

## **Kuwait: Statistical Appendix**

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KUWAIT

**Statistical Appendix**

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June 30, 2010

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**Table 1. Kuwait: Sectoral Origin of Gross Domestic Product at Current Prices, 2004–08 1/**

(In millions of Kuwaiti dinars)

|   | Rev.   |        |        |        | Prel.  |
|---|--------|--------|--------|--------|--------|
|   | 2004   | 2005   | 2006   | 2007   | 2008   |
| Oil sector (crude oil, gas, and refining) | 8,618  | 13,203 | 17,308 | 18,254 | 24,953 |
| Crude oil and gas                         | 7,822  | 12,233 | 16,478 | 17,348 | 23,608 |
| Petroleum and refining                    | 796    | 970    | 829    | 907    | 1,345  |
| Non-oil sector                            | 9,462  | 11,271 | 13,316 | 15,725 | 16,310 |
| Agriculture and fisheries                 | 71     | 71     | 70     | 70     | 72     |
| Mining (non-oil) and quarrying            | 23     | 32     | 39     | 47     | 47     |
| Manufacturing                             | 660    | 745    | 785    | 851    | 877    |
| Food, beverage and tobacco                | 81     | 74     | 77     | 79     | 82     |
| Textile, clothing and leather products    | 45     | 47     | 48     | 50     | 53     |
| Wood and wood products                    | 21     | 23     | 24     | 28     | 31     |
| Paper, printing, and publishing           | 50     | 55     | 59     | 64     | 67     |
| Chemicals, fertilizers, and plastic       | 249    | 296    | 275    | 288    | 292    |
| Non-metallic minerals                     | 80     | 96     | 104    | 113    | 115    |
| Basic metals                              | 8      | 13     | 22     | 26     | 29     |
| Fabricated metal products                 | 120    | 135    | 171    | 196    | 201    |
| Other manufacturing                       | 5      | 5      | 5      | 7      | 8      |
| Electricity, gas and water                | 307    | 319    | 335    | 337    | 326    |
| Construction                              | 402    | 437    | 534    | 582    | 590    |
| Hotels and restaurants                    | 171    | 168    | 206    | 227    | 249    |
| Whole sale and retail trade               | 950    | 1,018  | 1,057  | 1,098  | 1,129  |
| Transport, storage and communications     | 1,048  | 1,231  | 1,937  | 2,142  | 2,179  |
| Financial institutions and insurance      | 1,559  | 2,571  | 3,272  | 4,723  | 4,811  |
| Real estate and business services         | 1,322  | 1,451  | 1,506  | 1,519  | 1,435  |
| Community, social and personal services   | 2,950  | 3,228  | 3,576  | 4,131  | 4,597  |
| Public administration and defense         | 1,325  | 1,456  | 1,574  | 1,775  | 2,022  |
| Personal and household services           | 309    | 337    | 353    | 428    | 431    |
| Other                                     | 1,316  | 1,436  | 1,648  | 1,929  | 2,145  |
| Imputed bank service charges              | -724   | -1,052 | -1,341 | -1,609 | -1,689 |
| GDP at factor cost                        | 17,355 | 23,422 | 29,283 | 32,371 | 39,575 |
| Import duties                             | 162    | 174    | 187    | 216    | 213    |
| GDP at current market prices              | 17,517 | 23,595 | 29,470 | 32,586 | 39,787 |

Source: Central Statistical Office.

1/ Based on the International Standard Industrial Classification (ISIC) Revision 3.

**Table 2. Kuwait: Sectoral Origin of Gross Domestic Product at Constant 2000 Prices, 2004–07 1/**

(In millions of Kuwaiti dinars)

|   | Rev.   |        |        |        |
|---|--------|--------|--------|--------|
|   | 2004   | 2005   | 2006   | 2007   |
| Oil sector (crude oil, gas, and refining) | 6,939  | 7,727  | 7,950  | 7,766  |
| Crude oil and gas                         | 6,370  | 7,143  | 7,341  | 7,147  |
| Petroleum and refining                    | 569    | 584    | 609    | 619    |
| Non-oil sector                            | 8,943  | 9,892  | 10,712 | 11,898 |
| Agriculture and fisheries                 | 62     | 60     | 59     | 54     |
| Mining (non-oil) and quarrying            | 18     | 19     | 18     | 16     |
| Manufacturing                             | 682    | 731    | 751    | 772    |
| Food, beverage and tobacco                | 88     | 75     | 76     | 78     |
| Textile, clothing and leather products    | 40     | 40     | 40     | 39     |
| Wood and wood products                    | 20     | 21     | 22     | 21     |
| Paper, printing, and publishing           | 82     | 63     | 65     | 70     |
| Chemicals, fertilizers, and plastic       | 251    | 303    | 277    | 284    |
| Non-metallic minerals                     | 64     | 75     | 81     | 86     |
| Basic metals                              | 59     | 61     | 69     | 73     |
| Fabricated metal products                 | 74     | 88     | 119    | 119    |
| Other manufacturing                       | 4      | 4      | 3      | 3      |
| Electricity, gas and water                | 454    | 586    | 569    | 589    |
| Construction                              | 359    | 366    | 434    | 450    |
| Hotels and restaurants                    | 139    | 132    | 140    | 146    |
| Whole sale and retail trade               | 900    | 925    | 935    | 917    |
| Transport, storage and communications     | 1,085  | 1,150  | 1,347  | 1,903  |
| Financial institutions and insurance      | 1,247  | 1,646  | 2,037  | 2,634  |
| Real estate and business services         | 1,262  | 1,366  | 1,379  | 1,305  |
| Community, social and personal services   | 2,734  | 2,912  | 3,044  | 3,112  |
| Public administration and defense         | 1,199  | 1,266  | 1,323  | 1,338  |
| Personal and household services           | 284    | 322    | 337    | 366    |
| Other                                     | 1,251  | 1,324  | 1,384  | 1,407  |
| Imputed bank service charges              | -581   | -682   | -840   | -1,048 |
| GDP at factor cost                        | 15,301 | 16,937 | 17,821 | 18,616 |
| Import duties                             | 148    | 152    | 160    | 149    |
| GDP at constant prices                    | 15,449 | 17,088 | 17,981 | 18,765 |

Source: Central Statistical Office.

1/ Based on the International Standard Industrial Classification (ISIC) Revision 3.

**Table 3. Kuwait: Gross Domestic Expenditure at Current Market Prices, 2004–08**

(In millions of Kuwaiti dinars)

|   | Rev.   |        |        |        | Prel.  |
|---|--------|--------|--------|--------|--------|
|   | 2004   | 2005   | 2006   | 2007   | 2008   |
| Final consumption                           | 10,033 | 11,293 | 12,514 | 14,245 | 16,023 |
| Government                                  | 3,478  | 3,707  | 4,095  | 4,563  | 5,004  |
| Private 1/                                  | 6,555  | 7,586  | 8,419  | 9,682  | 11,019 |
| Gross domestic investment                   | 2,623  | 3,450  | 4,696  | 6,821  | 7,532  |
| Net exports of goods and nonfactor services | 4,298  | 8,425  | 12,194 | 11,435 | 16,232 |
| Exports of goods and services 2/            | 9,970  | 15,094 | 19,316 | 20,661 | 26,434 |
| Imports of goods and services 2/            | 5,672  | 6,669  | 7,122  | 9,226  | 10,202 |
| Gross domestic product                      | 17,517 | 23,593 | 29,470 | 32,586 | 39,787 |
| Net factor income from abroad               | 1,529  | 2,097  | 3,182  | 3,522  | 2,720  |
| Gross national product                      | 19,046 | 25,690 | 32,652 | 36,109 | 42,508 |
| Net transfers                               | -727   | -974   | -1,033 | -1,649 | -1,550 |
| Gross national disposable product           | 18,319 | 24,717 | 31,619 | 34,460 | 40,958 |
| Gross saving                                | 8,286  | 13,424 | 19,105 | 20,215 | 24,935 |
| S-I=CAB                                     | 5,662  | 9,974  | 14,408 | 13,394 | 17,403 |
| Current account                             | 4,596  | 8,806  | 13,181 | 13,309 | 17,404 |
| Memorandum items:                           |        |        |        |        |        |
| Final consumption                           | 57.3   | 47.9   | 42.5   | 43.7   | 40.3   |
| Government                                  | 19.9   | 15.7   | 13.9   | 14.0   | 12.6   |
| Private 1/                                  | 37.4   | 32.2   | 28.6   | 29.7   | 27.7   |
| Gross domestic investment                   | 15.0   | 14.6   | 15.9   | 20.9   | 18.9   |
| Saving                                      | 47.3   | 56.9   | 64.8   | 62.0   | 62.7   |
| Current account                             | 26.2   | 37.3   | 44.7   | 40.8   | 43.7   |

Source: Central Statistical Office.

1/ Includes government-owned enterprises.

2/ Including re-exports.

**Table 4. Kuwait: Gross Domestic Expenditure at Constant 2000 Prices, 2004–07**

(In millions of Kuwaiti dinars)

|   | 2004   | 2005   | 2006   | 2007   |
|---|--------|--------|--------|--------|
| Final consumption                           | 9,233  | 10,101 | 10,779 | 11,500 |
| Government                                  | 2,960  | 3,129  | 3,268  | 3,316  |
| Private 1/                                  | 6,273  | 6,972  | 7,511  | 8,184  |
| Gross domestic investment                   | 2,841  | 3,310  | 4,007  | 4,985  |
| <i>Of which:</i>                            |        |        |        |        |
| Government                                  | n.a    | n.a    | n.a    |        |
| Private                                     | n.a    | n.a    | n.a    |        |
| Net exports of goods and nonfactor services | 2,933  | 3,012  | 2,765  | 1,016  |
| Exports of goods and services               | 8,120  | 8,833  | 8,861  | 8,911  |
| Imports of goods and services               | 5,187  | 5,821  | 6,096  | 7,896  |
| Statistical discrepancy                     | 442    | 665    | 430    | 1,264  |
| GDP at constant prices                      | 15,449 | 17,088 | 17,981 | 18,765 |

Sources: Central Statistical Office, and Fund staff estimates.

1/ Includes government-owned enterprises.

**Table 5. Kuwait: Production, Disposal, and Prices of Oil and LPG, 2004–09**

|   | 2004                              | 2005   | 2006   | 2007   | 2008   | 2009   |
|---|-----------------------------------|--------|--------|--------|--------|--------|
|   | (In thousands of barrels per day) |        |        |        |        |        |
| Crude oil output                          | 2,288                             | 2,572  | 2,644  | 2,574  | 2,677  | 2,261  |
|   | (In millions of barrels)          |        |        |        |        |        |
| Crude and LPG output                      | 877                               | 977    | 1007   | 978    | 1022   | 864    |
| Crude oil output                          | 837                               | 939    | 965    | 940    | 980    | 825    |
| <i>Of which:</i> Refined locally 1/       | 304                               | 315    | 327    | 335    | 328    | 331    |
| LPG                                       | 40                                | 38     | 41     | 39     | 42     | 38     |
| Crude and LPG disposal                    | 864                               | 959    | 996    | 962    | 1013   | 836    |
| Domestic consumption                      | 85                                | 91     | 101    | 92.9   | 107.0  | 92.5   |
| Refined products                          | 84                                | 89     | 100    | 91.5   | 105.6  | 91.0   |
| LPG                                       | 1.1                               | 1.3    | 1.3    | 1.4    | 1.5    | 1.5    |
| Exports                                   | 777                               | 861    | 889    | 864    | 895    | 777    |
| Crude oil                                 | 518                               | 603    | 629    | 589    | 636    | 492    |
| Refined products (including bunker oil)   | 219                               | 222    | 219    | 239    | 219    | 249    |
| LPG                                       | 39                                | 37     | 41     | 37     | 41     | 36     |
| Stocks 2/                                 | 2.9                               | 6.4    | 5.6    | 4.3    | 10.7   | -33.6  |
| Refinery loss & reinjection               | 13                                | 18     | 11     | 17     | 8      | 28     |
| Domestic oil product prices (in KD/Liter) |                                   |        |        |        |        |        |
| Leaded gasoline 95 octane                 | 0.070                             | 0.070  | 0.070  | 0.070  | 0.070  | 0.070  |
| Unleaded gasoline 95 octane               | 0.065                             | 0.065  | 0.065  | 0.065  | 0.065  | 0.065  |
| Unleaded gasoline 91 octane               | 0.060                             | 0.060  | 0.060  | 0.060  | 0.060  | 0.060  |
| Diesel                                    | 0.055                             | 0.055  | 0.055  | 0.055  | 0.055  | 0.055  |
| Kerosene                                  | 0.055                             | 0.055  | 0.055  | 0.055  | 0.055  | 0.055  |
| Memorandum items                          |                                   |        |        |        |        |        |
| Export value (US\$ millions)              | 26,501                            | 42,246 | 53,329 | 59,151 | 82,600 | 45,855 |
| Export value (KD)                         | 7861                              | 12393  | 15430  | 16780  | 22200  | 13398  |
| Export price (US\$/barrel) 3/             | 34.08                             | 49.05  | 59.95  | 68.42  | 92.18  | 59.14  |
| Crude price (US\$/barrel)                 | 31.6                              | 46.8   | 58.2   | 65.5   | 90.1   | 60.4   |
| LPG price (US\$/barrel)                   | 29.8                              | 37.0   | 43.8   | 52.1   | 66.5   | 42.8   |
| Refined products prices (US\$/barrel)     | 40.8                              | 57.3   | 68.0   | 78.2   | 103.2  | 58.5   |

Sources: Ministry of Energy; Kuwait Petroleum Corporation; Central Bank of Kuwait; and Fund staff estimates.

1/ Excludes bunkers and stocks.

2/ Includes statistical discrepancy.

3/ Average price of crude, LPG, and refined products.



**Table 6. Kuwait: Consumer Price Index, 2004–09**

|                              | Relative<br>Weight | 2004  | 2005  | 2006  | 2007  | 2008  | 2009  |
|------------------------------|--------------------|-------|-------|-------|-------|-------|-------|
| (Annual average)             |                    |       |       |       |       |       |       |
| (2000=100)                   |                    |       |       |       |       |       |       |
| Overall index                | 1,000.0            | 104.5 | 108.8 | 112.1 | 118.3 | 130.8 | 136.0 |
| Food                         | 182.9              | 110.0 | 119.4 | 124.0 | 129.9 | 145.0 | 149.6 |
| Beverages and tobacco        | 6.6                | 111.2 | 112.2 | 114.3 | 122.3 | 145.6 | 159.1 |
| Clothing and footwear        | 88.6               | 111.0 | 118.1 | 122.8 | 128.6 | 137.9 | 144.7 |
| Housing                      | 267.5              | 104.6 | 105.3 | 108.0 | 116.1 | 131.0 | 137.7 |
| Household goods and services | 147.1              | 96.0  | 99.5  | 102.2 | 105.8 | 122.6 | 129.8 |
| Transport and communications | 161.4              | 99.8  | 100.7 | 102.6 | 110.2 | 115.0 | 114.9 |
| Education and medical care   | 46.8               | 116.6 | 123.2 | 126.2 | 132.0 | 145.1 | 151.3 |
| Other goods and services     | 99.1               | 102.0 | 110.0 | 115.3 | 118.2 | 128.1 | 133.0 |
| (Annual percentage changes)  |                    |       |       |       |       |       |       |
| Overall index                |                    | 1.3   | 4.1   | 3.1   | 5.5   | 10.6  | 4.0   |
| Food                         |                    | 3.2   | 8.5   | 3.9   | 4.8   | 11.6  | 3.2   |
| Beverages and tobacco        |                    | 3.4   | 0.9   | 1.9   | 7.0   | 19.1  | 9.3   |
| Clothing and footwear        |                    | 2.8   | 6.3   | 4.1   | 4.7   | 7.2   | 4.9   |
| Housing                      |                    | 0.8   | 0.7   | 2.6   | 7.5   | 12.8  | 5.1   |
| Household goods and services |                    | -4.3  | 3.6   | 2.7   | 3.5   | 15.9  | 5.9   |
| Transport and communications |                    | 6.4   | 0.9   | 1.8   | 7.4   | 4.3   | -0.1  |
| Education and medical care   |                    | 3.7   | 5.7   | 2.4   | 4.6   | 9.9   | 4.3   |
| Other goods and services     |                    | -3.5  | 7.8   | 4.8   | 2.5   | 8.4   | 3.8   |

Source: Central Statistical Office.

**Table 7. Kuwait: Wholesale Price Index, 2004–07  
(1980=100)**

|                                     | Relative Weights |                  |           | 2004  | 2005  | 2006  | 2007  |
|-------------------------------------|------------------|------------------|-----------|-------|-------|-------|-------|
|                                     | Imported         | Locally Produced | All Items |       |       |       |       |
| All groups                          | 769.2            | 230.8            | 1,000.0   | 175.8 | 183.6 | 187.5 | 194.8 |
| Agriculture, livestock, and fishing | 47.4             | 6.1              | 53.4      | 144.9 | 166.1 | 175.3 | 188.3 |
| Agriculture                         | 30.0             | 1.9              | 31.9      | 141.1 | 158.4 | 172.6 | 188.6 |
| Livestock                           | 17.3             | 2.1              | 19.5      | 139.8 | 164.4 | 168.3 | 171.2 |
| Fishing                             | 0.0              | 2.1              | 2.1       | 242.6 | 284.2 | 283.1 | 320.5 |
| Mining (non-oil) and quarrying      | 0.0              | 7.8              | 7.8       | 177.1 | 203.3 | 207.6 | 216.3 |
| Manufacturing                       | 721.8            | 216.9            | 938.8     | 177.5 | 184.5 | 188.0 | 195.0 |
| Food, beverages, and tobacco        | 79.8             | 51.0             | 130.9     | 168.6 | 178.3 | 183.1 | 186.2 |
| Textiles                            | 125.9            | 0.0              | 125.9     | 262.4 | 284.9 | 310.1 | 326.7 |
| Wood and wood products              | 9.9              | 20.4             | 30.2      | 169.8 | 174.2 | 179.6 | 209.3 |
| Paper and paper products            | 14.2             | 2.0              | 16.1      | 124.1 | 139.2 | 135.6 | 137.2 |
| Chemicals and chemical products     | 49.7             | 43.2             | 92.9      | 148.6 | 144.5 | 146.3 | 152.7 |
| Nonmetallic mineral products        | 43.7             | 51.2             | 94.9      | 171.1 | 174.5 | 172.6 | 179.3 |
| Basic metal products                | 61.6             | 2.4              | 64.0      | 134.0 | 149.4 | 161.8 | 175.2 |
| Fabricated metal products           | 327.8            | 46.8             | 374.6     | 171.3 | 172.8 | 170.3 | 172.8 |
| Other                               | 9.4              | 0.0              | 9.4       | 176.7 | 185.6 | 189.5 | 195.5 |

Source: Central Statistical Office.

**Table 8. Kuwait: Output of Major Industrial Products, 2004–08**

| Product             | Unit                   | 2004   | 2005   | 2006   | 2007  | 2008  |
|---------------------|------------------------|--------|--------|--------|-------|-------|
| Brakish water       | Billion gallons        | 33.2   | 33.9   | 33.9   | 32.3  | 29.3  |
| Potable water       | Billion gallons        | 97.9   | 105.1  | 108.0  | 113.1 | 119.9 |
| Electric energy     | bn kwh                 | 41.3   | 43.7   | 47.6   | 48.8  | 51.7  |
| Sand lime bricks    | Thousand metric meters | 601.4  | 630.0  | 393.2  | 370.0 | 478.9 |
| Cement              | Thousand tons          | 2635.0 | 2690.1 | 2837.3 | 3232  | n.a   |
| Bran and flour      | Thousand tons          | 281.6  | 318.3  | 309.1  | 345.0 | 336.7 |
| Urea                | Thousand metric tons   | 731.8  | 784.0  | 925.1  | 935.0 | 961.7 |
| Chlorine            | Thousand tons          | 27.2   | 23.1   | 21.9   | 25.2  | 24.7  |
| Caustic soda        | Thousand tons          | 32.6   | 32.2   | 30.5   | 36.4  | 37.0  |
| Salt                | Thousand tons          | 10.2   | 8.1    | 13.2   | 8.4   | 9.0   |
| Hydrochloric acid   | Million gallons        | 16     | 3.4    | 3.4    | 4.8   | 5.8   |
| Sodium hypochlorite | Thousand tons          | 15.6   | 3.1    | 3.4    | 4.4   | 2.8   |
| Hydrogen gas        | Thousand cubic meters  | 62.1   | 70.2   | 66.9   | 59.7  | 79.1  |

Source: Central Statistical Office.

**Table 9. Kuwait: Agricultural and Fisheries Production, 2003/04–2006/07**

(In thousands of metric tons)

|                          | 2003/04 | 2004/05 | 2005/06 | 2006/07 |
|--------------------------|---------|---------|---------|---------|
| Vegetable and field crop | 611.15  | 950.15  | 672.00  | ...     |
| Wool                     | 326.00  | 289.00  | 296.00  | ...     |
| Meat                     | 36.09   | 41.45   | 36.72   | ...     |
| Milk                     | 35.97   | 42.68   | 41.88   | ...     |
| Eggs (millions)          | 390.40  | 282.40  | 363.80  | ...     |
| Fish                     | 5.90    | n.a.    | 5.60    | 4.40    |

Sources: Central Statistical Office; and the Public Authority for Agriculture.

**Table 10. Kuwait: Population and Employment, 2004–09**

(In thousands)

|                                  | Kuwaiti |       |         | Non-Kuwaiti |         |         | Total   |         |         |
|----------------------------------|---------|-------|---------|-------------|---------|---------|---------|---------|---------|
|                                  | Female  | Male  | Total   | Female      | Male    | Total   | Female  | Male    | Total   |
| <b>2004</b>                      |         |       |         |             |         |         |         |         |         |
| Employed                         | 113.0   | 174.6 | 287.6   | 278.0       | 1,045.5 | 1,323.5 | 391.0   | 1,220.1 | 1,611.1 |
| Total labor force 1/             | 119.6   | 179.6 | 299.3   | 283.0       | 1,052.0 | 1,335.0 | 402.6   | 1,231.7 | 1,634.3 |
| Population                       | 479.5   | 463.4 | 956.2   | 538.8       | 1,163.1 | 1,797.4 | 1,018.3 | 1,626.5 | 2,753.7 |
| Participation ratio (in percent) | 25.0    | 38.8  | 31.3    | 52.5        | 90.5    | 74.3    | 39.5    | 75.7    | 59.4    |
| <b>2005</b>                      |         |       |         |             |         |         |         |         |         |
| Employed                         | 124.8   | 183.4 | 308.2   | 301.9       | 1,181.6 | 1,483.4 | 426.6   | 1,365.0 | 1,791.6 |
| Total labor force 1/             | 131.4   | 189.1 | 320.5   | 307.3       | 1,188.3 | 1,495.6 | 438.7   | 1,377.3 | 1,816.1 |
| Population                       | 506.1   | 486.1 | 992.2   | 607.7       | 1,391.3 | 1,999.0 | 1,113.8 | 1,877.4 | 2,991.2 |
| Participation ratio (in percent) | 26.0    | 38.9  | 32.3    | 50.6        | 85.4    | 74.8    | 39.4    | 73.4    | 60.7    |
| <b>2006</b>                      |         |       |         |             |         |         |         |         |         |
| Employed                         | 135.5   | 192.1 | 327.7   | 320.3       | 1,288.1 | 1,608.4 | 455.9   | 1,480.2 | 1,936.1 |
| Total labor force 1/             | 142.3   | 198.8 | 341.2   | 326.6       | 1,295.2 | 1,621.8 | 468.9   | 1,494.0 | 1,963.0 |
| Population                       | 522.2   | 501.1 | 1,023.3 | 648.8       | 1,510.8 | 2,159.6 | 1,171.0 | 2,012.0 | 3,183.0 |
| Participation ratio (in percent) | 27.3    | 39.7  | 33.3    | 50.3        | 85.7    | 75.1    | 40.0    | 74.3    | 61.7    |
| <b>2007</b>                      |         |       |         |             |         |         |         |         |         |
| Employed                         | 131.2   | 173.3 | 304.4   | 376.5       | 1,376.0 | 1,752.5 | 507.6   | 1,549.3 | 2,056.9 |
| Total labor force 1/             | 141.7   | 182.6 | 324.3   | 384.0       | 1,384.2 | 1,768.2 | 525.8   | 1,566.7 | 2,092.5 |
| Population                       | 538.0   | 516.6 | 1,054.6 | 729.8       | 1,615.3 | 2,345.0 | 1,267.7 | 2,131.9 | 3,399.6 |
| Participation ratio (in percent) | 26.3    | 35.3  | 30.8    | 52.6        | 85.7    | 75.4    | 41.5    | 73.5    | 61.6    |
| <b>2008</b>                      |         |       |         |             |         |         |         |         |         |
| Employed                         | 141.0   | 178.7 | 319.7   | 364.6       | 1,368.9 | 1,733.5 | 505.5   | 1,547.6 | 2,053.1 |
| Total labor force 1/             | 149.9   | 186.3 | 336.3   | 373.8       | 1,377.8 | 1,751.7 | 523.7   | 1,564.2 | 2,088.0 |
| Population                       | 555.0   | 532.6 | 1,087.6 | 735.5       | 1,618.8 | 2,354.3 | 1,290.5 | 2,151.3 | 3,441.8 |
| Participation ratio (in percent) | 27.0    | 35.0  | 30.9    | 50.8        | 85.1    | 74.4    | 40.6    | 72.7    | 60.7    |
| <b>2009 (June)</b>               |         |       |         |             |         |         |         |         |         |
| Employed                         | 154.1   | 184.7 | 338.8   | 387.3       | 1,332.8 | 1,720.1 | 541.4   | 1,564.2 | 2,058.9 |
| Total labor force 1/             | 160.8   | 190.6 | 351.5   | 398.4       | 1,343.3 | 1,741.7 | 559.2   | 2,151.3 | 2,093.2 |
| Population                       | 570.6   | 548.3 | 1,118.9 | 774.0       | 1,591.9 | 2,366.0 | 1,344.7 | 120.1   | 3,484.9 |
| Participation ratio (in percent) | 28.2    | 34.8  | 31.4    | 51.5        | 84.4    | 73.6    | 41.6    | 1,791.2 | 60.1    |

Sources: Central Statistical Office; and Civil Information Authority.

1/ Labor force includes population 15 years old and over.

**Table 11. Kuwait: Distribution of Employees by Economic Activity and Nationality, 2004–09**

| Economic sectors                  | 2004    |             |         | 2005    |             |         | 2006    |             |         | 2007    |             |         | 2008    |             |         | 2009    |             |         |
|-----------------------------------|---------|-------------|---------|---------|-------------|---------|---------|-------------|---------|---------|-------------|---------|---------|-------------|---------|---------|-------------|---------|
|                                   | Kuwaiti | Non-Kuwaiti | Total   | Kuwaiti | Non-Kuwaiti | Total   | Kuwaiti | Non-Kuwaiti | Total   | Kuwaiti | Non-Kuwaiti | Total   | Kuwaiti | Non-Kuwaiti | Total   | Kuwaiti | Non-Kuwaiti | Total   |
| (In thousands)                    |         |             |         |         |             |         |         |             |         |         |             |         |         |             |         |         |             |         |
| Agriculture and fisheries         | 0.1     | 29.9        | 30.0    | 0.1     | 33.4        | 33.5    | 0.2     | 34.6        | 34.8    | 0.3     | 36.0        | 36.3    | 0.3     | 35.6        | 35.8    | 0.3     | 37.8        | 38.1    |
| Mining and quarrying              | 4.6     | 2.5         | 7.0     | 4.9     | 2.0         | 6.9     | 4.7     | 1.6         | 6.3     | 4.1     | 1.5         | 5.6     | 4.2     | 1.6         | 5.8     | 4.6     | 1.7         | 6.2     |
| Manufacturing                     | 8.3     | 83.8        | 92.1    | 8.6     | 90.9        | 99.6    | 9.1     | 97.3        | 106.4   | 7.8     | 106.1       | 113.9   | 8.2     | 111.7       | 119.8   | 8.8     | 109.2       | 118.0   |
| Construction                      | 2.3     | 112.9       | 115.2   | 2.9     | 132.1       | 135.0   | 4.4     | 155.4       | 159.8   | 5.3     | 164.1       | 169.4   | 6.7     | 167.3       | 174.0   | 8.2     | 161.5       | 169.6   |
| Electricity, water, and gas       | 7.7     | 2.5         | 10.2    | 8.4     | 2.5         | 10.9    | 9.2     | 2.5         | 11.7    | 9.0     | 2.3         | 11.3    | 9.5     | 2.3         | 11.9    | 10.3    | 2.1         | 12.4    |
| Wholesale and retail trade        | 5.7     | 231.7       | 237.4   | 6.6     | 244.8       | 251.4   | 8.2     | 258.9       | 267.0   | 9.4     | 302.1       | 311.5   | 10.1    | 312.9       | 323.0   | 11.5    | 308.5       | 320.0   |
| Transportation and communications | 7.1     | 41.1        | 48.2    | 7.7     | 46.1        | 53.9    | 8.6     | 53.4        | 62.0    | 7.6     | 54.6        | 62.1    | 8.1     | 56.3        | 64.4    | 8.7     | 58.4        | 67.1    |
| Finance and business services     | 10.2    | 59.2        | 69.4    | 11.5    | 71.0        | 82.6    | 13.7    | 77.9        | 91.6    | 14.6    | 85.2        | 99.8    | 16.0    | 90.9        | 106.9   | 18.3    | 89.1        | 107.3   |
| Public administration             | 237.0   | 604.5       | 841.5   | 251.1   | 656.9       | 908.0   | 260.5   | 672.7       | 933.2   | 233.7   | 734.7       | 968.4   | 240.4   | 658.6       | 899.0   | 247.0   | 648.8       | 895.7   |
| Unclassified                      | 16.3    | 167.0       | 183.3   | 18.5    | 215.8       | 234.3   | 22.5    | 267.5       | 290.0   | 32.6    | 281.6       | 314.1   | 32.8    | 314.7       | 347.5   | 34.0    | 324.8       | 358.7   |
| Total                             | 299.3   | 1,335.0     | 1,634.3 | 320.5   | 1,495.6     | 1,816.1 | 341.2   | 1,621.8     | 1,963.0 | 324.3   | 1,768.2     | 2,092.5 | 336.3   | 1,751.7     | 2,088.0 | 351.5   | 1,741.7     | 2,093.2 |
| (In percent of total, by sector)  |         |             |         |         |             |         |         |             |         |         |             |         |         |             |         |         |             |         |
| Agriculture and fisheries         | 0.0     | 2.2         | 1.8     | 0.0     | 2.2         | 1.8     | 0.1     | 2.1         | 1.8     | 0.1     | 2.0         | 1.7     | 0.1     | 2.0         | 1.7     | 0.1     | 2.2         | 1.8     |
| Mining and quarrying              | 1.5     | 0.2         | 0.4     | 1.5     | 0.1         | 0.4     | 1.4     | 0.1         | 0.3     | 1.3     | 0.1         | 0.3     | 1.2     | 0.1         | 0.3     | 1.3     | 0.1         | 0.3     |
| Manufacturing                     | 2.8     | 6.3         | 5.6     | 2.7     | 6.1         | 5.5     | 2.7     | 6.0         | 5.4     | 2.4     | 6.0         | 5.4     | 2.4     | 6.4         | 5.7     | 2.5     | 6.3         | 5.6     |
| Construction                      | 0.8     | 8.5         | 7.0     | 0.9     | 8.8         | 7.4     | 1.3     | 9.6         | 8.1     | 1.6     | 9.3         | 8.1     | 2.0     | 9.5         | 8.3     | 2.3     | 9.3         | 8.1     |
| Electricity, water, and gas       | 2.6     | 0.2         | 0.6     | 2.6     | 0.2         | 0.6     | 2.7     | 0.2         | 0.6     | 2.8     | 0.1         | 0.5     | 2.8     | 0.1         | 0.6     | 2.9     | 0.1         | 0.6     |
| Wholesale and retail trade        | 1.9     | 17.4        | 14.5    | 2.1     | 16.4        | 13.8    | 2.4     | 16.0        | 13.6    | 2.9     | 17.1        | 14.9    | 3.0     | 17.9        | 15.5    | 3.3     | 17.7        | 15.3    |
| Transportation and communications | 2.4     | 3.1         | 2.9     | 2.4     | 3.1         | 3.0     | 2.5     | 3.3         | 3.2     | 2.3     | 3.1         | 3.0     | 2.4     | 3.2         | 3.1     | 2.5     | 3.4         | 3.2     |
| Finance and business services     | 3.4     | 4.4         | 4.2     | 3.6     | 4.7         | 4.5     | 4.0     | 4.8         | 4.7     | 4.5     | 4.8         | 4.8     | 4.8     | 5.2         | 5.1     | 5.2     | 5.1         | 5.1     |
| Public administration             | 79.2    | 45.3        | 51.5    | 78.3    | 43.9        | 50.0    | 76.4    | 41.5        | 47.5    | 72.1    | 41.5        | 46.3    | 71.5    | 37.6        | 43.1    | 70.3    | 37.3        | 42.8    |
| Unclassified                      | 5.4     | 12.5        | 11.2    | 5.8     | 14.4        | 12.9    | 6.6     | 16.5        | 14.8    | 10.0    | 15.9        | 15.0    | 9.8     | 18.0        | 16.6    | 9.7     | 18.6        | 17.1    |
| Total                             | 100.0   | 100.0       | 100.0   | 100.0   | 100.0       | 100.0   | 100.0   | 100.0       | 100.0   | 100.0   | 100.0       | 100.0   | 100.0   | 100.0       | 100.0   | 100.0   | 100.0       | 100.0   |
| (In percent, by nationality)      |         |             |         |         |             |         |         |             |         |         |             |         |         |             |         |         |             |         |
| Agriculture and fisheries         | 0.4     | 99.6        | 100.0   | 0.4     | 99.6        | 100.0   | 0.6     | 99.4        | 100.0   | 0.7     | 99.3        | 100.0   | 0.8     | 99.2        | 100.0   | 0.8     | 99.2        | 100.0   |
| Mining and quarrying              | 65.1    | 34.9        | 100.0   | 71.2    | 28.8        | 100.0   | 74.8    | 25.2        | 100.0   | 72.6    | 27.4        | 100.0   | 72.1    | 27.9        | 100.0   | 73.4    | 26.6        | 100.0   |
| Manufacturing                     | 9.0     | 91.0        | 100.0   | 8.7     | 91.3        | 100.0   | 8.6     | 91.4        | 100.0   | 6.9     | 93.1        | 100.0   | 6.8     | 93.2        | 100.0   | 7.4     | 92.6        | 100.0   |
| Construction                      | 2.0     | 98.0        | 100.0   | 2.1     | 97.9        | 100.0   | 2.8     | 97.2        | 100.0   | 3.1     | 96.9        | 100.0   | 3.8     | 96.2        | 100.0   | 4.8     | 95.2        | 100.0   |
| Electricity, water, and gas       | 75.4    | 24.6        | 100.0   | 77.2    | 22.8        | 100.0   | 78.6    | 21.4        | 100.0   | 79.4    | 20.6        | 100.0   | 80.4    | 19.6        | 100.0   | 82.9    | 17.1        | 100.0   |
| Wholesale and retail trade        | 2.4     | 97.6        | 100.0   | 2.6     | 97.4        | 100.0   | 3.1     | 96.9        | 100.0   | 3.0     | 97.0        | 100.0   | 3.1     | 96.9        | 100.0   | 3.6     | 96.4        | 100.0   |
| Transportation and communications | 14.7    | 85.3        | 100.0   | 14.4    | 85.6        | 100.0   | 13.9    | 86.1        | 100.0   | 12.2    | 87.8        | 100.0   | 12.6    | 87.4        | 100.0   | 13.0    | 87.0        | 100.0   |
| Finance and business services     | 14.7    | 85.3        | 100.0   | 14.0    | 86.0        | 100.0   | 15.0    | 85.0        | 100.0   | 14.6    | 85.4        | 100.0   | 15.0    | 85.0        | 100.0   | 17.0    | 83.0        | 100.0   |
| Public administration             | 28.2    | 71.8        | 100.0   | 27.7    | 72.3        | 100.0   | 27.9    | 72.1        | 100.0   | 24.1    | 75.9        | 100.0   | 26.7    | 73.3        | 100.0   | 27.6    | 72.4        | 100.0   |
| Unclassified                      | 8.9     | 91.1        | 100.0   | 7.9     | 92.1        | 100.0   | 7.7     | 92.3        | 100.0   | 10.4    | 89.6        | 100.0   | 9.4     | 90.6        | 100.0   | 9.5     | 90.5        | 100.0   |
| Total                             | 18.3    | 81.7        | 100.0   | 17.6    | 82.4        | 100.0   | 17.4    | 82.6        | 100.0   | 15.5    | 84.5        | 100.0   | 16.1    | 83.9        | 100.0   | 16.8    | 83.2        | 100.0   |

Sources: Central Statistical Office; and Civil Information Authority.

**Table 12. Kuwait: Permits for Expatriate Workers, 1997–2009**

(In thousands)

| Year | Entry Visa for Work 1/ | Work Permits Issued First time | Cancellation of Work Permits | Net Issuance of Work Permits |
|------|------------------------|--------------------------------|------------------------------|------------------------------|
| 1997 | n.a                    | n.a                            | n.a                          | n.a                          |
| 1998 | 91.1                   | 71.4                           | 26.6                         | 44.8                         |
| 1999 | 77.5                   | 60.8                           | 22.2                         | 38.6                         |
| 2000 | 58.3                   | 40.3                           | 5.9                          | 34.4                         |
| 2001 | 83.5                   | 59.7                           | n.a                          | 59.7                         |
| 2002 | 113.0                  | 87.5                           | n.a                          | 87.5                         |
| 2003 | 128.4                  | 96.7                           | n.a                          | 96.7                         |
| 2004 | 168.4                  | 131.7                          | n.a                          | 131.7                        |
| 2005 | n.a                    | n.a                            | n.a                          | n.a                          |
| 2006 | 173.2                  | 146.7                          | n.a                          | 146.7                        |
| 2007 | n.a                    | n.a                            | n.a                          | n.a                          |
| 2008 | n.a                    | n.a                            | n.a                          | n.a                          |
| 2009 | n.a                    | n.a                            | n.a                          | n.a                          |

Source: Central Statistical Office, Annual Statistical Abstract.

1/ Entry visa must be obtained separately from work permit.

**Table 13. Kuwait: Number of Construction Permits Issued,  
1991–2009**

|      | Residential | Commercial/Industrial | Total  |
|------|-------------|-----------------------|--------|
| 1992 | 6,145       | 646                   | 6,791  |
| 1993 | 13,338      | 1,055                 | 14,393 |
| 1994 | 12,955      | 1,459                 | 14,414 |
| 1995 | 13,172      | 1,173                 | 14,345 |
| 1996 | 14,297      | 1,367                 | 15,664 |
| 1997 | 13,700      | 1,447                 | 15,147 |
| 1998 | 13,249      | 1,254                 | 14,503 |
| 1999 | 12,145      | 1,290                 | 13,435 |
| 2000 | 11,608      | 1,716                 | 13,324 |
| 2001 | 11,183      | 1,148                 | 12,331 |
| 2002 | 11,097      | 1,254                 | 12,351 |
| 2003 | ...         | ...                   | ...    |
| 2004 | 9,846       | 1,223                 | 11,069 |
| 2005 | 10,715      | 1,490                 | 12,205 |
| 2006 | 11,460      | 2,624                 | 14,084 |
| 2007 | 13,135      | 2,519                 | 15,654 |
| 2008 | 13,113      | 2,234                 | 15,347 |

Source: Central Statistical Office.



**Table 14. Kuwait: Summary of Government Finance, 2004/05–2008/09 1/**

|                                       | 2004/05                        | 2005/06 | 2006/07 | 2007/08 | 2008/09 |
|---------------------------------------|--------------------------------|---------|---------|---------|---------|
|                                       | (In million of Kuwaiti Dinars) |         |         |         |         |
| Total revenue                         | 10,539                         | 18,957  | 20,130  | 23,587  | 24,016  |
| Oil and gas                           | 8,171                          | 12,956  | 14,511  | 17,720  | 19,711  |
| Investment income and transfer        |                                |         |         |         |         |
| of profits of public entities 2/      | 1,713                          | 5,364   | 4,744   | 4,731   | 3,234   |
| Other 3/                              | 655                            | 637     | 875     | 1,136   | 1,071   |
| Total expenditure                     | 6,242                          | 6,809   | 10,264  | 9,604   | 18,103  |
| Current                               | 5,440                          | 5,910   | 9,040   | 8,182   | 16,456  |
| Wages and salaries                    | 1,940                          | 2,125   | 2,467   | 2,780   | 3,353   |
| Goods and services                    | 1,421                          | 1,442   | 1,577   | 1,785   | 1,906   |
| Of which: Military Equipment          |                                |         |         | 112     | 37      |
| Interest on domestic debt 4/          | 76                             | 95      | 95      | 79      | 65      |
| Transfers abroad                      | 132                            | 180     | 196     | 365     | 535     |
| Subsidies and transfers               | 1,871                          | 2,068   | 4,705   | 3,173   | 10,597  |
| Capital                               | 802                            | 899     | 1,224   | 1,422   | 1,647   |
| Of which: land purchases              | 147                            | 182     | 361     | 268     | 179     |
| Overall balance                       | 4,297                          | 12,148  | 9,866   | 13,983  | 5,913   |
| Financing                             | -4,297                         | -12,148 | -9,866  | -13,983 | -5,913  |
|                                       | (In percent of GDP)            |         |         |         |         |
| Revenue                               | 55.4                           | 75.6    | 66.5    | 78.0    | 60.4    |
| Oil and gas                           | 42.9                           | 51.7    | 48.0    | 58.6    | 49.5    |
| Investment income                     | 9.0                            | 21.4    | 15.7    | 15.6    | 8.1     |
| Other 3/                              | 3.4                            | 2.5     | 2.9     | 3.8     | 2.7     |
| Expenditure                           | 32.8                           | 27.2    | 33.9    | 31.8    | 45.5    |
| Current                               | 28.6                           | 23.6    | 29.9    | 27.0    | 41.4    |
| Wages and salaries                    | 10.2                           | 8.5     | 8.2     | 9.2     | 8.4     |
| Goods and services                    | 7.5                            | 5.8     | 5.2     | 5.9     | 4.8     |
| Interest on domestic and foreign debt | 0.4                            | 0.4     | 0.3     | 0.3     | 0.2     |
| Subsidies and transfers               | 0.7                            | 0.7     | 0.6     | 1.2     | 1.3     |
| Capital                               | 4.2                            | 3.6     | 4.0     | 4.7     | 4.1     |
| Overall balance                       | 22.6                           | 48.5    | 32.6    | 46.2    | 14.9    |

Sources: Ministry of Finance; Central Bank of Kuwait; and Fund staff estimates.

1/ Coverage of budgetary operations includes the operation of the KIA. Data are on an accrual basis.

2/ Excluded from the national budget presentation. Estimated by the Fund staff.

3/ Excludes revenues from utility tariffs (which are included in the national budget presentation), but includes UN (Iraq) compensations.

4/ Covers interest payments on the treasury bills and bonds, and on the DCP bonds. Only the latter is included in the national budget presentation.

**Table 15. Kuwait: Government Revenue, 2004/05–2008/09**

|   | 2004/05 | 2005/06 | 2006/07 | 2007/08 | 2008/09 |
|---|---------|---------|---------|---------|---------|
| (In million of Kuwaiti Dinars )                     |         |         |         |         |         |
| Total revenue                                       | 10,539  | 18,957  | 20,130  | 23,587  | 24,016  |
| Current revenue                                     | 10,479  | 18,934  | 20,111  | 23,575  | 24,014  |
| Oil and gas receipts                                | 8,171   | 12,956  | 14,511  | 17,720  | 19,711  |
| Investment income and transfer 1/                   | 1,713   | 5,364   | 4,744   | 4,731   | 3,234   |
| Other current revenue                               | 595     | 614     | 856     | 1,124   | 1,069   |
| Tax revenue   | 230     | 243     | 286     | 354     | 347     |
| Taxes on income and profits<br>of non-oil companies | 53      | 58      | 82      | 109     | 122     |
| Taxes on property transfers                         | 11      | 10      | 14      | 20      | 10      |
| Customs duties                                      | 166     | 175     | 190     | 225     | 215     |
| Excise taxes  |         |         |         |         |         |
| Nontax revenue                                      | 365     | 371     | 570     | 770     | 722     |
| Capital revenue                                     | 60      | 23      | 19      | 12      | 2       |
| (In percent of total)                               |         |         |         |         |         |
| Oil receipts  | 77.5    | 68.3    | 72.1    | 75.1    | 82.1    |
| Investment income                                   | 16.3    | 28.3    | 23.6    | 20.1    | 13.5    |
| Tax revenue   | 2.2     | 1.3     | 1.4     | 1.5     | 1.4     |
| <i>Of which</i>                                     |         |         |         |         |         |
| Customs duties                                      | 1.6     | 0.9     | 0.9     | 1.0     | 0.9     |
| Nontax revenue                                      | 3.5     | 2.0     | 2.8     | 3.3     | 3.0     |

Sources: Ministry of Finance; and Fund staff estimates.

1/ Income from government's external assets; excluded from national budget and ex-post fiscal accounts.

**Table 16. Kuwait: Government Current Expenditure, 2004/05–2008/09**

|   | 2004/05 | 2005/06 | 2006/07 | 2007/08 | 2008/09 |
|---|---------|---------|---------|---------|---------|
| (In million of Kuwaiti Dinars )         |         |         |         |         |         |
| Economic classification                 |         |         |         |         |         |
| Total current expenditure               | 5,440   | 5,910   | 9,040   | 8,182   | 16,456  |
| Wages and salaries 1/                   | 1,940   | 2,125   | 2,467   | 2,780   | 3,353   |
| Goods and non-interest services         | 1,421   | 1,442   | 1,577   | 1,785   | 1,906   |
| Interest on domestic debt               | 76      | 95      | 95      | 79      | 65      |
| Interest on DCP bonds                   | 13      | 0       | 13      | ...     | ...     |
| Interest on treasury bills 2/           | 26      | 0       | 0       | ...     | ...     |
| Interest on treasury bonds 2/           | 37      | 0       | 0       | ...     | ...     |
| Interest on foreign debt 2/             | 0       | 0       | 0       | 0       | 0       |
| Transfers abroad                        | 132     | 180     | 196     | 365     | 535     |
| Subsidies and domestic transfers        | 1,871   | 2,068   | 4,705   | 3,173   | 10,597  |
| Functional classification               |         |         |         |         |         |
| Total current expenditure               | 5,440   | 5,910   | 9,040   | 8,182   | 16,456  |
| General public service                  | 647     | 544     | 1,021   | 1,210   | 1,386   |
| Defense                                 | 1,036   | 1,013   | 1,052   | 1,209   | 1,185   |
| Public order                            | 549     | 629     | 649     | 727     | 899     |
| Education                               | 740     | 789     | 950     | 1,121   | 1,323   |
| Health                                  | 357     | 423     | 512     | 560     | 968     |
| Social affairs                          | 913     | 1,052   | 2,935   | 1,114   | 7,235   |
| Social security                         | 567     | 653     | 2,538   | 669     | 6,401   |
| Social welfare                          | 346     | 399     | 397     | 445     | 834     |
| Housing and utilities                   | 160     | 168     | 245     | 289     | 300     |
| Economic services                       | 746     | 927     | 1,183   | 1,525   | 2,691   |
| Mining, manufacturing, and construction | 14      | 15      | 17      | 21      | 31      |
| Electricity, etc.                       | 662     | 849     | 1,075   | 1,393   | 2,533   |
| Agriculture                             | 31      | 29      | 37      | 59      | 71      |
| Other                                   | 39      | 34      | 54      | 52      | 56      |
| Other 3/                                | 292     | 365     | 493     | 427     | 469     |
| (In percent of total)                   |         |         |         |         |         |
| Economic classification                 |         |         |         |         |         |
| <i>Of which:</i>                        |         |         |         |         |         |
| Wages and salaries                      | 35.7    | 36.0    | 27.3    | 34.0    | 20.4    |
| Goods and services                      | 26.1    | 24.4    | 17.4    | 21.8    | 11.6    |
| Transfers abroad                        | 1.4     | 1.6     | 1.1     | 1.0     | 0.4     |
| Subsidies and domestic transfers        | 0.2     | 0.0     | 0.1     | ...     | ...     |
| Functional classification               |         |         |         |         |         |
| <i>Of which:</i>                        |         |         |         |         |         |
| General public service                  | 11.9    | 9.2     | 11.3    | 14.8    | 8.4     |
| Defense                                 | 19.0    | 17.1    | 11.6    | 14.8    | 7.2     |
| Health                                  | 10.1    | 10.6    | 7.2     | 8.9     | 5.5     |
| Housing and utilities                   | 13.6    | 13.4    | 10.5    | 13.7    | 8.0     |
| Economic services                       | 6.6     | 7.2     | 5.7     | 6.8     | 5.9     |

Sources: Ministry of Finance; and Fund staff estimates.

1/ Excludes military wages and salaries which are included under goods and services.

2/ Excluded from national budget presentation.

3/ Includes interest payments on treasury bills and bonds which are excluded from national budget presentation.

**Table 17. Kuwait: Government Capital Expenditures and Land Purchases,  
2004/05–2008/09**

|                                 | 2004/05 | 2005/06 | 2006/07 | 2007/08 | 2008/09 |
|---------------------------------|---------|---------|---------|---------|---------|
| (In million of Kuwaiti Dinars ) |         |         |         |         |         |
| Capital expenditure             | 655     | 717     | 863     | 1,154   | 1,468   |
| General public services         | 49      | 86      | 83      | 169     | 192     |
| Defense                         | 3       | 7       | 7       | 10      | 10      |
| Education                       | 66      | 87      | 106     | 115     | 171     |
| Health                          | 36      | 34      | 35      | 39      | 60      |
| Social affairs                  | 12      | 42      | 48      | 16      | 16      |
| Housing                         | 190     | 180     | 240     | 229     | 208     |
| Economic services               | 260     | 224     | 280     | 501     | 723     |
| <i>Of which:</i>                |         |         |         |         |         |
| Electricity and water           | 235     | 196     | 250     | 468     | 690     |
| Other                           | 25      | 28      | 30      | 33      | 33      |
| Public order                    | 18      | 35      | 37      | 43      | 50      |
| Other 1/                        | 21      | 22      | 27      | 32      | 38      |
| Land purchases                  | 147     | 182     | 361     | 268     | 179     |
| Capital and land, total         | 802     | 899     | 1,224   | 1,422   | 1,647   |
| (In percent of total)           |         |         |         |         |         |
| Capital expenditure             | 81.7    | 79.8    | 70.5    | 81.2    | 89.1    |
| <i>Of which:</i>                |         |         |         |         |         |
| General public services         | 6.1     | 9.6     | 6.8     | 11.9    | 11.7    |
| Education                       | 8.2     | 9.7     | 8.7     | 8.1     | 10.4    |
| Health                          | 4.5     | 3.8     | 2.9     | 2.7     | 3.6     |
| Housing                         | 23.7    | 20.0    | 19.6    | 16.1    | 12.6    |
| Economic services               | 32.4    | 24.9    | 22.9    | 35.2    | 43.9    |
| Land purchases                  | 18.3    | 20.2    | 29.5    | 18.8    | 10.9    |
| Total                           | 100.0   | 100.0   | 100.0   | 100.0   | 100.0   |

Sources: Ministry of Finance; and Fund staff estimates.

1/ Includes contingency funds not allocated to specific expenditures.

**Table 18. Kuwait: Government Domestic Subsidies and Transfers,  
2004/05–2008/09**

(In millions of Kuwaiti dinars)

|                                       | 2004/05 | 2005/06 | 2006/07 | 2007/08 | 2008/09 |
|---------------------------------------|---------|---------|---------|---------|---------|
| Total current subsidies               | 656     | 817     | 1,166   | 1,525   | 2,964   |
| Food and commodity subsidies          | 17      | 18      | 19      | 47      | 130     |
| Petroleum product subsidies           | 11      | 21      | 30      | 38      | 252     |
| Electricity and water                 | 628     | 778     | 1,117   | 1,440   | 2,582   |
| Total transfers                       | 1,215   | 1,251   | 3,539   | 1,648   | 7,633   |
| Social Security Institute             | 567     | 654     | 2,538   | 669     | 6,401   |
| Individuals                           | 189     | 212     | 224     | 225     | 282     |
| <i>Of which:</i>                      |         |         |         |         |         |
| End-of-employment benefits            | 4       | 5       | 14      | 11      | 15      |
| Cancellation of housing loans         | 35      | 35      | 35      | 35      | 35      |
| Private domestic institutions         | 14      | 15      | 17      | 19      | 20      |
| Other public entities                 | 76      | 79      | 98      | 165     | 155     |
| Other                                 | 369     | 291     | 662     | 570     | 775     |
| Total current subsidies and transfers | 1,871   | 2,068   | 4,705   | 3,173   | 10,597  |
| Memorandum items                      |         |         |         |         |         |
| Subsidies and transfers               |         |         |         |         |         |
| As percent of GDP                     | 9.8     | 8.3     | 15.6    | 9.2     | 26.6    |
| As percent of government expenditure  | 30.0    | 30.4    | 45.8    | 33.0    | 58.5    |

Sources: Ministry of Finance; and Fund staff estimates.

**Table 19. Kuwait: Monetary Accounts of the Central Bank, 2004–09**

(In millions of Kuwaiti dinars)

| End of Period                    | 2004  | 2005  | 2006  | 2007  | 2008  | 2009  |
|----------------------------------|-------|-------|-------|-------|-------|-------|
| Foreign assets 1/                | 2,196 | 2,478 | 3,551 | 4,475 | 4,613 | 5,079 |
| Gold                             | 32    | 32    | 32    | 32    | 32    | 32    |
| Other foreign assets             | 2,164 | 2,446 | 3,519 | 4,443 | 4,581 | 5,047 |
| Rediscounted commercial paper    | ...   | ...   | ...   | ...   | ...   | ...   |
| Deposits with local banks        | 1     | ...   | ...   | ...   | 311   | ...   |
| Claims on government             | ...   | 15    | ...   | ...   | ...   | ...   |
| Unclassified assets              | 25    | 120   | 43    | 179   | 252   | 69    |
| Total assets = Total liabilities | 2,222 | 2,612 | 3,594 | 4,654 | 5,176 | 5,148 |
| Reserve money                    | 912   | 1,364 | 2,119 | 2,654 | 1,705 | 2,980 |
| Currency in circulation          | 531   | 579   | 656   | 642   | 708   | 776   |
| Currency with banks              | 75    | 106   | 149   | 115   | 161   | 168   |
| Local banks' deposits with CBK   | 306   | 556   | 959   | 1,307 | 461   | 1,019 |
| CBK bonds                        | ...   | 124   | 356   | 591   | 375   | 1,017 |
| Foreign liabilities 2/           | 32    | 107   | 135   | 148   | 103   | 70    |
| Government deposits              | 662   | 534   | 617   | 920   | 1,124 | 1,165 |
| Capital accounts                 | 204   | 218   | 253   | 300   | 300   | 300   |
| Unclassified liabilities 3/      | 412   | 388   | 469   | 632   | 1,944 | 633   |
| Memorandum items                 |       |       |       |       |       |       |
| Net foreign assets               | 2,164 | 2,370 | 3,416 | 4,327 | 4,510 | 5,009 |
| Currency issued                  | 606   | 685   | 805   | 757   | 869   | 944   |

Source: Central Bank of Kuwait.

1/ Excludes SDRs and IMF reserve position.

2/ Accounts of international organizations.

3/ Includes deposits against L/Cs.

Table 20. Kuwait: Monetary Survey, 2004–09

| End of Period   | 2004   | 2005   | 2006   | 2007   | 2008   | 2009   |
|---|--------|--------|--------|--------|--------|--------|
| (In millions of Kuwaiti dinars)                         |        |        |        |        |        |        |
| Foreign assets (net)                                    | 3,534  | 3,904  | 5,546  | 5,737  | 7,607  | 9,444  |
| Central bank 1/   | 2,164  | 2,370  | 3,416  | 4,327  | 4,510  | 5,009  |
| Local banks   | 1,370  | 1,534  | 2,130  | 1,410  | 3,097  | 4,435  |
| Domestic assets (net)                                   | 8,121  | 9,182  | 10,375 | 13,223 | 14,343 | 15,452 |
| Claims on government (net)                              | 1,246  | 948    | 113    | -1,013 | -2,663 | -3,227 |
| Central bank (net)                                      | -662   | -520   | -617   | -920   | -1,124 | -1,165 |
| Claims  | 0      | 15     | 0      | 0      | 0      | 0      |
| Deposits (increase -)                                   | 662    | 534    | 617    | 920    | 1,124  | 1,165  |
| Local banks (net)                                       | 1,908  | 1,467  | 731    | -93    | -1,539 | -2,063 |
| Claims  | 2,750  | 2,463  | 2,165  | 1,912  | 1,996  | 1,922  |
| Government debt bonds                                   | 604    | 378    | 176    | 0      | 0      | 0      |
| Public debt instruments                                 | 2,146  | 2,085  | 1,989  | 1,912  | 1,996  | 1,922  |
| Other claims  | 0      | 0      | 0      | 0      | 0      | 0      |
| Deposits (increase -)                                   | 842    | 996    | 1,434  | 2,004  | 3,535  | 3,984  |
| Claims on nongovernment sector                          | 10,886 | 12,937 | 16,148 | 21,822 | 25,452 | 27,015 |
| Credit facilities                                       | 9,867  | 11,827 | 14,934 | 20,139 | 23,668 | 25,104 |
| Local investments                                       | 1,019  | 1,109  | 1,214  | 1,683  | 1,785  | 1,911  |
| Other items (net)                                       | -4,011 | -4,702 | -5,887 | -7,586 | -8,446 | -8,336 |
| Broad money   | 11,655 | 13,086 | 15,921 | 18,960 | 21,950 | 24,896 |
| Money   | 3,174  | 3,727  | 3,550  | 4,147  | 4,370  | 4,714  |
| Quasi money, of which:                                  | 8,481  | 9,359  | 12,370 | 14,813 | 17,580 | 20,182 |
| Foreign currency deposits                               | 1,169  | 1,548  | 2,245  | 1,683  | 1,899  | 2,753  |
| (Annual percentage change)                              |        |        |        |        |        |        |
| Foreign assets (net)                                    | 43.3   | 10.5   | 42.1   | 3.4    | 32.6   | 24.1   |
| Central bank  | 10.1   | 9.5    | 44.1   | 26.6   | 4.2    | 11.1   |
| Local banks   | 173.7  | 12.0   | 38.9   | -33.8  | 119.7  | 43.2   |
| Domestic assets (net)                                   | 2.3    | 13.1   | 13.0   | 27.5   | 8.5    | 7.7    |
| Claims on government (net)                              | -37.8  | -24.0  | -88.0  | -993.3 | 162.9  | 21.2   |
| Claims on nongovernment sector                          | 16.1   | 18.8   | 24.8   | 35.1   | 16.6   | 6.1    |
| Other items (net)                                       | 16.3   | 17.2   | 25.2   | 28.9   | 11.3   | -1.3   |
| Broad money   | 12.1   | 12.3   | 21.7   | 19.1   | 15.8   | 13.4   |
| Money   | 21.5   | 17.4   | -4.8   | 16.8   | 5.4    | 7.9    |
| Quasi money, of which:                                  | 8.9    | 10.4   | 32.2   | 19.7   | 18.7   | 14.8   |
| Foreign currency deposits                               | 18.0   | 32.4   | 45.0   | -25.0  | 12.9   | 44.9   |
| (Change in percent of broad money stock a year earlier) |        |        |        |        |        |        |
| Foreign assets (net)                                    | 10.3   | 3.2    | 12.5   | 1.2    | 9.9    | 8.4    |
| Central bank  | 1.9    | 1.8    | 8.0    | 5.7    | 1.0    | 2.3    |
| Local banks   | 8.4    | 1.4    | 4.6    | -4.5   | 8.9    | 6.1    |
| Domestic assets (net)                                   | 1.8    | 9.1    | 9.1    | 17.9   | 5.9    | 5.1    |
| Claims on government (net)                              | -7.3   | -2.6   | -6.4   | -7.1   | -8.7   | -2.6   |
| Claims on nongovernment sector                          | 14.5   | 17.6   | 24.5   | 35.6   | 19.1   | 7.1    |
| Other items (net)                                       | -5.4   | -5.9   | -9.1   | -10.7  | -4.5   | 0.5    |
| Broad money   | 12.1   | 12.3   | 21.7   | 19.1   | 15.8   | 13.4   |
| Money   | 5.4    | 4.7    | -1.4   | 3.7    | 1.2    | 1.6    |
| Quasi money, of which:                                  | 6.6    | 7.5    | 23.0   | 15.3   | 14.6   | 11.9   |
| Foreign currency deposits                               | 1.7    | 3.3    | 5.3    | -3.5   | 1.1    | 3.9    |

Source: Central Bank of Kuwait.

1/ Excludes SDRs and IMF reserve position.

**Table 21. Kuwait: Balance Sheet of the Local Banks, 2004–09**

(In millions of Kuwaiti dinars)

| End of Period                      | 2004       | 2005       | 2006       | 2007       | 2008       | 2009       |
|------------------------------------|------------|------------|------------|------------|------------|------------|
| Reserves                           | 32,245     | 36,390     | 44,644     | 58,492     | 65,369     | 68,369     |
| Cash                               | 75         | 106        | 149        | 115        | 161        | 168        |
| Balances with central bank         | 175        | 112        | 50         | 484        | 371        | 225        |
| Foreign assets                     | 3,192      | 3,794      | 5,246      | 7,633      | 8,796      | 7,356      |
| Claims on nongovernment sector     | 10,886     | 12,937     | 16,148     | 21,822     | 25,452     | 27,015     |
| Credit facilities                  | 9,867      | 11,827     | 14,934     | 20,139     | 23,668     | 25,104     |
| Local investments                  | 1,019      | 1,109      | 1,214      | 1,683      | 1,785      | 1,911      |
| Claims on government               | 2,750      | 2,463      | 2,165      | 1,912      | 1,996      | 1,922      |
| Government debt bonds              | 604        | 378        | 176        | 0          | 0          | 0          |
| Public debt instruments 1/         | 2,146      | 2,085      | 1,989      | 1,912      | 1,996      | 1,922      |
| Other claims                       | 0          | 0          | 0          | 0          | 0          | 0          |
| Interbank deposits                 | 1,405      | 1,014      | 1,291      | 1,390      | 672        | 856        |
| Time Deposits with CBK             | 126        | 440        | 926        | 813        | 97         | 873        |
| CBK bonds                          | 0          | 124        | 356        | 591        | 375        | 1,017      |
| Other assets                       | 535        | 622        | 659        | 797        | 1,322      | 929        |
| <br>Total assets=Total liabilities | <br>19,144 | <br>21,612 | <br>26,990 | <br>35,555 | <br>39,243 | <br>40,361 |
| Broad money deposits               | 11,124     | 12,508     | 15,264     | 18,318     | 21,242     | 24,120     |
| Demand deposits                    | 2,643      | 3,149      | 2,894      | 3,505      | 3,663      | 3,938      |
| Quasi-money deposits               | 8,481      | 9,359      | 12,370     | 14,813     | 17,580     | 20,182     |
| Government deposits                | 842        | 996        | 1,434      | 2,004      | 3,535      | 3,984      |
| Foreign liabilities                | 1,822      | 2,260      | 3,116      | 6,223      | 5,699      | 2,921      |
| Interbank deposits                 | 1,369      | 853        | 1,302      | 1,374      | 664        | 847        |
| Own funds                          | 2,311      | 2,800      | 3,170      | 4,496      | 4,600      | 4,899      |
| Other liabilities                  | 1,676      | 2,195      | 2,703      | 3,140      | 3,502      | 3,589      |

Source: Central Bank of Kuwait.

1/ Treasury bills and bonds.



**Table 22. Kuwait: Distribution of Local Bank Domestic Credit Outstanding to the Private Sector, 2004–09**

| End of Period                                     | 2004  | 2005   | 2006   | 2007   | 2008   | 2009   |
|---|-------|--------|--------|--------|--------|--------|
| (In millions of Kuwaiti Dinars)                   |       |        |        |        |        |        |
| Trade   | 1,276 | 1,371  | 1,702  | 1,900  | 2,285  | 2,256  |
| Industry  | 447   | 468    | 609    | 1,071  | 1,465  | 1,500  |
| Construction                                      | 592   | 770    | 1,070  | 1,367  | 1,674  | 1,632  |
| Agriculture and fisheries                         | 23    | 19     | 36     | 15     | 12     | 12     |
| Non-bank financial institutions                   | 781   | 933    | 1,427  | 2,409  | 2,762  | 2,897  |
| Personal facilities                               | 4,169 | 5,137  | 6,052  | 7,093  | 7,866  | 8,392  |
| <i>Of which: credit for trading in securities</i> | 908   | 1,248  | 1,605  | 2,157  | 2,794  | 2,827  |
| Real estate                                       | 2,029 | 2,539  | 3,288  | 5,002  | 5,966  | 6,597  |
| Other   | 550   | 591    | 750    | 1,283  | 1,637  | 1,817  |
| Total   | 9,867 | 11,827 | 14,934 | 20,139 | 23,668 | 25,104 |
| (In percent of total)                             |       |        |        |        |        |        |
| Trade   | 12.9  | 11.6   | 11.4   | 9.4    | 9.7    | 9.0    |
| Industry  | 4.5   | 4.0    | 4.1    | 5.3    | 6.2    | 6.0    |
| Construction                                      | 6.0   | 6.5    | 7.2    | 6.8    | 7.1    | 6.5    |
| Agriculture and fisheries                         | 0.2   | 0.2    | 0.2    | 0.1    | 0.1    | 0.0    |
| Financial institutions                            | 7.9   | 7.9    | 9.6    | 12.0   | 11.7   | 11.5   |
| Personal facilities                               | 42.3  | 43.4   | 40.5   | 35.2   | 33.2   | 33.4   |
| <i>Of which: credit for trading in securities</i> | 9.2   | 10.6   | 10.7   | 10.7   | 11.8   | 11.3   |
| Real estate                                       | 20.6  | 21.5   | 22.0   | 24.8   | 25.2   | 26.3   |
| Other   | 5.6   | 5.0    | 5.0    | 6.4    | 6.9    | 7.2    |
| Total   | 100   | 100    | 100    | 100    | 100    | 100    |
| (Change in percent)                               |       |        |        |        |        |        |
| Trade   | 19.0  | 7.4    | 24.1   | 11.6   | 20.3   | -1.3   |
| Industry  | 1.2   | 4.6    | 30.1   | 75.9   | 36.8   | 2.4    |
| Construction                                      | -6.5  | 30.1   | 38.9   | 27.8   | 22.5   | -2.5   |
| Agriculture and fisheries                         | -53.1 | -16.6  | 88.7   | -59.4  | -14.8  | -0.2   |
| Financial institutions                            | 20.1  | 19.4   | 53.0   | 68.8   | 14.7   | 4.9    |
| Personal facilities                               | 21.1  | 23.2   | 17.8   | 17.2   | 10.9   | 6.7    |
| <i>Of which: credit for trading in securities</i> | 20.2  | 37.6   | 28.5   | 34.4   | 29.6   | 1.2    |
| Real estate                                       | 41.5  | 25.1   | 29.5   | 52.1   | 19.3   | 10.6   |
| Other   | -21.1 | 7.4    | 27.0   | 71.1   | 27.6   | 11.0   |
| Total   | 17.2  | 19.9   | 26.3   | 34.9   | 17.5   | 6.1    |

Source: Central Bank of Kuwait.

**Table 23. Kuwait: Structure of Interest Rates, 2004–10**

(In percent per annum)

| Valid Since<br>Year | Month | Discount<br>Rate | Maximum Lending Rates |                            |       |                              |       | Lending Margin Over Discount Rate |       |                              |       |
|---------------------|-------|------------------|-----------------------|----------------------------|-------|------------------------------|-------|-----------------------------------|-------|------------------------------|-------|
|                     |       |                  | Consumer<br>Loans     | Credit One Year<br>or Less |       | Credit More<br>Than One Year |       | Credit One Year<br>or Less        |       | Credit More<br>Than One Year |       |
|                     |       |                  |                       | Overdraft                  | Loans | Overdraft                    | Loans | Overdraft                         | Loans | Overdraft                    | Loans |
| 2004                | 7     | 3.50             | 3.50                  | 6.50                       | 6.00  | 7.50                         | 7.00  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2004                | 8     | 4.00             | 4.00                  | 7.00                       | 6.50  | 8.00                         | 7.50  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2004                | 9     | 4.25             | 4.25                  | 7.25                       | 6.75  | 8.25                         | 7.75  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2004                | 11    | 4.50             | 4.50                  | 7.50                       | 7.00  | 8.50                         | 8.00  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2004                | 12    | 4.75             | 4.75                  | 7.75                       | 7.25  | 8.75                         | 8.25  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2005                | 2     | 5.00             | 5.00                  | 8.00                       | 7.50  | 9.00                         | 8.50  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2005                | 3     | 5.25             | 5.25                  | 8.25                       | 7.75  | 9.25                         | 8.75  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2005                | 7     | 5.50             | 5.50                  | 8.50                       | 8.00  | 9.50                         | 9.00  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2005                | 10    | 5.75             | 5.75                  | 8.75                       | 8.25  | 9.75                         | 9.25  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2005                | 11    | 6.00             | 6.00                  | 9.00                       | 8.50  | 10.00                        | 9.50  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2006                | 7     | 6.25             | 6.25                  | 9.25                       | 8.75  | 10.25                        | 9.75  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2007                | 12    | 6.25             | 6.25                  | 9.25                       | 8.75  | 10.25                        | 9.75  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2008                | 1     | 5.75             | 5.75                  | 8.75                       | 8.25  | 9.75                         | 9.25  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2008                | 3     | 5.75             | 8.75                  | 8.75                       | 8.25  | 9.75                         | 9.25  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2008                | 10    | 4.50             | 7.50                  | 7.50                       | 7.00  | 8.50                         | 8.00  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2008                | 10    | 4.25             | 7.25                  | 7.25                       | 6.75  | 8.25                         | 7.75  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2008                | 12    | 3.75             | 6.75                  | 6.75                       | 6.25  | 7.75                         | 7.25  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2009                | 4     | 3.50             | 6.50                  | 6.50                       | 6.00  | 7.50                         | 7.00  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2009                | 5     | 3.00             | 6.00                  | 6.00                       | 5.50  | 7.00                         | 6.50  | 3.00                              | 2.50  | 4.00                         | 3.50  |
| 2010                | 2     | 2.50             | 5.50                  | 5.50                       | 5.00  | 6.50                         | 6.00  | 3.00                              | 2.50  | 4.00                         | 3.50  |

Memorandum items:

**Types of Rates**

|                                       |       |
|---------------------------------------|-------|
| Overnight REPO rate                   | 0.750 |
| One week REPO rate                    | 1.500 |
| One month REPO rate                   | 2.000 |
| Overnight rate                        | 10.00 |
| Sales/purchase of treasury bills rate |       |

**Rate Formation**

Variable rate set daily by CBK.

**Market Rates**

|                       |      |   |
|-----------------------|------|---|
| Interbank rate        |      | One week; one-, three-, six-, and twelve-month rate.    |
| Savings deposit rate  |      | Variable rate; floor abolished effective February 1995. |
| Time deposit rate     |      | Variable rate; floor abolished effective February 1995. |
| Commercial loans rate |      |   |
| One year or less      |      | Market Rate   |
| Ceiling               | 5.00 | Discount rate +2.5 percentage points                    |
| More than one year    |      | Market Rate   |
| Ceiling               | 6.50 | Discount rate +4 percentage points.                     |
| Consumer loans rate   | 5.50 | Discount rate +3 percentage points.                     |
| Ceiling               |      | Discount rate, but front loaded.                        |

Source: Central Bank of Kuwait.

**Table 24. Kuwait: Interest Rates on Kuwaiti Dinar and U.S. Dollar Deposits with Local Banks, 2004–09**

(In percent per annum, period average)

|      | Kuwaiti Dinar<br>Deposits |         | U.S. Dollar<br>Deposits |         | Interest Differential<br>KD minus U.S. Dollar |         |
|------|---------------------------|---------|-------------------------|---------|---|---------|
|      | 3 months                  | 6 month | 3 months                | 6 month | 3 months                                      | 6 month |
| 2004 | 1.59                      | 1.80    | 1.05                    | 1.21    | 0.53  | 0.60    |
| 2005 | 2.85                      | 3.12    | 2.87                    | 3.09    | -0.02   | 0.03    |
| 2006 | 5.03                      | 5.11    | 4.51                    | 4.61    | 0.52  | 0.50    |
| 2007 | 5.02                      | 5.15    | 4.70                    | 4.69    | 0.33  | 0.46    |
| 2008 | 3.42                      | 3.63    | 2.40                    | 2.50    | 1.02  | 1.14    |
| 2009 | 1.69                      | 1.91    | 0.56                    | 0.88    | 1.12  | 1.03    |
| 2004 |                           |         |                         |         |   |         |
| Q1   | 1.57                      | 1.75    | 0.69                    | 0.73    | 0.88  | 1.02    |
| Q2   | 1.32                      | 1.51    | 0.74                    | 0.90    | 0.57  | 0.61    |
| Q3   | 1.62                      | 1.86    | 1.17                    | 1.38    | 0.45  | 0.48    |
| Q4   | 1.85                      | 2.09    | 1.60                    | 1.78    | 0.26  | 0.31    |
| 2005 |                           |         |                         |         |   |         |
| Q1   | 1.90                      | 2.18    | 2.13                    | 2.35    | -0.23   | -0.17   |
| Q2   | 2.51                      | 2.81    | 2.65                    | 2.89    | -0.14   | -0.08   |
| Q3   | 3.10                      | 3.36    | 3.08                    | 3.29    | 0.03  | 0.06    |
| Q4   | 3.94                      | 4.16    | 3.65                    | 3.85    | 0.30  | 0.32    |
| 2006 |                           |         |                         |         |   |         |
| Q1   | 4.60                      | 4.74    | 4.09                    | 4.24    | 0.50  | 0.51    |
| Q2   | 4.83                      | 4.95    | 4.46                    | 4.59    | 0.37  | 0.37    |
| Q3   | 5.28                      | 5.29    | 4.70                    | 4.79    | 0.58  | 0.50    |
| Q4   | 5.35                      | 5.40    | 4.73                    | 4.78    | 0.62  | 0.63    |
| 2007 |                           |         |                         |         |   |         |
| Q1   | 5.37                      | 5.41    | 4.72                    | 4.77    | 0.65  | 0.65    |
| Q2   | 5.05                      | 5.17    | 4.71                    | 4.74    | 0.34  | 0.43    |
| Q3   | 5.03                      | 5.20    | 4.86                    | 4.83    | 0.17  | 0.37    |
| Q4   | 4.63                      | 4.83    | 4.48                    | 4.40    | 0.15  | 0.42    |
| 2008 |                           |         |                         |         |   |         |
| Q1   | 3.84                      | 4.04    | 2.83                    | 2.73    | 1.01  | 1.32    |
| Q2   | 3.54                      | 3.75    | 2.16                    | 2.25    | 1.37  | 1.50    |
| Q3   | 3.61                      | 3.85    | 2.27                    | 2.50    | 1.34  | 1.35    |
| Q4   | 2.73                      | 2.95    | 2.35                    | 2.54    | 0.37  | 0.40    |
| 2009 |                           |         |                         |         |   |         |
| Q1   | 2.17                      | 2.41    | 0.92                    | 1.31    | 1.26  | 1.10    |
| Q2   | 1.65                      | 1.85    | 0.59                    | 1.00    | 1.06  | 0.86    |
| Q3   | 1.44                      | 1.67    | 0.41                    | 0.66    | 1.03  | 1.01    |
| Q4   | 1.51                      | 1.74    | 0.36                    | 0.57    | 1.15  | 1.17    |

Source: Central Bank of Kuwait.

**Table 25. Kuwait: Balance Sheet of the Investment Companies, 2004–09**

(In millions of Kuwaiti dinars)

## A. Conventional Investment Companies

| End of Period                        | 2004  | 2005  | 2006  | 2007  | 2008  | 2009  |
|--------------------------------------|-------|-------|-------|-------|-------|-------|
| <b>Assets</b>                        | 4,872 | 6,679 | 8,324 | 9,448 | 8,988 | 7,925 |
| Cash and balances with local banks   | 172   | 284   | 405   | 450   | 373   | 403   |
| Loans and discounts to residents     | 686   | 841   | 1,030 | 1,014 | 1,012 | 809   |
| Local investments                    | 1,201 | 2,226 | 2,462 | 2,809 | 2,566 | 2,068 |
| Foreign assets                       | 2,625 | 2,859 | 3,810 | 4,598 | 4,187 | 3,821 |
| Cash and balances with foreign banks | 122   | 133   | 147   | 298   | 406   | 416   |
| Loans and discounts to nonresidents  | 60    | 71    | 59    | 70    | 116   | 79    |
| Foreign investments                  | 2,443 | 2,655 | 3,605 | 4,231 | 3,666 | 3,326 |
| Other assets                         | 187   | 468   | 616   | 577   | 850   | 823   |
| <b>Liabilities</b>                   | 4,872 | 6,679 | 8,324 | 9,448 | 8,988 | 7,925 |
| Resources from residents             | 803   | 1,005 | 1,309 | 1,619 | 2,068 | 1,602 |
| From local banks                     | 557   | 634   | 848   | 1,299 | 1,464 | 1,234 |
| From others                          | 173   | 297   | 415   | 262   | 541   | 316   |
| Foreign liabilities                  | 1,578 | 1,559 | 2,058 | 2,493 | 2,174 | 1,854 |
| Capital and reserves                 | 1,476 | 2,398 | 2,962 | 3,504 | 2,753 | 2,948 |
| Other liabilities                    | 1,015 | 1,717 | 1,995 | 1,833 | 1,993 | 1,520 |
| <b>Memorandum item:</b>              |       |       |       |       |       |       |
| Number of companies covered          | 28    | 33    | 40    | 40    | 46    | 46    |

## B. Islamic Investment Companies

| End of Period                              | 2004  | 2005  | 2006  | 2007  | 2008  | 2009  |
|--|-------|-------|-------|-------|-------|-------|
| <b>Assets</b>                              | 1,488 | 2,750 | 4,811 | 6,608 | 7,680 | 7,204 |
| Cash and cash-like assets                  | 3     | 0     | 3     | 0     | 2     | 2     |
| Balances with other financial institutions | 88    | 213   | 531   | 656   | 568   | 398   |
| Financial investments                      | 290   | 887   | 1,492 | 2,452 | 2,009 | 1,754 |
| Non-financial investments                  | 111   | 268   | 276   | 233   | 398   | 377   |
| Customer financing operations              | 406   | 449   | 668   | 780   | 948   | 623   |
| Foreign assets                             | 321   | 361   | 864   | 1,506 | 2,647 | 2,676 |
| Other assets                               | 269   | 574   | 977   | 981   | 1,108 | 1,374 |
| <b>Liabilities</b>                         | 1,488 | 2,750 | 4,811 | 6,608 | 7,680 | 7,204 |
| Funding from financial sector              | 534   | 907   | 1,718 | 2,631 | 2,181 | 2,144 |
| Local banks                                | 222   | 325   | 696   | 1,327 | 1,383 | 1,529 |
| Investment companies                       | 170   | 361   | 609   | 771   | 546   | 384   |
| Other financial institutions               | 142   | 222   | 413   | 534   | 252   | 231   |
| Subordinated loans                         | 16    | 29    | 111   | 85    | 6     | 5     |
| Foreign liabilities                        | 68    | 105   | 338   | 653   | 1,641 | 1,595 |
| Capital and reserves                       | 542   | 1,013 | 1,651 | 2,126 | 2,570 | 2,678 |
| Other liabilities                          | 319   | 664   | 978   | 1,107 | 1,257 | 756   |
| <b>Memorandum item:</b>                    |       |       |       |       |       |       |
| Number of companies covered                | 14    | 23    | 33    | 39    | 53    | 54    |

Source: Central Bank of Kuwait.

**Table 26. Kuwait: Composition of Imports, 2004–09**

|                                 | 2004   | 2005   | 2006   | 2007   | 2008   | 2009   |
|---------------------------------|--------|--------|--------|--------|--------|--------|
| (In millions of Kuwaiti dinars) |        |        |        |        |        |        |
| Total, f.o.b.                   | 3,655  | 4,396  | 4,713  | 5,433  | 6,167  | 4,916  |
| By SITC category (c.i.f.)       | 3,722  | 4,614  | 5,001  | 6,061  | 6,688  | 5,158  |
| Food and live animals           | 462    | n.a    | 640    | 697    | n.a    | n.a    |
| Beverages and tobacco           | 42     | n.a    | 55     | 59     | n.a    | n.a    |
| Crude materials                 | 77     | n.a    | 98     | 94     | n.a    | n.a    |
| Mineral fuels                   | 19     | n.a    | 28     | 36     | n.a    | n.a    |
| Other oils and fats             | 17     | n.a    | 23     | 23     | n.a    | n.a    |
| Chemicals                       | 325    | n.a    | 434    | 483    | n.a    | n.a    |
| Manufactured materials          | 764    | n.a    | 1,225  | 1,394  | n.a    | n.a    |
| Machinery and equipment         | 1,511  | n.a    | 1,834  | 2,527  | n.a    | n.a    |
| Miscellaneous manufactures      | 487    | n.a    | 646    | 715    | n.a    | n.a    |
| Other commodities               | 18     | n.a    | 17     | 33     | n.a    | n.a    |
| By economic use (c.i.f.)        | 3,722  | 4,614  | 5,001  | 6,061  | 6,688  | 5,158  |
| Capital goods                   | 806    | n.a    | 844    | 1,266  | n.a    | n.a    |
| Intermediate goods              | 1,426  | n.a    | 2,067  | 2,435  | n.a    | n.a    |
| Consumer goods                  | 1,472  | n.a    | 2,072  | 2,327  | n.a    | n.a    |
| Other, unspecified              | 19     | n.a    | 17     | 33     | n.a    | n.a    |
| Adjustments for BOP             | -67    | -218   | -288   | -628   | -522   | -242   |
| Unrecorded imports 1/           | 461    | 467    | 653    | 374    | 531    | n.a    |
| Freight and insurance payments  | -528   | -685   | -941   | -1,002 | -1,053 | n.a    |
| (In millions of U.S. dollars)   |        |        |        |        |        |        |
| Total, f.o.b.                   | 12,402 | 15,053 | 16,239 | 19,113 | 22,964 | 17,108 |
| By SITC category (c.i.f.)       | 12,631 | 15,801 | 17,231 | 21,322 | 24,907 | 17,926 |
| Food and live animals           | 1,568  | n.a    | 2,204  | 2,453  | n.a    | n.a    |
| Beverages and tobacco           | 143    | n.a    | 189    | 208    | n.a    | n.a    |
| Crude materials                 | 260    | n.a    | 339    | 330    | n.a    | n.a    |
| Mineral fuels                   | 64     | n.a    | 96     | 128    | n.a    | n.a    |
| Other oils and fats             | 58     | n.a    | 81     | 80     | n.a    | n.a    |
| Chemicals                       | 1,103  | n.a    | 1,497  | 1,701  | n.a    | n.a    |
| Manufactured materials          | 2,592  | n.a    | 4,222  | 4,903  | n.a    | n.a    |
| Machinery and equipment         | 5,127  | n.a    | 6,320  | 8,890  | n.a    | n.a    |
| Miscellaneous manufactures      | 1,653  | n.a    | 2,225  | 2,514  | n.a    | n.a    |
| Other commodities               | 61     | n.a    | 57     | 115    | n.a    | n.a    |
| By economic use (c.i.f.)        | 12,631 | 15,801 | 17,231 | 21,322 | 24,907 | 17,926 |
| Capital goods                   | 2,735  | n.a    | 2,907  | 4,455  | n.a    | n.a    |
| Intermediate goods              | 4,838  | n.a    | 7,123  | 8,566  | n.a    | n.a    |
| Consumer goods                  | 4,994  | n.a    | 7,141  | 8,185  | n.a    | n.a    |
| Other, unspecified              | 64     | n.a    | 60     | 117    | n.a    | n.a    |
| Adjustments for BOP             | -228   | -748   | -992   | -2,210 | -1,942 | -840   |
| Unrecorded imports 1/           | 1,564  | 1,598  | 2,250  | 1,314  | 1,978  | n.a    |
| Freight and insurance payments  | -1,792 | -2,345 | -3,243 | -3,524 | -3,921 | n.a    |

Source: Central Bank of Kuwait and Central statistical office.

1/ Imports not reflected in the customs returns.

**Table 27. Kuwait: Composition of Exports, 2004–09**

(In millions of Kuwaiti Dinars)

|                                       | 2004  | 2005   | 2006   | 2007   | 2008   | 2009   |
|---------------------------------------|-------|--------|--------|--------|--------|--------|
| Total f.o.b. (1+2+3)                  | 8,547 | 13,228 | 16,381 | 17,771 | 23,373 | 14,488 |
| <i>Of which: re-exports</i>           | 140   | 180    | 268    | 342    | 402    | 310    |
| 1. Oil and oil products               | 7,861 | 12,393 | 15,430 | 16,780 | 22,200 | 13,415 |
| Crude oil                             | 4,867 | 8,244  | 10,634 | 10,941 | 15,492 | 8,567  |
| Refined products                      | 2,647 | 3,748  | 4,273  | 5,285  | 5,976  | 4,386  |
| <i>Of which: Bunker oil</i>           | 0     | 0      | 0      | 0      | 0      | 0      |
| LPG                                   | 346   | 400    | 523    | 554    | 732    | 444    |
| 2. Non-oil                            | 685   | 835    | 951    | 991    | 1,173  | 1,073  |
| Plastics in Primary Forms             | 255   | n.a    | 302    | 345    | n.a    | n.a    |
| Road Vehicles                         | 41    | n.a    | 147    | 194    | n.a    | n.a    |
| Non-Metallic Mineral Manufactures     | 19    | n.a    | 26     | 29     | n.a    | n.a    |
| Electrical Machinery Apparatus        | 14    | n.a    | 20     | 31     | n.a    | n.a    |
| Papers & Paperboard                   | 14    | n.a    | 11     | 12     | n.a    | n.a    |
| Metalliferous & Metal                 | 20    | n.a    | 21     | 29     | n.a    | n.a    |
| Manufactures of Metal                 | 14    | n.a    | 14     | 36     | n.a    | n.a    |
| Fertilizers, Manufactured             | 41    | n.a    | 73     | 82     | n.a    | n.a    |
| Inorganic Chemicals                   | 8     | n.a    | 16     | 8      | n.a    | n.a    |
| Clothing                              | 5     | n.a    | 3      | 4      | n.a    | n.a    |
| Fruit & Vegetables                    | 8     | n.a    | 8      | 12     | n.a    | n.a    |
| Machinery & Equipment                 | 13    | n.a    | 12     | 18     | n.a    | n.a    |
| Textile Yarn & Fabrics Made-up        | 10    | n.a    | 3      | 3      | n.a    | n.a    |
| Plastics in Non-primary Forms         | 8     | n.a    | 6      | 10     | n.a    | n.a    |
| Other                                 | 108   | n.a    | 161    | 177    | n.a    | n.a    |
| Unrecorded exports and adjustments 1/ | 110   | n.a    | 129    | 1      | n.a    | n.a    |

Sources: Central Bank of Kuwait, Ministry of Oil, and Central Statistical Office.

1/ Include exports that are not reflected in the customs returns, and are mainly provided to the allied forces.

Table 28. Kuwait: Summary Balance of Payments, 2004–09

|   | 2004                           | 2005   | 2006    | 2007    | 2008    | 2009   |
|---|--------------------------------|--------|---------|---------|---------|--------|
|   | (In million of Kuwaiti Dinars) |        |         |         |         |        |
| Current account   | 4,596                          | 8,779  | 13,149  | 11,986  | 16,194  | 8,233  |
| Goods (trade balance)   | 4,892                          | 8,833  | 11,669  | 12,338  | 17,206  | 9,572  |
| Exports   | 8,547                          | 13,228 | 16,381  | 17,771  | 23,373  | 14,488 |
| Oil and oil products  | 7,861                          | 12,393 | 15,430  | 16,780  | 22,200  | 13,415 |
| Non-oil 1/  | 685                            | 835    | 951     | 991     | 1,173   | 1,073  |
| Imports   | -3,655                         | -4,396 | -4,713  | -5,433  | -6,167  | -4,916 |
| Services  | -1,098                         | -1,151 | -636    | -903    | -1,027  | -646   |
| Transportation  | -145                           | -113   | 65      | -28     | -171    | -98    |
| Travel  | -1,038                         | -1,275 | -1,558  | -1,823  | -1,966  | -2,069 |
| Other services  | 86                             | 237    | 857     | 948     | 1,110   | 1,521  |
| Investment income   | 1,528                          | 2,096  | 3,182   | 3,522   | 2,889   | 2,223  |
| Receipts  | 1,735                          | 2,342  | 3,627   | 4,640   | 3,754   | 2,943  |
| General government 2/   | 1,309                          | 1,418  | 2,051   | 2,429   | 2,371   | 2,147  |
| Other 3/  | 426                            | 924    | 1,576   | 2,211   | 1,383   | 796    |
| Payments  | -207                           | -246   | -445    | -1,118  | -865    | -720   |
| General government  | -3                             | -2     | -3      | -4      | -5      | -76    |
| Other   | -204                           | -244   | -442    | -1,114  | -860    | -644   |
| Current transfers 4/  | -727                           | -999   | -1,066  | -2,971  | -2,874  | -2,916 |
| Capital and Financial account                                 | -4,838                         | -9,359 | -14,170 | -9,489  | -13,325 | -7,027 |
| Capital account 5/  | 103                            | 208    | 215     | 423     | 465     | 298    |
| Financial account   | -4,940                         | -9,567 | -14,385 | -9,912  | -13,790 | -7,325 |
| Direct investment   | -754                           | -1,433 | -2,348  | -2,749  | -2,446  | -2,463 |
| Abroad  | -761                           | -1,501 | -2,383  | -2,781  | -2,444  | -2,505 |
| In reporting country  | 7                              | 68     | 35      | 32      | -2      | 42     |
| Portfolio investment  | -4,090                         | -3,836 | -8,452  | -9,919  | -7,562  | 2,188  |
| Assets  | -4,175                         | -3,702 | -8,465  | -10,112 | -8,625  | 2,443  |
| Liabilities   | 85                             | -134   | 13      | 193     | 1,063   | -255   |
| Other investment (Net)  | -96                            | -4,298 | -3,585  | 2,756   | -3,782  | -7,050 |
| Net errors and omissions 6/                                   | 439                            | 745    | 2,060   | -1,580  | -2,697  | -707   |
| Overall balance   | 197                            | 165    | 1,039   | 917     | 172     | 499    |
| International reserve assets (-increase)                      | -197                           | -165   | -1,039  | -917    | -172    | -499   |
| Memorandum items  |                                |        |         |         |         |        |
| Current account to GDP  | 26.2                           | 37.2   | 44.6    | 36.8    | 40.7    | 29.1   |
| Overall balance to GDP  | 1.1                            | 0.7    | 3.5     | 2.8     | 0.4     | 1.8    |
| International reserve assets (In millions of U.S. dollars) 7/ | 8,350                          | 8,972  | 12,666  | 16,776  | 17,228  | 20,378 |
| International reserve minus gold                              | 8,242                          | 8,863  | 12,556  | 16,660  | 17,113  | 20,268 |
| Gold  | 108                            | 109    | 110     | 116     | 115     | 111    |

Sources: Central Bank of Kuwait; and Fund staff estimates.

1/ Also includes unrecorded exports.

2/ Kuwait Investment Authority, Kuwait Petroleum Corporation, Kuwait Fund for Arab Economic Development, Public Authority for Social Security, Kuwait Airways Corporation.

3/ CBK, local banks, Investment companies, exchange companies, insurance companies, and some nonfinancial private sector companies.

4/ Primarily expatriate workers' remittances.

5/ Includes UN war compensation.

6/ Includes other unclassified private sector flows.

7/ Includes SDRs and IMF reserve position (source: IFS).

Table 29. Kuwait: Summary Balance of Payments, 2004–09

|   | 2004    | 2005    | 2006    | 2007    | 2008    | 2009    |
|---|---------|---------|---------|---------|---------|---------|
| (In million of U.S. dollars)                                  |         |         |         |         |         |         |
| Current account   | 15,596  | 30,068  | 45,311  | 42,188  | 60,244  | 28,688  |
| Goods (trade balance)   | 16,600  | 30,247  | 40,211  | 43,427  | 64,008  | 33,354  |
| Exports   | 29,002  | 45,301  | 56,453  | 62,551  | 86,950  | 50,483  |
| Oil and oil products  | 26,675  | 42,440  | 53,175  | 59,062  | 82,587  | 46,685  |
| Non-oil 1/  | 2,327   | 2,861   | 3,278   | 3,488   | 4,363   | 3,799   |
| Imports   | -12,402 | -15,055 | -16,242 | -19,123 | -22,942 | -17,130 |
| Services  | -3,722  | -3,942  | -2,192  | -3,178  | -3,821  | -2,251  |
| Transportation  | -492    | -387    | 224     | -99     | -636    | -341    |
| Travel  | -3,522  | -4,366  | -5,369  | -6,417  | -7,314  | -7,209  |
| Other services  | 292     | 812     | 2,953   | 3,337   | 4,130   | 5,300   |
| Investment income   | 5,185   | 7,185   | 10,966  | 12,397  | 10,747  | 7,746   |
| Receipts  | 5,887   | 8,024   | 12,500  | 16,332  | 13,965  | 10,255  |
| General government 2/   | 4,442   | 4,856   | 7,068   | 9,408   | 9,401   | 7,645   |
| Other 3/  | 1,446   | 3,168   | 5,431   | 6,923   | 4,565   | 2,610   |
| Payments  | -702    | -839    | -1,534  | -3,935  | -3,218  | -2,509  |
| General government  | -10     | -7      | -10     | -14     | -19     | -265    |
| Other   | -692    | -832    | -1,523  | -3,921  | -3,199  | -2,244  |
| Current transfers 4/  | -2,467  | -3,421  | -3,674  | -10,457 | -10,692 | -10,161 |
| Capital and Financial account                                 | -16,413 | -32,053 | -48,833 | -33,399 | -49,571 | -24,486 |
| Capital account 5/  | 350     | 712     | 741     | 1,489   | 1,730   | 1,038   |
| Financial account   | -16,763 | -32,765 | -49,574 | -34,888 | -51,301 | -25,524 |
| Direct investment   | -2,559  | -4,908  | -8,092  | -9,676  | -9,099  | -8,582  |
| Abroad  | -2,582  | -5,140  | -8,212  | -9,789  | -9,092  | -8,729  |
| In reporting country  | 24      | 233     | 121     | 113     | -7      | 146     |
| Portfolio investment  | -13,879 | -13,138 | -29,128 | -34,913 | -28,132 | 7,624   |
| Assets  | -14,167 | -12,680 | -29,173 | -35,592 | -32,086 | 8,513   |
| Liabilities   | 288     | -459    | 45      | 679     | 3,954   | -889    |
| Other investment (Net)  | -326    | -14,719 | -12,355 | 9,701   | -14,070 | -24,566 |
| Net errors and omissions 6/                                   | 1,492   | 2,687   | 7,140   | -5,454  | -10,009 | -2,464  |
| Overall balance   | 674     | 703     | 3,618   | 3,335   | 664     | 1,738   |
| International reserve assets (-increase)                      | -674    | -703    | -3,618  | -3,335  | -664    | -1,738  |
| Memorandum items  |         |         |         |         |         |         |
| Current account to GDP  | 26.2    | 37.2    | 44.6    | 36.8    | 40.7    | 29.1    |
| Overall balance to GDP  | 1.1     | 0.7     | 3.5     | 2.8     | 0.4     | 1.8     |
| International reserve assets (In millions of U.S. dollars) 7/ | 8,350   | 8,972   | 12,666  | 16,776  | 17,228  | 20,378  |
| International reserve minus gold                              | 8,242   | 8,863   | 12,556  | 16,660  | 17,113  | 20,268  |
| Gold  | 108     | 109     | 110     | 116     | 115     | 111     |

Sources: Central Bank of Kuwait; and Fund staff estimates.

1/ Also includes unrecorded exports.

2/ Kuwait Investment Authority, Kuwait Petroleum Corporation, Kuwait Fund for Arab Economic Development, Public Authority for Social Security, Kuwait Airways Corporation.

3/ CBK, local banks, Investment companies, exchange companies, insurance companies, and some nonfinancial private sector companies.

4/ Primarily expatriate workers' remittances.

5/ Includes UN war compensation.

6/ Includes other unclassified private sector flows.

7/ Includes SDRs and IMF reserve position (source: IFS).



**Table 30. Kuwait: External Services, Investment Income, and Current Transfers, 2004–09**

(In millions of Kuwaiti Dinars)

|                              | 2004   | 2005   | 2006   | 2007   | 2008   | 2009   |
|------------------------------|--------|--------|--------|--------|--------|--------|
| Receipts                     | 2,873  | 3,736  | 6,078  | 7,530  | 6,831  | 6,210  |
| Transport 1/                 | 505    | 660    | 923    | 983    | 1,051  | 902    |
| Insurance 1/                 | 23     | 25     | 19     | 19     | 17     | 26     |
| Travel                       | 53     | 48     | 59     | 63     | 69     | 72     |
| Government, n.i.e.           | 370    | 273    | 275    | 303    | 293    | 266    |
| Other services               | 161    | 388    | 1,175  | 1,522  | 1,647  | 2,001  |
| Investment income            | 1,735  | 2,342  | 3,627  | 4,640  | 3,754  | 2,943  |
| Government 2/                | 1,309  | 1,418  | 2,051  | 2,429  | 2,371  | 2,147  |
| Private                      | 426    | 924    | 1,576  | 2,211  | 1,383  | 796    |
| Financial institutions 3/    | 182    | 222    | 408    | 656    | 555    | 305    |
| Other                        | 245    | 702    | 1,168  | 1,555  | 828    | 491    |
| Government Transfer receipts | 26     | 0      | 0      | 0      | 0      | 0      |
| Payments                     | -3,168 | -3,790 | -4,598 | -7,882 | -7,843 | -7,549 |
| Transport 1/                 | -650   | -773   | -858   | -1,011 | -1,222 | -1,000 |
| Insurance 1/                 | -30    | -37    | -40    | -46    | -54    | -41    |
| Travel                       | -1,091 | -1,323 | -1,617 | -1,886 | -2,035 | -2,141 |
| Government, n.i.e.           | -381   | -371   | -532   | -810   | -769   | -662   |
| Other services               | -57    | -41    | -40    | -40    | -24    | -69    |
| Investment income            | -206   | -246   | -445   | -1,118 | -865   | -720   |
| Government                   | -3     | -2     | -3     | -4     | -5     | -76    |
| Private                      | -204   | -244   | -442   | -1,114 | -860   | -644   |
| Financial institutions       | -92    | -44    | -114   | -255   | -238   | -68    |
| Other                        | -111   | -200   | -328   | -859   | -622   | -576   |
| Government Transfer payment  | -31    | -209   | -117   | -163   | -72    | -26    |
| Private transfer payments 4/ | -722   | -790   | -949   | -2,808 | -2,802 | -2,890 |
| Total (net)                  | -295   | -54    | 1,480  | -352   | -1,012 | -1,339 |
| Transport1/                  | -145   | -113   | 65     | -28    | -171   | -98    |
| Insurance1/                  | -7     | -12    | -21    | -27    | -37    | -15    |
| Travel                       | -1,038 | -1,275 | -1,558 | -1,823 | -1,966 | -2,069 |
| Government, n.i.e.           | -11    | -98    | -257   | -507   | -476   | -396   |
| Other services               | 104    | 347    | 1,135  | 1,482  | 1,623  | 1,932  |
| Investment income            | 1,529  | 2,096  | 3,182  | 3,522  | 2,889  | 2,223  |
| Government                   | 1,306  | 1,416  | 2,048  | 2,425  | 2,366  | 2,071  |
| Private                      | 223    | 680    | 1,134  | 1,097  | 523    | 152    |
| Financial institutions       | 89     | 178    | 294    | 401    | 317    | 237    |
| Other                        | 133    | 502    | 840    | 696    | 206    | -85    |
| Government Transfer          | -5     | -209   | -117   | -163   | -72    | -26    |
| Private transfer             | -722   | -790   | -949   | -2,808 | -2,802 | -2,890 |

Source: Central Bank of Kuwait.

1/ Available data are prepared according to BPM5 which separate transport from insurance.

2/ Income from external assets managed by Kuwait Investment Authority, Kuwait Petroleum Corporation, Public Authority for Social Security, Kuwait Fund for Arab Economic Development, and Kuwait Airways Corporation.

3/ Income from external assets of Central Bank of Kuwait, local banks, investment and exchange companies.

4/ Includes remittances of long-term expatriate workers.

**Table 31. Kuwait: Capital and Financial Account, 2004–09**

(In millions of Kuwaiti Dinars)

|                                     | 2004   | 2005   | 2006    | 2007    | 2008    | 2009   |
|-------------------------------------|--------|--------|---------|---------|---------|--------|
| Capital and Financial Account       | -4,838 | -9,360 | -14,170 | -9,489  | -13,325 | -7,028 |
| Capital account                     | 103    | 207    | 215     | 423     | 465     | 298    |
| General Government                  | -11    | 8      | 134     | 381     | 475     | 311    |
| Other sectors                       | 114    | 199    | 81      | 42      | -10     | -13    |
| Financial Account                   | -4,941 | -9,567 | -14,385 | -9,912  | -13,790 | -7,326 |
| Direct investment                   | -754   | -1,433 | -2,348  | -2,749  | -2,446  | -2,463 |
| Direct investment abroad            | -761   | -1,501 | -2,383  | -2,781  | -2,444  | -2,505 |
| General government                  | -554   | -213   | -968    | -1,913  | -1,993  | -2,368 |
| Other sectors                       | -207   | -1,288 | -1,415  | -868    | -451    | -137   |
| Foreign direct investment in Kuwait | 7      | 68     | 35      | 32      | -2      | 42     |
| Portfolio investment (net)          | -4,091 | -3,836 | -8,452  | -9,919  | -7,562  | 2,186  |
| Assets                              | -4,175 | -3,702 | -8,465  | -10,112 | -8,625  | 2,441  |
| General government                  | -3,684 | -1,619 | -5,979  | -7,691  | -7,530  | 1,846  |
| Local banks                         | -111   | -129   | -149    | -503    | -415    | -118   |
| Other sectors                       | -380   | -1,954 | -2,337  | -1,918  | -680    | 713    |
| Liabilities                         | 85     | -134   | 13      | 193     | 1,063   | -255   |
| Local banks                         | 21     | -142   | -10     | -3      | -57     | 0      |
| Other sectors                       | 64     | 8      | 23      | 196     | 1,120   | -255   |
| Other investment (net)              | -96    | -4,298 | -3,585  | 2,756   | -3,782  | -7,049 |
| Assets                              | -165   | -5,642 | -6,598  | -4,116  | -4,916  | -2,650 |
| Trade credit                        | -194   | -430   | -128    | -458    | 928     | -574   |
| Loans                               | 27     | -275   | -104    | -376    | -289    | -506   |
| General government                  | -126   | -150   | 119     | 64      | -235    | -349   |
| Local banks                         | 146    | -107   | -208    | -342    | -98     | -180   |
| Other sectors                       | 7      | -18    | -15     | -98     | 44      | 23     |
| Currency and deposits               | -23    | -4,979 | -6,055  | -2,588  | -5,014  | -1,913 |
| General government                  | 1,261  | -4,202 | -4,253  | -314    | -3,553  | -4,106 |
| Local banks                         | -739   | -399   | -1,056  | -1,208  | -966    | 1,785  |
| Other sectors                       | -545   | -378   | -746    | -1,066  | -495    | 408    |
| Other                               | 25     | 42     | -311    | -694    | -541    | 343    |
| General government                  | -18    | -35    | -201    | -132    | -155    | 101    |
| Local banks                         | -40    | 32     | -8      | -251    | -58     | -21    |
| Other sectors                       | 83     | 45     | -102    | -311    | -328    | 263    |
| Liabilities                         | 68     | 1,344  | 3,013   | 6,872   | 1,134   | -4,399 |
| Trade credit                        | 0      | 0      | 0       | 0       | 0       | 0      |
| Loans                               | 146    | 385    | 1,806   | 2,900   | 949     | -721   |
| General government                  | -11    | -12    | -11     | -7      | 54      | 3      |
| Other sectors                       | 157    | 397    | 1,817   | 2,907   | 895     | -724   |
| Currency and deposits               | -129   | 562    | 881     | 3,041   | -470    | -2,717 |
| Other                               | 52     | 397    | 326     | 931     | 655     | -961   |
| General government 1/               | 13     | 332    | 140     | 762     | 241     | -962   |
| Local banks                         | 15     | 32     | -16     | 46      | 19      | -67    |
| Other sectors                       | 24     | 33     | 202     | 123     | 395     | 68     |

Source: Central Bank of Kuwait.

1/ Includes CBK other liabilities.

**Table 32. Kuwait: Capital and Financial Account, 2004–09**

(In millions of U.S. dollars)

|                                     | 2004    | 2005    | 2006    | 2007    | 2008    | 2009    |
|-------------------------------------|---------|---------|---------|---------|---------|---------|
| Capital and Financial Account       | -16,416 | -32,055 | -48,833 | -33,399 | -49,571 | -24,489 |
| Capital account                     | 348     | 709     | 741     | 1,489   | 1,730   | 1,038   |
| General Government                  | -37     | 27      | 462     | 1,341   | 1,767   | 1,084   |
| Other sectors                       | 386     | 682     | 279     | 148     | -37     | -45     |
| Financial Account                   | -16,765 | -32,764 | -49,574 | -34,888 | -51,301 | -25,527 |
| Direct investment                   | -2,558  | -4,908  | -8,092  | -9,676  | -9,099  | -8,582  |
| Direct investment abroad            | -2,581  | -5,140  | -8,212  | -9,789  | -9,092  | -8,729  |
| General government                  | -1,879  | -729    | -3,336  | -6,733  | -7,414  | -8,251  |
| Other sectors                       | -702    | -4,411  | -4,876  | -3,055  | -1,678  | -477    |
| Foreign direct investment in Kuwait | 24      | 233     | 121     | 113     | -7      | 146     |
| Portfolio investment (net)          | -13,880 | -13,137 | -29,128 | -34,913 | -28,132 | 7,617   |
| Assets                              | -14,168 | -12,678 | -29,173 | -35,592 | -32,086 | 8,506   |
| General government                  | -12,501 | -5,545  | -20,605 | -27,071 | -28,013 | 6,432   |
| Local banks                         | -377    | -442    | -513    | -1,770  | -1,544  | -411    |
| Other sectors                       | -1,290  | -6,692  | -8,054  | -6,751  | -2,530  | 2,484   |
| Liabilities                         | 288     | -459    | 45      | 679     | 3,954   | -889    |
| Local banks                         | 71      | -486    | -34     | -11     | -212    | 0       |
| Other sectors                       | 217     | 27      | 79      | 690     | 4,167   | -889    |
| Other investment (net)              | -327    | -14,719 | -12,355 | 9,701   | -14,070 | -24,562 |
| Assets                              | -559    | -19,322 | -22,738 | -14,488 | -18,288 | -9,234  |
| Trade credit                        | -657    | -1,473  | -441    | -1,612  | 3,452   | -2,000  |
| Loans                               | 90      | -942    | -358    | -1,323  | -1,075  | -1,763  |
| General government                  | -428    | -514    | 410     | 225     | -874    | -1,216  |
| Local banks                         | 496     | -366    | -717    | -1,204  | -365    | -627    |
| Other sectors                       | 23      | -62     | -52     | -345    | 164     | 80      |
| Currency and deposits               | -78     | -17,051 | -20,867 | -9,109  | -18,653 | -6,666  |
| General government                  | 4,279   | -14,390 | -14,657 | -1,105  | -13,218 | -14,307 |
| Local banks                         | -2,509  | -1,366  | -3,639  | -4,252  | -3,594  | 6,220   |
| Other sectors                       | -1,848  | -1,295  | -2,571  | -3,752  | -1,841  | 1,422   |
| Other                               | 84      | 144     | -1,072  | -2,443  | -2,013  | 1,195   |
| General government                  | -62     | -120    | -693    | -465    | -577    | 352     |
| Local banks                         | -135    | 110     | -28     | -883    | -216    | -73     |
| Other sectors                       | 281     | 154     | -352    | -1,095  | -1,220  | 916     |
| Liabilities                         | 232     | 4,603   | 10,384  | 24,188  | 4,219   | -15,328 |
| Trade credit                        | 0       | 0       | 0       | 0       | 0       | 0       |
| Loans                               | 494     | 1,318   | 6,224   | 10,207  | 3,530   | -2,512  |
| General government                  | -37     | -41     | -38     | -25     | 201     | 10      |
| Other sectors                       | 531     | 1,360   | 6,262   | 10,232  | 3,330   | -2,523  |
| Currency and deposits               | -437    | 1,925   | 3,036   | 10,704  | -1,748  | -9,467  |
| Other                               | 176     | 1,360   | 1,123   | 3,277   | 2,437   | -3,349  |
| General government 1/               | 43      | 1,137   | 482     | 2,682   | 897     | -3,352  |
| Local banks                         | 51      | 110     | -55     | 162     | 71      | -233    |
| Other sectors                       | 82      | 113     | 696     | 433     | 1,469   | 237     |

Source: Central Bank of Kuwait.

1/ Includes CBK other liabilities.

**Table 33. Kuwait: Reserves and Net Foreign Assets of the Financial Sector, 2004–09**

(In millions of Kuwaiti Dinars)

|  | 2004  | 2005  | 2006  | 2007  | 2008   | 2009   |
|--|-------|-------|-------|-------|--------|--------|
| Central Bank net foreign assets 1/                         | 2,429 | 2,512 | 3,530 | 4,445 | 4,650  | 5,655  |
| International reserve assets                               | 2,461 | 2,620 | 3,665 | 4,593 | 4,753  | 5,727  |
| Central Bank foreign assets                                | 2,197 | 2,479 | 3,553 | 4,491 | 4,615  | 4,957  |
| Gold 2/  | 32    | 32    | 32    | 32    | 32     | 32     |
| Foreign exchange (as in IFS)                               | 2,165 | 2,447 | 3,521 | 4,459 | 4,583  | 4,925  |
| SDRs 3/  | 54    | 54    | 60    | 63    | 65     | 655    |
| IMF reserve position                                       | 210   | 87    | 52    | 39    | 74     | 115    |
| Central Bank foreign liabilities                           | 32    | 107   | 135   | 148   | 103    | 73     |
| Local banks net foreign assets 4/                          | 1,358 | 1,454 | 2,035 | 1,294 | 2,994  | 3,768  |
| Foreign assets   | 3,192 | 3,794 | 5,246 | 7,633 | 8,796  | 6,793  |
| Foreign liabilities  | 1,834 | 2,340 | 3,211 | 6,338 | 5,802  | 3,026  |
| Net foreign assets of the banking system                   | 3,786 | 3,967 | 5,565 | 5,739 | 7,644  | 9,422  |
| Net Foreign assets of non-bank financial institutions 5/   | 1,346 | 1,590 | 2,309 | 3,007 | 3,088  | 3,165  |
| Foreign assets   | 3,025 | 3,311 | 4,774 | 6,203 | 6,939  | 6,598  |
| Foreign liabilities  | 1,679 | 1,722 | 2,465 | 3,196 | 3,851  | 3,434  |
| <i>Of which: net foreign assets of investment co.</i>      | 1,289 | 1,539 | 2,244 | 2,937 | 3,011  | 3,087  |
| Foreign assets   | 2,946 | 3,220 | 4,674 | 6,104 | 6,834  | 6,497  |
| Foreign liabilities  | 1,657 | 1,681 | 2,430 | 3,167 | 3,823  | 3,410  |
| Net foreign assets of the financial sector                 | 5,133 | 5,556 | 7,874 | 8,746 | 10,733 | 12,587 |
| Memorandum item :  |       |       |       |       |        |        |
| Central bank foreign exchange at central bank valuation 6/ | 2,165 | 2,447 | 3,534 | 4,630 | 4,461  | 4,930  |
| Central bank gross foreign assets 6/                       | 2,196 | 2,478 | 3,551 | 4,475 | 4,613  | 4,950  |
| Net foreign assets of non-bank financial institutions      | 1,346 | 1,590 | 2,309 | 3,007 | 3,088  | 3,165  |
| Foreign assets   | 3,025 | 3,311 | 4,774 | 6,203 | 6,939  | 6,598  |
| Foreign liabilities  | 1,679 | 1,722 | 2,465 | 3,196 | 3,851  | 3,434  |

Source: Central Bank of Kuwait.

1/ Excludes SDRs and IMF reserve position.

2/ At notional valuation of KD 12.5 per fine ounce.

3/ Carried as assets of the Ministry of Finance.

4/ Commercial Banks, specialized banks and Kuwait Finance House.

5/ Investment companies, exchange companies, and insurance companies.

6/ At period average exchange rate.

**Table 34. Kuwait: Financial Soundness Indicators, 2006–09**

|  | 2006  | 2007  | 2008         | 2009  |
|--|-------|-------|--------------|-------|
| <b>Core Set:</b>   |       |       | (In percent) |       |
| Regulatory capital to risk-weighted assets (All Banks) (Local & Foreign Branches) 1/ | 21.2  | 19.4  | 17.1         | 18.0  |
| Regulatory capital to risk-weighted assets (Conventional Banks) 1/                   | 21.8  | 18.4  | 15.5         | 18.9  |
| Regulatory capital to risk-weighted assets (Islamic Banks) 1/                        | 19.9  | 22.9  | 21.8         | 16.2  |
| Tier 1 capital to risk-weighted assets (All Banks) (Local & Foreign Branches) 1/     | 18.6  | 17.4  | 15.8         | 16.8  |
| Tier 1 capital to risk-weighted assets (Conventional Banks) 1/                       | 18.5  | 15.9  | 13.8         | 16.9  |
| Tier 1 capital to risk-weighted assets (Islamic Banks) 1/                            | 19.4  | 23.1  | 22.4         | 16.8  |
| Nonperforming loans net of provisions to capital                                     | 14.3  | 11.4  | 26.0         | 45.7  |
| Nonperforming loans to gross loans   | 3.9   | 3.2   | 5.3          | 9.7   |
| Nonperforming loans from before invasion   | 1.2   | 0.8   | 0.6          | 0.6   |
| Nonperforming loans since liberation   | 2.6   | 2.4   | 4.7          | 9.1   |
| Banks' return on average assets  | 3.7   | 3.6   | 0.9          | 0.8   |
| Banks' return on average equity  | 28.8  | 29.4  | 7.7          | 6.8   |
| Liquid assets to total assets  | 35.8  | 33.3  | 30.3         | 26.1  |
| Liquid assets to short-term liabilities  | 29.5  | 39.0  | 36.4         | 34.7  |
| Net open position in foreign exchange to capital and reserves                        | -3.2  | 0.6   | 10.0         | 10.0  |
| <b>Encouraged Set:</b>   |       |       |              |       |
| Capital to assets  | 11.7  | 12.6  | 11.7         | 12.1  |
| Weighted average lending rate 2/   | 8.6   | 8.5   | 7.6          | 6.2   |
| Weighted average deposits rate 2/  | 4.9   | 5.5   | 4.8          | 2.8   |
| Spread between weighted average lending and weighted average deposit rates 2/        | 3.7   | 3.1   | 2.8          | 3.3   |
| Foreign-currency-denominated assets to total assets                                  | 21.4  | 24.3  | 23.6         | 20.6  |
| Foreign-currency-denominated liabilities to total assets                             | 21.8  | 24.7  | 23.1         | 19.4  |
| Loan provisions to nonperforming loans   | 47.8  | 48.2  | 41.6         | 38.5  |
| Ratio of banks' lending to banks' capital  |       |       |              |       |
| Stock market related   | 50.6  | 48.0  | 60.7         | 57.6  |
| Real estate 3/   | 103.7 | 111.3 | 129.7        | 134.7 |
| Total (stock market plus real estate)  | 154.3 | 159.2 | 190.4        | 192.4 |
| Investment companies' capital and reserves to total assets                           | 35.1  | 35.1  | 31.9         | 37.2  |

Sources: Central Bank of Kuwait; and Fund staff estimates.

1/ Conventional banks adopted Basel II in 2005 while the capital adequacy ratio for Islamic banks continued to be calculated under Basel I up to the first quarter of 2009.

2/ Includes Islamic financial companies since December 2008.

3/ Includes only credit to developers (excludes credit to home buyers). Includes lending for projects guaranteed by the government.

**Table 35. Kuwait: Selected Stock Market Indicators, 2004–09**

|   | 2004   | 2005   | 2006   | 2007   | 2008   | 2009   |
|---|--------|--------|--------|--------|--------|--------|
| Market index (1993/12=1,000 )                           | 6,410  | 11,445 | 10,067 | 12,559 | 7,783  | 7,005  |
| Value of shares traded<br>(In millions of KD)           | 15,274 | 28,421 | 17,284 | 37,012 | 35,747 | 21,829 |
| Number of shares traded<br>(In millions)                | 33,536 | 52,245 | 37,658 | 70,442 | 80,851 | 6,332  |
| Number of transactions<br>(In thousands)                | 1,057  | 1,955  | 1,486  | 2,102  | 1,998  | 1,939  |
| Market capitalization<br>(In millions of KD end-period) | 22,164 | 41,491 | 42,006 | 57,455 | 33,426 | 30,236 |
| Memorandum items  |        |        |        |        |        |        |
| Number of listed companies                              | 125    | 158    | 180    | 196    | 204    | 205    |
| Market capitalization/GDP (*)                           | 126.5  | 175.9  | 142.5  | 176.3  | 84.0   | 76.0   |
| Turnover 1/   | 68.9   | 68.5   | 41.1   | 64.4   | 106.9  | 72.2   |
| Profits of listed companies<br>(Percentage change) (**) | 23.0   | 102.6  | -21.4  | 68.7   | -103.9 | -494.5 |
| Price/earnings ratio 2/                                 | 18.9   | 13.2   | 12.5   | 11.1   | 9.4    | ...    |

Source: Central Bank of Kuwait.

1/ Value of shares traded divided by market capitalization.

2/ Market-wide average of all P/E ratios, that are calculated for each listed company by dividing its period closing market share price by the net profits of that company.

(\*) The reference is GDP 2008.

(\*\*) Calculated up to third quarter of 2009 against 2008.

Table 36. Kuwait: External Debt, 2004–08

|                                     | 2004     | 2005     | 2006     | 2007     | 2008     |
|-------------------------------------|----------|----------|----------|----------|----------|
| (In millions of Kuwaiti Dinars)     |          |          |          |          |          |
| Total external debt outstanding 1/  | 4,561.0  | 5,948.3  | 9,005.3  | 15,808.1 | 16,721.9 |
| Drawings                            | 199.4    | 1,331.2  | 2,858.1  | 5,720.7  | 1,859.7  |
| Amortization                        | -231.0   | -87.3    | -27.6    | -10.0    | -19.1    |
| Total Interest repayments           | -134.3   | -162.4   | -435.1   | -781.8   | -404.0   |
| General government external debt 2/ | 218.7    | 538.4    | 668.0    | 1,490.8  | 1,786.4  |
| Of which: CBK F. Liabilities        | (31.7)   | (107.3)  | (134.7)  | (148.2)  | (103.2)  |
| Drawings                            | 12.7     | 331.8    | 140.5    | 829.6    | 403.3    |
| Amortization                        | -11.0    | -11.9    | -10.9    | -6.8     | -13.4    |
| Interest repayments                 | -2.9     | -2.3     | -2.6     | -4.0     | -1.6     |
| Private external debt 3/            | 4,342.3  | 5,409.9  | 8,337.3  | 14,317.2 | 14,935.5 |
| Local banks                         | 1,614.8  | 2,238.6  | 3,147.8  | 6,226.0  | 5,698.8  |
| Other sectors                       | 2,727.5  | 3,171.3  | 5,189.5  | 8,091.2  | 9,236.7  |
| Drawings                            | 186.7    | 999.4    | 2,717.6  | 4,891.1  | 1,456.4  |
| Amortization                        | -220.0   | -75.4    | -16.7    | -3.2     | -5.7     |
| Interest repayments                 | -131.4   | -160.1   | -432.5   | -777.8   | -402.4   |
| (In millions of U.S. dollars)       |          |          |          |          |          |
| Total external debt outstanding 1/  | 15,476.7 | 20,370.9 | 31,145.2 | 57,735.8 | 60,608.4 |
| Drawings                            | 676.6    | 4,558.9  | 9,884.8  | 20,893.7 | 6,740.5  |
| Amortization                        | -783.8   | -299.0   | -95.5    | -36.5    | -69.2    |
| Total Interest repayments           | -455.7   | -556.2   | -1,504.8 | -2,855.4 | -1,464.3 |
| General government external debt 2/ | 742.1    | 1,843.9  | 2,310.4  | 5,445.0  | 6,474.6  |
| Of which: CBK F. Liabilities        | (107.5)  | (367.5)  | (465.9)  | (541.4)  | (373.9)  |
| Drawings                            | 43.1     | 1,136.3  | 485.9    | 3,029.9  | 1,461.8  |
| Amortization                        | -37.3    | -40.8    | -37.7    | -24.8    | -48.6    |
| Interest repayments                 | -9.8     | -7.9     | -9.0     | -14.6    | -5.8     |
| Private external debt 3/            | 14,734.6 | 18,527.1 | 28,834.9 | 52,290.8 | 54,133.7 |
| Of which:                           |          |          |          |          |          |
| Local banks                         | 5,479.4  | 7,666.5  | 10,886.8 | 22,739.3 | 20,655.3 |
| Other sectors                       | 9,255.2  | 10,860.6 | 17,948.1 | 29,551.5 | 33,478.4 |
| Drawings                            | 633.5    | 3,422.6  | 9,398.9  | 17,863.8 | 5,278.7  |
| Amortization                        | -746.5   | -258.2   | -57.8    | -11.7    | -20.7    |
| Interest repayments                 | -445.9   | -548.3   | -1,495.8 | -2,840.8 | -1,458.5 |

Source: Central Bank of Kuwait.

1/ Stocks of external debt include changes due to flows (drawings and repayments), as well as revaluation changes.

2/ Includes year-end stocks of loans, repos. and other credit facilities as defined in the BPM5, CBK foreign liabilities are also included.

3/ Local banks, investment companies, exchange companies, insurance companies, and other nonfinancial private sector entities.

Table 37. Kuwait: International Investment Position, 2004–08 (Continued)

(In millions of U.S. dollars)

|  | 2004     | 2005     | 2006     | 2007      | 2008      |
|--|----------|----------|----------|-----------|-----------|
| <b>ASSETS</b>                          | 53,637.9 | 70,804.8 | 96,657.5 | 130,610.1 | 137,969.5 |
| Direct investment abroad               | 1,467.6  | 5,893.5  | 10,845.3 | 14,622.4  | 15,807.2  |
| Equity capital and reinvested earnings | 1,467.6  | 5,893.5  | 10,845.3 | 14,622.4  | 15,807.2  |
| Claims on affiliated enterprises       | 1,467.6  | 5,893.5  | 10,845.3 | 14,622.4  | 15,807.2  |
| Liabilities to affiliated enterprises  | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Other capital                          | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Claims on affiliated enterprises       | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Liabilities to affiliated enterprises  | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Portfolio investment                   | 11,422.8 | 18,658.2 | 27,440.3 | 37,177.5  | 40,794.5  |
| Equity securities                      | 5,887.3  | 8,056.5  | 11,362.7 | 15,769.2  | 17,755.3  |
| Monetary authorities                   | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| General government                     | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Banks                                  | 2,168.3  | 2,558.6  | 3,015.1  | 4,727.2   | 5,961.2   |
| Other sectors                          | 3,719.0  | 5,497.9  | 8,347.5  | 11,042.0  | 11,794.1  |
| Debt securities                        | 5,535.5  | 10,601.7 | 16,077.7 | 21,408.3  | 23,039.1  |
| Bonds and notes                        | 5,535.5  | 10,601.7 | 16,077.7 | 21,408.3  | 23,039.1  |
| Monetary authorities                   | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| General government                     | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Banks                                  | 414.0    | 487.3    | 574.8    | 901.4     | 1,135.6   |
| Other sectors                          | 5,121.5  | 10,114.4 | 15,502.9 | 20,506.9  | 21,903.6  |
| Money market instruments               | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Monetary authorities                   | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| General government                     | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Banks                                  | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Other sectors                          | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Financial derivatives                  | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Monetary authorities                   | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| General government                     | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Banks                                  | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Other sectors                          | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Other investment                       | 32,404.8 | 37,267.5 | 45,702.4 | 62,082.9  | 64,146.1  |
| Trade credits                          | 2,348.5  | 3,843.2  | 4,323.5  | 6,238.5   | 2,826.4   |
| General government                     | 2,348.5  | 3,843.2  | 4,323.5  | 6,238.5   | 2,826.4   |
| Of which: Long-term                    | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Of which: Short-term                   | 2,348.5  | 3,843.2  | 4,323.5  | 6,238.5   | 2,826.4   |
| Other sectors                          | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Of which: Long-term                    | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Of which: Short-term                   | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Loans                                  | 6,070.6  | 6,757.9  | 7,739.5  | 9,906.5   | 10,889.1  |
| Monetary authorities                   | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Of which: Long-term                    | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Of which: Short-term                   | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| General government                     | 4,342.0  | 4,586.6  | 4,776.6  | 5,170.9   | 5,387.1   |
| Of which: Long-term                    | 4,342.0  | 4,586.6  | 4,776.6  | 5,170.9   | 5,387.1   |
| Of which: Short-term                   | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Banks                                  | 1,462.2  | 1,840.8  | 2,577.3  | 3,970.4   | 4,293.9   |
| Of which: Long-term                    | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Of which: Short-term                   | 1,462.2  | 1,840.8  | 2,577.3  | 3,970.4   | 4,293.9   |
| Other sectors                          | 266.4    | 330.5    | 385.6    | 765.2     | 1,208.0   |
| Of which: Long-term                    | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Of which: Short-term                   | 266.4    | 330.5    | 385.6    | 765.2     | 1,208.0   |
| Currency and deposits                  | 22,971.2 | 25,905.1 | 32,489.1 | 42,737.4  | 45,758.6  |
| Monetary authorities                   | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| General government                     | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Banks                                  | 6,410.6  | 7,851.4  | 11,678.4 | 16,978.5  | 19,007.6  |
| Other sectors                          | 16,560.6 | 18,053.8 | 20,810.7 | 25,758.9  | 26,751.0  |
| Other assets                           | 1,014.6  | 761.3    | 1,150.3  | 3,200.5   | 4,672.0   |
| Monetary authorities                   | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Of which: Long-term                    | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Of which: Short-term                   | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| General government                     | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Of which: Long-term                    | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Of which: Short-term                   | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Banks                                  | 321.3    | 215.1    | 243.8    | 1,173.5   | 1,374.8   |
| Of which: Long-term                    | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Of which: Short-term                   | 321.3    | 215.1    | 243.8    | 1,173.5   | 1,374.8   |
| Other sectors                          | 693.2    | 546.2    | 906.5    | 2,027.0   | 3,297.2   |
| Of which: Long-term                    | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Of which: Short-term                   | 693.2    | 546.2    | 906.5    | 2,027.0   | 3,297.2   |
| Reserve assets                         | 8,342.6  | 8,985.6  | 12,669.5 | 16,727.4  | 17,221.8  |
| Monetary gold                          | 107.7    | 108.7    | 109.8    | 115.9     | 115.0     |
| Special drawing rights                 | 171.9    | 193.4    | 200.6    | 232.9     | 240.9     |
| Reserve position in the Fund           | 719.9    | 307.2    | 187.2    | 150.5     | 260.7     |
| Foreign exchange                       | 7,343.1  | 8,376.4  | 12,171.9 | 16,228.1  | 16,605.2  |
| Currency and deposits                  | 7,343.1  | 8,376.4  | 12,171.9 | 16,228.1  | 16,605.2  |
| With monetary authorities              | 763.1    | 755.4    | 1,218.0  | 1,080.5   | 1,061.8   |
| With banks                             | 6,580.0  | 7,621.0  | 10,953.9 | 15,147.6  | 15,543.4  |
| Securities                             | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Equities                               | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Bonds and notes                        | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Money-market instruments               | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Financial derivatives (net)            | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |
| Other claims                           | 0.0      | 0.0      | 0.0      | 0.0       | 0.0       |

Source: Central Bank of Kuwait.



Table 37. Kuwait: International Investment Position, 2004–08 (Concluded)

(In millions of U.S. dollars)

|  | 2004            | 2005            | 2006            | 2007            | 2008            |
|--|-----------------|-----------------|-----------------|-----------------|-----------------|
| <b>LIABILITIES</b>                                   | 17,036.3        | 21,571.3        | 32,381.3        | 59,817.5        | 65,140.8        |
| Direct investment in Kuwait                          | 407.5           | 645.2           | 773.3           | 942.7           | 991.3           |
| Equity capital and reinvested earnings               | 407.5           | 645.2           | 773.3           | 942.7           | 991.3           |
| Claims on direct investors                           | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Liabilities to direct investors                      | 407.5           | 645.2           | 773.3           | 942.7           | 991.3           |
| Other capital  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Claims on direct investors                           | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Liabilities to direct investors                      | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Portfolio investment                                 | 1,170.0         | 721.9           | 780.2           | 1,356.5         | 3,541.1         |
| Equity securities                                    | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Banks  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Other sectors  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Debt securities                                      | 1,170.0         | 721.9           | 780.2           | 1,356.5         | 3,541.1         |
| Bonds and notes                                      | 1,170.0         | 721.9           | 780.2           | 1,356.5         | 3,541.1         |
| Monetary authorities                                 | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| General government                                   | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Banks  | 722.1           | 241.4           | 208.5           | 208.2           | 0.0             |
| Other sectors  | 447.9           | 480.5           | 571.7           | 1,148.3         | 3,541.1         |
| Money market instruments                             | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Monetary authorities                                 | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| General government                                   | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Banks  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Other sectors  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Financial derivatives                                | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Monetary authorities                                 | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| General government                                   | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Banks  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Other sectors  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Other investment                                     | 15,458.7        | 20,204.1        | 30,827.7        | 57,518.4        | 60,608.4        |
| Trade credits  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| General government                                   | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Of which: Long-term                                  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Of which: Short-term                                 | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Other sectors  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Of which: Long-term                                  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Of which: Short-term                                 | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Loans  | 8,675.3         | 10,074.7        | 16,421.1        | 27,541.6        | 30,896.0        |
| Monetary authorities                                 | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Of which: Use of Fund credit and loans from the Fund | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Of which: Long-term                                  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Of which: Short-term                                 | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| General government                                   | 104.2           | 64.4            | 27.3            | 4.0             | 199.3           |
| Of which: Long-term                                  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Of which: Short-term                                 | 104.2           | 64.4            | 27.3            | 4.0             | 199.3           |
| Banks  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Of which: Long-term                                  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Of which: Short-term                                 | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Other sectors  | 8,571.1         | 10,010.3        | 16,393.8        | 27,537.6        | 30,696.6        |
| Of which: Long-term                                  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Of which: Short-term                                 | 8,571.1         | 10,010.3        | 16,393.8        | 27,537.6        | 30,696.6        |
| Currency and deposits                                | 5,403.8         | 7,379.1         | 10,498.7        | 22,198.0        | 20,265.7        |
| Monetary authorities                                 | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| General government                                   | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Banks  | 5,371.9         | 7,299.0         | 10,420.9        | 22,198.0        | 20,265.7        |
| Other sectors  | 31.9            | 80.1            | 77.8            | 0.0             | 0.0             |
| Other liabilities                                    | 1,379.7         | 2,750.4         | 3,907.9         | 7,778.8         | 9,446.7         |
| Monetary authorities                                 | 107.5           | 367.5           | 465.9           | 541.4           | 373.9           |
| Of which: Long-term                                  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Of which: Short-term                                 | 107.5           | 367.5           | 465.9           | 541.4           | 373.9           |
| General government                                   | 530.4           | 1,412.0         | 1,817.1         | 4,899.6         | 5,901.4         |
| Of which: Long-term                                  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Of which: Short-term                                 | 530.4           | 1,412.0         | 1,817.1         | 4,899.6         | 5,901.4         |
| Banks  | 89.6            | 200.7           | 148.4           | 324.0           | 389.6           |
| Of which: Long-term                                  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Of which: Short-term                                 | 89.6            | 200.7           | 148.4           | 324.0           | 389.6           |
| Other sectors  | 652.2           | 770.2           | 1,476.4         | 2,013.9         | 2,781.8         |
| Of which: Long-term                                  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0             |
| Of which: Short-term                                 | 652.2           | 770.2           | 1,476.4         | 2,013.9         | 2,781.8         |
| <b>NET INTERNATIONAL INVESTMENT POSITION</b>         | <b>36,601.6</b> | <b>49,233.5</b> | <b>64,276.3</b> | <b>70,792.7</b> | <b>72,828.7</b> |

Source: Central Bank of Kuwait.