabinet approval of a list of government assets valued at not less than US\$50 million that will be divested in 2001, with estimated dates of sale.
4. Cabinet approval of a debt restructuring plan for TOR.

Structural Performance Criteria

5. Completion of an audit at the MDA level of the full stock of payment arrears accrued since January 1, 2000 and adoption of a strategy for their liquidation (end-August 2001).
6. Elimination of the special import tax in the 2002 Budget, effective immediately (end-March 2002).
7. Completion of agreement with creditors on restructuring of TOR's debt (end-August 2001).

Structural Benchmarks

8. CAGD to provide reports to the Economic Policy Coordinating Committee and the Minister of Finance by the end of each month on aggregate budget outcomes and expenditure cash outlays and commitments by MDAs, classified by function, for the preceding month, beginning July 2001 (end- September 2001, end-December 2001, and end-March 2002).
9. Implementation of a system for budget cash flow forecasting and quarterly expenditure ceilings, together with associated commitment controls, in line with Fund technical assistance recommendations (end-July 2001).
10. Termination of the direct sale of foreign exchange to TOR or any other company from November 1, 2001 (end-December 2001).
11. Publication by the PURC of its strategy for achieving full cost recovery in the public utilities, and implementation of automatic tariff adjustment formulae for electricity and water (end-September 2001).
12. Submission to Parliament of a revised Bank of Ghana Law (end-August 2001).
13. Divestiture by Bank of Ghana of shareholdings in all financial institutions under its supervision (end-December 2001).
14. Completion of financial and management audits of 9 public enterprises, including ECG, GWCL, TOR and VRA (end-September 2001).

Table 3. Ghana: Net Foreign Assets

(In millions of US\$)

	1999				2000				2001		
	Mar	June	Sep	Dec	Mar	June	Sep	Dec	Jan	Feb	Mar
A Net Foreign Assets (C-D+E)	128.23	18.49	-57.50	9.79	-52.75	-77.59	-119.68	-72.48	-103.58	-123.94	-111.27
B Net International Reserves (C-D+F)	113.48	3.86	-69.19	-1.86	-64.37	-89.09	-131.11	-83.95	-115.01	-135.35	-122.65
C Gross Reserves	425.10	334.42	278.73	307.61	269.87	228.66	205.30	223.46	205.69	184.01	181.40
Gold	78.61	78.61	78.61	78.69	78.87	78.92	78.95	79.02	79.02	79.02	79.02
Holdings of SDR	16.00	12.67	3.24	18.08	7.92	55.11	4.31	0.53	0.53	0.56	1.17
Reserves in IMF	55.74	54.94	57.08	56.39	55.29						
Foreign notes and coins	22.57	27.91	6.78	21.71	14.81	14.90	18.79	7.69	21.64	11.73	3.81
Foreign securities	106.40	74.07	66.89	48.62	48.58	47.53	48.12	48.49	48.57	48.60	48.39
Disposal balances with correspondent banks	105.68	58.65	51.78	67.69	55.65	23.12	46.23	78.71	46.91	35.08	41.33
Time deposits	40.10	27.57	14.35	16.43	8.75	9.08	8.90	9.02	9.02	9.02	7.68
D Foreign Liabilities	311.62	330.56	347.92	309.47	334.24	317.75	336.41	307.41	320.70	319.36	304.05
IMF	311.62	305.56	307.92	309.47	294.24	277.75	296.41	282.41	280.70	279.36	264.05
of which:											
Deposits											
SAF	59.58	58.73	61.01	60.28	59.10	58.51	57.00	56.69	57.06	56.79	55.43
PRGF							34.68	34.49	31.16	31.01	30.27
ESAF	252.04	246.83	246.91	249.19	235.14	219.24	204.73	191.23	192.48	191.56	178.35
Short-term credit		25.00	40.00		40.00	40.00	40.00	25.00	40.00	40.00	40.00
E Net Payment Agreements:	14.75	14.63	11.69	11.65	11.62	11.50	11.43	11.47	11.43	11.41	11.38
Payment agreements (assets)	14.75	14.63	11.69	11.65	11.62	11.50	11.43	11.47	11.43	11.41	11.38
Payment agreements (liabilities)								0.00	0.00	0.00	0.00
<i>Memorandum items</i>											
F Other foreign currency items (net)	-29.78	-35.73	-40.42	37.23	33.01	8.74	-53.64	-75.18	-80.32	-83.96	-101.45
Net Swap Transactions:	1.50	-5.50	0.50	86.80	84.65	55.62	2.70	-8.46	-8.33	-10.83	-14.83
Swaps receivable	12.50	14.50	16.50	100.80	96.65	78.62	41.40	21.24	14.67	12.17	8.17
Swaps payable	11.00	20.00	16.00	14.00	12.00	23.00	38.70	29.70	23.00	23.00	23.00
G Other Deposits with BOG (Domestic Foreign Currency Deposits)	31.28	30.23	40.92	49.57	51.64	46.88	56.34	66.72	71.99	73.13	86.62
NFA on previous basis (A+F)	98.45	-17.24	-97.92	47.02	-19.74	-68.85	-173.32	-147.66	-183.90	-207.90	-212.72

Source: Bank of Ghana